
BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS
GROUP OF FUNDS

Canadian Corporate High-Grade Bond Fund
Canadian Corporate Investment-Grade Bond Fund
Short Term Bond Fund
Pension Bond Fund
Realpool Investment Fund
Realpool International Fund 1999
2001 Realpool International Fund
Realpool International Fund 2002
2004 Realpool International Fund
2005 Realpool International Fund
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
2000 Private Placement Fund
2001 Private Placement Fund
2002 Private Placement Fund
2003 Private Placement Fund
2003A Private Placement Fund
2004 Private Placement Fund
2005 Private Placement Fund
Asian Equity Fund
European Equity Fund
Indexed European Equity Fund
International Equity Fund
Indexed International Equity Fund
Strategic Inv 100 Domestic PP Fund
Strategic Inv 100 Foreign PP Fund
Strategic Investment Real Estate Fund
Strategic Investment Public Equity Fund

FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

British Columbia Investment Management Corporation

Pooled Investment Portfolios

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

British Columbia Investment Management Corporation (bcIMC) manages Pooled Investment Portfolios on behalf of governing fiduciaries such as pension fund trustees and other public sector clients. This report contains the financial statements for the Pooled Investment Portfolios for the years (or periods) ending December 31, 2005.

The financial statements of the Pooled Investment Portfolios have been prepared by management of bcIMC and approved by the Chief Investment Officer/Chief Executive Officer. All of the financial statements have been prepared in accordance with Canadian generally accepted accounting principles, and where appropriate, have been prepared on a consolidated basis. The significant accounting policies used in the preparation of these statements are disclosed in note 2 to the financial statements. The statements include certain amounts that are based on management's judgement and best estimates.

bcIMC's Board has established an Audit Committee. The Committee's mandate includes making recommendations on the appointment of the external auditor for the Pooled Investment Portfolios, and reviewing the annual audited financial statements of the Pooled Investment Portfolios and the internal controls over financial reporting. The Committee reviews the recommendations of the internal and external auditors with respect to internal controls and the responses of management to those recommendations, and also meets with management and the internal and external auditors to review annual audit plans.

bcIMC maintains systems of internal control and supporting processes to provide reasonable assurance that assets are safeguarded; that transactions are appropriately authorized and recorded; and that there are no material misstatements in the financial statements. bcIMC's internal control framework includes: a strong corporate governance structure; a code of conduct that includes conflict of interest guidelines; an organizational structure that provides for appropriate segregation of duties and accountability for performance; an enterprise-wide risk management framework that identifies, monitors and reports on key risks; and Board-approved pooled investment portfolio policies and client-approved investment mandates. bcIMC's system of internal control is supported by internal and external auditors who review and evaluate internal controls and report directly to the Audit Committee.

bcIMC's external auditors, KPMG LLP, have full and unrestricted access to the Audit Committee and bcIMC management. KPMG discusses with management and the Committee the results of their audit of the Pooled Investment Portfolios' financial statements and related findings with respect to such audits. Each of the Pooled Investment Portfolio financial statements is audited by KPMG LLP in accordance with Canadian generally accepted auditing standards. KPMG LLP has performed such tests and other procedures as they considered necessary to express an opinion on the Pooled Investment Portfolio financial statements.



Doug Pearce
Chief Executive Officer
Chief Investment Officer



David Woodward
Vice President
Finance and Operations



KPMG LLP
Chartered Accountants
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Canada

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AUDITORS' REPORT

To the Unitholders of the following funds managed by British Columbia Investment Management Corporation

Canadian Corporate High-Grade Bond Fund	Private Placement Fund 1999A
Canadian Corporate Investment-Grade Bond Fund	2000 Private Placement Fund
Short Term Bond Fund	2001 Private Placement Fund
Pension Bond Fund	2002 Private Placement Fund
Realpool Investment Fund	2003 Private Placement Fund
Realpool International Fund 1999	2003A Private Placement Fund
2001 Realpool International Fund	2004 Private Placement Fund
Realpool International Fund 2002	2005 Private Placement Fund
2004 Realpool International Fund	Asian Equity Fund
2005 Realpool International Fund	European Equity Fund
Fixed Term Mortgage Fund	Indexed European Equity Fund
Construction Mortgage Fund	International Equity Fund
Specialty Mortgage Fund	Indexed International Equity Fund
Private Placement Fund 1995	Strategic Inv 100 Domestic PP Fund
Private Placement Fund 1996	Strategic Inv 100 Foreign PP Fund
Private Placement Fund 1997	Strategic Investment Real Estate Fund
Private Placement Fund 1998	Strategic Investment Public Equity Fund
Private Placement Fund 1999	
(collectively, the "Funds")	

We have audited the statements (or consolidated statements) of net assets and investments of the Funds as at December 31, 2005, and their statements (or consolidated statements) of operations and changes in net assets, and, where presented, of cash flows for the year (or shorter period since establishment as indicated in note 1) ended December 31, 2005. These financial statements are the responsibility of the Funds' Manager. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we 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 the Funds' Manager, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements (or consolidated financial statements) present fairly, in all material respects, the net assets and investments of the Funds as at December 31, 2005, and the results of their operations and changes in their net assets, and, where presented, their cash flows for the periods then ended in accordance with Canadian generally accepted accounting principles.

The comparative figures for December 31, 2004 were reported on by the Auditor General of British Columbia.

Chartered Accountants
Vancouver, Canada
August 14, 2006

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

CANADIAN CORPORATE HIGH-GRADE BOND FUND

**Statement of Net Assets
as at December 31**

(in thousands except number of units outstanding)

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 245,234	\$ 220,553
Receivable from issue of units	200	-
Accrued investment income	2,091	2,432
	<u>247,525</u>	<u>222,985</u>
Liabilities		
bclMC funds management fees payable (note 6)	11	11
Payable for redemption of units	200	-
Custodial fees payable	1	1
Accounts payable	3	6
	<u>215</u>	<u>18</u>
Net assets representing unitholders' equity	<u>\$ 247,310</u>	<u>\$ 222,967</u>
Number of units outstanding (note 11)	65.906	63.077
Net asset value per unit	<u>\$ 3,752</u>	<u>\$ 3,535</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Statement of Operations and Changes in Net Assets
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 11,139	\$ 80,452
Expenses (note 6):		
bclMC funds management fees	134	463
Custodial fees	5	24
Administrative and professional fees	3	9
	<u>142</u>	<u>496</u>
Net investment income	10,997	79,956
Net realized gain	4,356	94,088
Change in unrealized gain (loss)	<u>(1,095)</u>	<u>(86,775)</u>
Net income from operations	14,258	87,269
Capital Transactions:		
Proceeds from units issued	33,849	47,196
Amounts paid for units redeemed	<u>(23,764)</u>	<u>(1,902,617)</u>
	<u>10,085</u>	<u>(1,855,421)</u>
Increase (decrease) in net assets	24,343	(1,768,152)
Net assets, beginning of year	<u>222,967</u>	<u>1,991,119</u>
Net Assets, end of year	<u>\$ 247,310</u>	<u>\$ 222,967</u>

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

CANADIAN CORPORATE HIGH-GRADE BOND FUND

**Statement of Investments
as at December 31, 2005
(in thousands)**

	Fair Value					% of Fair Value
	Cost	Term to Maturity			Total	
		1-5 Years	Over 5 Years	No Specific Maturity		
Bonds						
Obligations of, or guaranteed by, Government of Canada	\$ 25,158	\$ -	\$ 25,963	\$ -	\$ 25,963	10.6%
Obligations issued by corporations incorporated under the laws of Canada or a province	191,342	87,061	112,092	-	199,153	81.2%
	<u>216,500</u>	<u>87,061</u>	<u>138,055</u>	<u>-</u>	<u>225,116</u>	<u>91.8%</u>
Money Market Investments						
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	20,120	-	-	20,118	20,118	8.2%
Total Investments	<u>\$ 236,620</u>	<u>\$ 87,061</u>	<u>\$ 138,055</u>	<u>\$ 20,118</u>	<u>\$ 245,234</u>	<u>100.0%</u>
Weighted average yield to maturity for bonds		4.24%	4.43%		4.35% ¹	

¹ The total weighted average yield to maturity does not include the money market securities with no specific maturity dates.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

CANADIAN CORPORATE INVESTMENT-GRADE BOND FUND

**Statement of Net Assets
as at December 31**

(in thousands except number of units outstanding)

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 2,792,756	\$ 1,895,200
Receivable from sale of investments	679	-
Accrued investment income	30,676	26,188
	<u>2,824,111</u>	<u>1,921,388</u>
Liabilities		
bclMC funds management fees payable (note 6)	67	61
Custodial fees payable	8	6
Accounts payable	2	6
	<u>77</u>	<u>73</u>
Net assets representing unitholders' equity	<u>\$ 2,824,034</u>	<u>\$ 1,921,315</u>
Number of units outstanding (note 11)	2,587.765	1,867.190
Net asset value per unit	<u>\$ 1,091</u>	<u>\$ 1,029</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Statement of Operations and Changes in Net Assets
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 97,522	\$ 25,047
Expenses (note 6):		
bclMC funds management fees	780	164
Custodial fees	33	9
Administrative and professional fees	7	6
	<u>820</u>	<u>179</u>
Net investment income	96,702	24,868
Net realized gain	14,149	1,607
Change in unrealized gain (loss)	<u>6,197</u>	<u>27,593</u>
Net income from operations	117,048	54,068
Capital Transactions:		
Proceeds from units issued	903,297	1,867,247
Amounts paid for units redeemed	<u>(117,626)</u>	<u>-</u>
	<u>785,671</u>	<u>1,867,247</u>
Increase in net assets	902,719	1,921,315
Net assets, beginning of year	<u>1,921,315</u>	<u>-</u>
Net Assets, end of year	<u>\$ 2,824,034</u>	<u>\$ 1,921,315</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

CANADIAN CORPORATE INVESTMENT-GRADE BOND FUND

**Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>				<u>Total</u>	<u>% of Fair Value</u>
		<u>Term to Maturity</u>			<u>No Specific Maturity</u>		
		<u>Within 1 Year</u>	<u>1-5 Years</u>	<u>Over 5 Years</u>			
Bonds							
Obligations of, or guaranteed by, Government of Canada	\$ 88,653	\$ -	\$ 948	\$ 88,602	\$ -	\$ 89,550	3.2%
Obligations of, or guaranteed by, other provinces	27,027	-	3,266	25,329	-	28,595	1.0%
Debentures issued by corporations incorporated under the laws of Canada or a province	<u>2,531,668</u>	<u>10,526</u>	<u>885,574</u>	<u>1,666,901</u>	<u>-</u>	<u>2,563,001</u>	<u>91.8%</u>
	<u>2,647,348</u>	<u>10,526</u>	<u>889,788</u>	<u>1,780,832</u>	<u>-</u>	<u>2,681,146</u>	<u>96.0%</u>
Money Market Investments							
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	<u>111,618</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>111,610</u>	<u>111,610</u>	<u>4.0%</u>
Total Investments	<u>\$ 2,758,966</u>	<u>\$ 10,526</u>	<u>\$ 889,788</u>	<u>\$ 1,780,832</u>	<u>\$ 111,610</u>	<u>\$ 2,792,756</u>	<u>100.0%</u>
Weighted average yield to maturity for bonds		3.88%	4.20%	4.57%		4.44% ¹	

¹ The total weighted average yield to maturity does not include the money market securities with no specific maturity dates.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

SHORT TERM BOND FUND

**Statement of Net Assets
as at December 31**

(in thousands except number of units outstanding)

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 1,402,602	\$ 295,473
Receivable from issue of units	23,000	-
Accrued investment income	8,618	2,474
	<u>1,434,220</u>	<u>297,947</u>
Liabilities		
bclMC funds management fees payable (note 6)	23	7
Payable for redemption of units	28,000	-
Custodial fees payable	2	2
Accounts payable	3	9
	<u>28,028</u>	<u>18</u>
Net assets representing unitholders' equity	<u>\$ 1,406,192</u>	<u>\$ 297,929</u>
Number of units outstanding (note 11)	766,319	166,299
Net asset value per unit	<u>\$ 1,835</u>	<u>\$ 1,792</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Statement of Operations and Changes in Net Assets
for the years ended December 31**

(in thousands)

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 24,379	\$ 19,863
Expenses (note 6):		
bclMC funds management fees	155	119
Custodial fees	8	8
Administrative and professional fees	1	12
	<u>164</u>	<u>139</u>
Net investment income	24,215	19,724
Net realized gain	3,707	6,678
Change in unrealized gain (loss)	<u>(17,555)</u>	<u>(5,329)</u>
Net income from operations	10,367	21,073
Capital Transactions:		
Proceeds from units issued	1,317,917	42,332
Amounts paid for units redeemed	<u>(220,021)</u>	<u>(293,546)</u>
	<u>1,097,896</u>	<u>(251,214)</u>
Increase (decrease) in net assets	1,108,263	(230,141)
Net assets, beginning of year	<u>297,929</u>	<u>528,070</u>
Net Assets, end of year	<u>\$ 1,406,192</u>	<u>\$ 297,929</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

SHORT TERM BOND FUND

**Statement of Investments
as at December 31, 2005
(in thousands)**

	Fair Value					Total	% of Fair Value
	Term to Maturity				Total		
	Within 1 Year	1-5 Years	Over 5 Years	No Specific Maturity			
Cost							
Bonds							
Obligations of, or guaranteed by, Government of Canada	\$ 1,291,862	\$ -	\$ 1,119,497	\$ 160,599	\$ -	\$ 1,280,096	91.3%
Obligations of, or guaranteed by, other provinces	38,354	-	38,375	-	-	38,375	2.7%
	<u>1,330,216</u>	<u>-</u>	<u>1,157,872</u>	<u>160,599</u>	<u>-</u>	<u>1,318,471</u>	<u>94.0%</u>
Money Market Investments							
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	84,146	-	-	-	84,131	84,131	6.0%
Total Investments	<u>\$ 1,414,362</u>	<u>\$ -</u>	<u>\$ 1,157,872</u>	<u>\$ 160,599</u>	<u>\$ 84,131</u>	<u>\$ 1,402,602</u>	<u>100.0%</u>
<hr/>							
Weighted average yield to maturity for bonds		-	3.93%	3.93%		3.93%	¹

¹ The total weighted average yield to maturity does not include the money market securities with no specific maturity dates.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

PENSION BOND FUND

**Statement of Net Assets
as at December 31**

(in thousands except number of units outstanding)

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 8,140,099	\$ 6,967,134
Receivable from issue of units	100	-
Accrued investment income	72,170	77,138
	<u>8,212,369</u>	<u>7,044,272</u>
Liabilities		
bclMC funds management fees payable (note 6)	85	107
Payable for redemption of units	100	-
Custodial fees payable	35	31
Accounts payable	3	7
	<u>223</u>	<u>145</u>
Net assets representing unitholders' equity	<u>\$ 8,212,146</u>	<u>\$ 7,044,127</u>
Number of units outstanding (note 11)	3,214.724	2,949.570
Net asset value per unit	<u>\$ 2,555</u>	<u>\$ 2,388</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Statement of Operations and Changes in Net Assets
for the years ended December 31**

(in thousands)

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 312,755	\$ 329,733
Expenses (note 6):		
bclMC funds management fees	1,461	1,267
Custodial fees	145	135
Administrative and professional fees	13	8
	<u>1,619</u>	<u>1,410</u>
Net investment income	311,136	328,323
Net realized gain	244,641	105,652
Change in unrealized gain (loss)	<u>(81,209)</u>	<u>60,670</u>
Net income from operations	474,568	494,645
Capital Transactions:		
Proceeds from units issued	1,612,292	519,640
Amounts paid for units redeemed	<u>(918,841)</u>	<u>(571,640)</u>
	693,451	(52,000)
Increase in net assets	1,168,019	442,645
Net assets, beginning of year	<u>7,044,127</u>	<u>6,601,482</u>
Net Assets, end of year	<u>\$ 8,212,146</u>	<u>\$ 7,044,127</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

PENSION BOND FUND

**Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>				<u>Total Fair Value</u>	<u>% of Fair Value</u>
		<u>Term to Maturity</u>					
		<u>Within 1 Year</u>	<u>1-5 Years</u>	<u>Over 5 Years</u>	<u>No Specific Maturity</u>		
Bonds							
Obligations of, or guaranteed by, Government of Canada	\$ 4,014,264	\$ -	\$ 2,128,318	\$ 1,966,810	\$ -	\$ 4,095,128	50.3%
Obligations of, or guaranteed by, the Province of British Columbia	830,455	243	136,314	744,558	-	881,115	10.9%
Obligations of, or guaranteed by, other provinces	<u>2,643,523</u>	<u>100,170</u>	<u>703,866</u>	<u>1,941,404</u>	<u>-</u>	<u>2,745,440</u>	<u>33.7%</u>
	<u>7,488,242</u>	<u>100,413</u>	<u>2,968,498</u>	<u>4,652,772</u>	<u>-</u>	<u>7,721,683</u>	<u>94.9%</u>
Money Market Investments							
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	<u>418,482</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>418,416</u>	<u>418,416</u>	<u>5.1%</u>
Total Investments	<u>\$ 7,906,724</u>	<u>\$ 100,413</u>	<u>\$ 2,968,498</u>	<u>\$ 4,652,772</u>	<u>\$ 418,416</u>	<u>\$ 8,140,099</u>	<u>100.0%</u>
Weighted average yield to maturity for bonds		4.08%	4.01%	4.23%		4.14% ¹	

¹ The total weighted average yield to maturity does not include the money market securities with no specific maturity dates.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

REALPOOL INVESTMENT FUND

**Consolidated Statement of Net Assets
as at December 31
(in thousands except number of units outstanding)**

	<u>2005</u>	<u>2004</u> (Restated - note 3)
Assets		
Investments at fair value	\$ 5,982,743	\$ 5,181,107
Cash	14,069	18,752
Accrued investment income	<u>12,724</u>	<u>7,764</u>
	<u>6,009,536</u>	<u>5,207,623</u>
Liabilities		
bciMC funds management fees payable (note 6)	133	133
Payable for redemption of units	10,000	80,000
Accounts payable	<u>329</u>	<u>485</u>
	<u>10,462</u>	<u>80,618</u>
Net assets representing unitholders' equity	<u>\$ 5,999,074</u>	<u>\$ 5,127,005</u>
Number of units outstanding (note 11)	1,714.914	1,728.108
Net asset value per unit	<u>\$ 3,498</u>	<u>\$ 2,967</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Consolidated Statement of Operations and Changes in Net Assets
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u> (Restated - note 3)
Investment Income:		
Investment income	<u>\$ 120,097</u>	<u>\$ 1,020,265</u>
Expenses (note 6):		
bciMC funds management fees	1,796	1,555
Custodial fees	2	1
Administrative and professional fees	<u>1,008</u>	<u>2,064</u>
	<u>2,806</u>	<u>3,620</u>
Net investment income	117,291	1,016,645
Net realized gain (loss)	(104)	1,092
Change in unrealized gain (loss)	<u>804,882</u>	<u>(537,818)</u>
Net income from operations	922,069	479,919
Capital Transactions:		
Proceeds from units issued	132,469	243,000
Amounts paid for units redeemed	<u>(182,469)</u>	<u>(210,000)</u>
	<u>(50,000)</u>	<u>33,000</u>
Increase (decrease) in net assets	872,069	512,919
Net assets, beginning of year	<u>5,127,005</u>	<u>4,614,086</u>
Net Assets, end of year	<u>\$ 5,999,074</u>	<u>\$ 5,127,005</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

REALPOOL INVESTMENT FUND

**Consolidated Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u> (Restated - note 3)
Cash flow provided by (used for):		
Cash flows from operating activities		
Net income from operations	\$ 922,069	\$ 479,919
Items not affecting cash:		
Net realized gain (loss)	104	(1,092)
Change in unrealized gain (loss)	<u>(804,882)</u>	<u>537,818</u>
	117,291	1,016,645
Changes in non-cash operating accounts:		
Accrued investment income	(4,960)	(7,764)
bcIMC funds management fees payable	-	115
Payable for redemption of units	(70,000)	17,000
Accounts payable	<u>(156)</u>	<u>306</u>
	42,175	1,026,302
Cash flows from investing activities		
Proceeds from investments	1,461,550	1,173,893
Purchase of investments	<u>(1,458,408)</u>	<u>(2,214,443)</u>
	3,142	(1,040,550)
Cash flows from financing activities		
Proceeds from units issued	132,469	243,000
Amounts paid for units redeemed	<u>(182,469)</u>	<u>(210,000)</u>
	<u>(50,000)</u>	<u>33,000</u>
Net increase (decrease) in cash	(4,683)	18,752
Cash, beginning of year, as previously reported	18,752	47,439
Change in cash, beginning of year, due to change in accounting policy (note 3)	<u>-</u>	<u>(47,439)</u>
Cash, end of year	<u>\$ 14,069</u>	<u>\$ 18,752</u>

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Private Equity Investments			
Canadian Common Stock (see Schedule One)	\$ 3,975,134	\$ 5,861,904	98.0%
Canadian Limited Partnerships	8,090	35,623	0.6%
	<u>3,983,224</u>	<u>5,897,527</u>	<u>98.6%</u>
Private Debt Investments			
Canadian Bond (see below)	<u>82,500</u>	<u>83,475</u>	<u>1.4%</u>
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	<u>1,741</u>	<u>1,741</u>	<u>0.0%</u>
Total Investments	<u>\$ 4,067,465</u>	<u>\$ 5,982,743</u>	<u>100.0%</u>

The Canadian bond matures on April 30, 2008 and has a yield to maturity of 4.95%.

**Schedule One - Additional Consolidation Information on Private Equity (Canadian Common Stock)
as at December 31, 2005
(in thousands)**

The following schedule shows the real estate properties and the net operating assets and liabilities held by the Private Real Estate Corporation:

Real Estate Properties	<u>Fair Value</u>
Retail	\$ 886,700
Office	3,776,300
Industrial	1,088,919
Residential	1,430,395
Retirement Homes	93,806
Property Under Development	<u>242,704</u>
	7,518,824
Net Operating Assets and Liabilities	<u>(1,656,920)</u>
	<u>\$ 5,861,904</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

REALPOOL INTERNATIONAL FUND 1999

**Consolidated Statement of Net Assets
as at December 31
(in thousands except number of units outstanding)**

	<u>2005</u>	<u>2004</u> (Restated - note 3)
Assets		
Investments at fair value	\$ 101,038	\$ 106,725
Accounts receivable	-	5,994
	<u>101,038</u>	<u>112,719</u>
Liabilities		
bclMC funds management fees payable (note 6)	5	4
Accounts payable	8	13
	<u>13</u>	<u>17</u>
Net assets representing unitholders' equity	<u>\$ 101,025</u>	<u>\$ 112,702</u>
Number of units outstanding (note 11)	93,193	118,076
Net asset value per unit	<u>\$ 1,084</u>	<u>\$ 954</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Consolidated Statement of Operations and Changes in Net Assets
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u> (Restated - note 3)
Investment Income		
Investment income	\$ 2,621	\$ 3,545
Expenses (note 6):		
bclMC funds management fees	61	51
Custodial fees	1	-
Administrative and professional fees	10	35
	<u>72</u>	<u>86</u>
Net investment income	2,549	3,459
Net realized gain (loss)	(2,438) ¹	6,028 ¹
Change in unrealized gain (loss)	<u>11,910¹</u>	<u>4,478¹</u>
Net income from operations	12,021	13,965
Capital Transactions:		
Proceeds from units issued	19,670	3,331
Amounts paid for units redeemed	(43,368)	(13,869)
	<u>(23,698)</u>	<u>(10,538)</u>
Increase (decrease) in net assets	(11,677)	3,427
Net assets, beginning of year	<u>112,702</u>	<u>109,275</u>
Net Assets, end of year	<u>\$ 101,025</u>	<u>\$ 112,702</u>

¹ The net realized gain (loss) and change in unrealized gain (loss) include the following exchange gains (losses):

\$ (8,251)	\$ (12,169)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

REALPOOL INTERNATIONAL FUND 1999

**Consolidated Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u> (Restated - note 3)
Cash flow provided by (used for):		
Cash flows from operating activities		
Net income from operations	\$ 12,021	\$ 13,965
Items not affecting cash:		
Net realized gain (loss)	2,438	(6,028)
Change in unrealized gain (loss)	<u>(11,910)</u>	<u>(4,478)</u>
	2,549	3,459
Changes in non-cash operating accounts:		
Accounts receivable	5,994	(1,293)
bcIMC funds management fees payable	1	(3)
Accounts payable	<u>(5)</u>	<u>(30)</u>
	<u>8,539</u>	<u>2,133</u>
Cash flows from investing activities		
Proceeds from sale of investments	91,923	42,584
Purchase of investments	<u>(76,572)</u>	<u>(33,930)</u>
	<u>15,351</u>	<u>8,654</u>
Cash flows from financing activities		
Proceeds from units issued	19,670	3,331
Amounts paid for units redeemed	<u>(43,368)</u>	<u>(13,869)</u>
	<u>(23,698)</u>	<u>(10,538)</u>
Net foreign exchange loss on foreign denominated monetary balances and foreign currency contracts	<u>(192)</u>	<u>(249)</u>
Net increase (decrease) in cash	-	-
Cash, beginning of year	-	-
Cash, end of year	<u>\$ -</u>	<u>\$ -</u>

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Private Real Estate Investments			
Non-Canadian	\$ 110,061	\$ 92,790	91.9%
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST2	129	129	0.1%
Fund ST3	<u>8,128</u>	<u>8,119</u>	<u>8.0%</u>
	<u>8,257</u>	<u>8,248</u>	<u>8.1%</u>
Total Investments	<u>\$ 118,318</u>	<u>\$ 101,038</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

2001 REALPOOL INTERNATIONAL FUND

**Consolidated Statement of Net Assets
as at December 31
(in thousands except number of units outstanding)**

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 74,695	\$ 78,909
Accounts receivable	5	-
	<u>74,700</u>	<u>78,909</u>
Liabilities		
bclMC funds management fees payable (note 6)	1	4
Accounts payable	8	4
	<u>9</u>	<u>8</u>
Net assets representing unitholders' equity	<u>\$ 74,691</u>	<u>\$ 78,901</u>
Number of units outstanding (note 11)	75,294	75,195
Net asset value per unit	<u>\$ 992</u>	<u>\$ 1,049</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Consolidated Statement of Operations and Changes in Net Assets
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 4	\$ 204
Expenses (note 6):		
bclMC funds management fees	39	38
Custodial fees	1	1
Administrative and professional fees	17	14
	<u>57</u>	<u>53</u>
Net investment income	(53)	151
Change in unrealized gain (loss)	(4,257) ¹	2,863 ¹
Net income from operations	(4,310)	3,014
Capital Transactions:		
Proceeds from units issued	100	75,887
Increase (decrease) in net assets	(4,210)	78,901
Net assets, beginning of year	78,901	-
Net Assets, end of year	<u>\$ 74,691</u>	<u>\$ 78,901</u>

¹ The change in unrealized gain (loss) include the following exchange gains (losses):

\$	(1,849)	\$	(23,838)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

2001 REALPOOL INTERNATIONAL FUND

**Consolidated Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Cash flow provided by (used for):		
Cash flows from operating activities		
Net income from operations	\$ (4,310)	\$ 3,014
Items not affecting cash:		
Change in unrealized gain (loss)	<u>4,257</u>	<u>(2,863)</u>
	(53)	151
Changes in non-cash operating accounts:		
Accounts receivable	(5)	-
bcIMC funds management fees payable	(3)	4
Accounts payable	<u>4</u>	<u>4</u>
	<u>(57)</u>	<u>159</u>
Cash flows from investing activities		
Proceeds from sale of investments	67	148
Purchase of investments	<u>(110)</u>	<u>(76,194)</u>
	<u>(43)</u>	<u>(76,046)</u>
Cash flows from financing activities		
Proceeds from units issued	<u>100</u>	<u>75,887</u>
Net increase (decrease) in cash	-	-
Cash, beginning of year	-	-
Cash, end of year	<u>\$ -</u>	<u>\$ -</u>

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Private Real Estate Investments			
Non-Canadian	\$ 75,869	\$ 74,475	99.7%
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST2	<u>220</u>	<u>220</u>	<u>0.3%</u>
Total Investments	<u>\$ 76,089</u>	<u>\$ 74,695</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

REALPOOL INTERNATIONAL FUND 2002

**Consolidated Statement of Net Assets
as at December 31
(in thousands except number of units outstanding)**

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 47,350	\$ 54,433
Accounts receivable	4	257
	<u>47,354</u>	<u>54,690</u>
Liabilities		
bclMC funds management fees payable (note 6)	-	4
Accounts payable	9	12
	<u>9</u>	<u>16</u>
Net assets representing unitholders' equity	<u>\$ 47,345</u>	<u>\$ 54,674</u>
Number of units outstanding (note 11)	63,569	76,393
Net asset value per unit	<u>\$ 745</u>	<u>\$ 716</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Consolidated Statement of Operations and Changes in Net Assets
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 3,318	\$ 2,994
Expenses (note 6):		
bclMC funds management fees	45	39
Administrative and professional fees	16	29
	<u>61</u>	<u>68</u>
Net investment income	3,257	2,926
Net realized gain (loss)	(1,523) ¹	131 ¹
Change in unrealized gain (loss)	<u>(7)¹</u>	<u>(8,833)¹</u>
Net income (loss) from operations	1,727	(5,776)
Capital Transactions:		
Proceeds from units issued	194	50,899
Amounts paid for units redeemed	<u>(9,250)</u>	<u>(3,514)</u>
	<u>(9,056)</u>	<u>47,385</u>
Increase (decrease) in net assets	(7,329)	41,609
Net assets, beginning of year	<u>54,674</u>	<u>13,065</u>
Net Assets, end of year	<u>\$ 47,345</u>	<u>\$ 54,674</u>

¹ The net realized gain (loss) and change in unrealized gain (loss) include the following exchange gains (losses):

\$	(986)	\$	(4,967)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

REALPOOL INTERNATIONAL FUND 2002

**Consolidated Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Cash flow provided by (used for):		
Cash flows from operating activities		
Net income (loss) from operations	\$ 1,727	\$ (5,776)
Items not affecting cash:		
Net realized gain (loss)	1,523	(131)
Change in unrealized gain (loss)	7	8,833
	<u>3,257</u>	<u>2,926</u>
Changes in non-cash operating accounts:		
Accounts receivable	253	1,357
bcIMC funds management fees payable	(4)	(2)
Accounts payable	(3)	(12)
	<u>3,503</u>	<u>4,269</u>
Cash flows from investing activities		
Proceeds from sale of investments	26,079	6,792
Purchase of investments	(20,525)	(58,631)
	<u>5,554</u>	<u>(51,839)</u>
Cash flows from financing activities		
Proceeds from units issued	194	50,899
Amounts paid for units redeemed	(9,250)	(3,514)
	<u>(9,056)</u>	<u>47,385</u>
Net foreign exchange gain (loss) on foreign denominated monetary balances and foreign currency contracts	<u>(1)</u>	<u>185</u>
Net increase (decrease) in cash	-	-
Cash, beginning of year	-	-
Cash, end of year	<u>\$ -</u>	<u>\$ -</u>

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Private Real Estate Investments			
Non-Canadian	\$ 51,309	\$ 41,636	87.9%
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST2	183	183	0.4%
Fund ST3	5,530	5,531	11.7%
	<u>5,713</u>	<u>5,714</u>	<u>12.1%</u>
Total Investments	<u>\$ 57,022</u>	<u>\$ 47,350</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

2004 REALPOOL INTERNATIONAL FUND

**Consolidated Statement of Net Assets
as at December 31
(in thousands except number of units outstanding)**

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 184,696	\$ 127,444
Cash	6,004	-
Receivable from sale of investments	-	2,202
Accounts receivable	-	205
	<u>190,700</u>	<u>129,851</u>
Liabilities		
bciMC funds management fees payable (note 6)	2	4
Payable for purchase of investments	254	-
External management fees payable	453	1,076
Accounts payable	8	52
	<u>717</u>	<u>1,132</u>
Net assets representing unitholders' equity	<u>\$ 189,983</u>	<u>\$ 128,719</u>
Number of units outstanding (note 11)	190.906	158.797
Net asset value per unit	<u>\$ 995</u>	<u>\$ 811</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Consolidated Statement of Operations and Changes in Net Assets
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 18,501	\$ 1,109
Expenses (note 6):		
bciMC funds management fees	72	15
External management fees	629	1,076
Custodial fees	4	1
Administrative and professional fees	195	35
	<u>900</u>	<u>1,127</u>
Net investment income	17,601	(18)
Net realized gain (loss)	(497) ¹	129 ¹
Change in unrealized gain (loss)	<u>18,432¹</u>	<u>2,308¹</u>
Net income from operations	35,536	2,419
Capital Transactions:		
Proceeds from units issued	39,508	126,300
Amounts paid for units redeemed	(13,780)	-
	<u>25,728</u>	<u>126,300</u>
Increase in net assets	61,264	128,719
Net assets, beginning of year	<u>128,719</u>	-
Net Assets, end of year	<u>\$ 189,983</u>	<u>\$ 128,719</u>

¹ The net realized gain (loss) and change in unrealized gain (loss) include the following exchange gains (losses):

\$ (12,730)	\$ (4,470)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

2004 REALPOOL INTERNATIONAL FUND

**Consolidated Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Cash flow provided by (used for):		
Cash flows from operating activities		
Net income from operations	\$ 35,536	\$ 2,419
Items not affecting cash:		
Net realized gain (loss)	497	(129)
Change in unrealized gain (loss)	(18,432)	(2,308)
	<u>17,601</u>	<u>(18)</u>
Changes in non-cash operating accounts:		
Receivable from sale of investments	2,202	(2,202)
Accounts receivable	205	(205)
bcIMC funds management fees payable	(2)	4
Payable for purchase of investments	254	-
External management fees payable	(623)	1,076
Accounts payable	(44)	52
	<u>19,593</u>	<u>(1,293)</u>
Cash flows from investing activities		
Proceeds from sale of investments	37,223	8,660
Purchase of investments	(76,522)	(133,395)
	<u>(39,299)</u>	<u>(124,735)</u>
Cash flows from financing activities		
Proceeds from units issued	39,508	126,300
Amounts paid for units redeemed	(13,780)	-
	<u>25,728</u>	<u>126,300</u>
Net foreign exchange loss on foreign denominated monetary balances and foreign currency contracts	<u>(18)</u>	<u>(272)</u>
Net increase (decrease) in cash	6,004	-
Cash, beginning of year	<u>-</u>	<u>-</u>
Cash, end of year	<u>\$ 6,004</u>	<u>\$ -</u>

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Private Real Estate Investments			
Non-Canadian	\$ 160,537	\$ 181,276	98.1%
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST2	281	281	0.2%
Fund ST3	3,138	3,139	1.7%
	<u>3,419</u>	<u>3,420</u>	<u>1.9%</u>
Total Investments	<u>\$ 163,956</u>	<u>\$ 184,696</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

2005 REALPOOL INTERNATIONAL FUND

**Statement of Net Assets
as at December 31
(in thousands except number of units outstanding)**

	2005
Assets	
Investments at fair value	\$ 51,107
Liabilities	
Unrealized loss on foreign currency contracts contracts (Schedule One)	3
bclMC funds management fees payable (note 6)	4
External management fees payable	1
Accounts payable	8
	16
Net assets representing unitholders' equity	\$ 51,091
Number of units outstanding (note 11)	58,361
Net asset value per unit	\$ 875



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Statement of Operations and Changes in Net Assets
for the five months ended December 31
(in thousands)**

	2005
Investment Income	\$ 1
Expenses (note 6):	
bclMC funds management fees	8
Administrative and professional fees	10
	18
Net investment income	(17)
Net realized loss	(158) ¹
Change in unrealized gain (loss)	(4,532) ¹
Net income (loss) from operations	(4,707)
Capital Transactions:	
Proceeds from units issued	55,798
Amounts paid for units redeemed	-
	55,798
Increase in net assets	51,091
Net assets, beginning of year	-
Net Assets, end of year	\$ 51,091

¹ The net realized gain (loss) and change in unrealized gain (loss) include the following exchange gains (losses):

	\$ (598)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

2005 REALPOOL INTERNATIONAL FUND

**Consolidated Statement of Cash Flows
for the five months ended December 31
(in thousands)**

	2005
Cash flow provided by (used for):	
Cash flows from operating activities	
Net income (loss) from operations	\$ (4,707)
Items not affecting cash:	
Net realized loss	158
Change in unrealized gain (loss)	4,532
	(17)
Changes in non-cash operating accounts:	
Unrealized loss on foreign currency contracts	3
bcIMC funds management fees payable	4
External management fees payable	1
Accounts payable	8
	(1)
Cash flows from investing activities	
Proceeds from sale of investments	77
Purchase of investments	(55,713)
	(55,636)
Cash flows from financing activities	
Proceeds from units issued	55,798
Amounts paid for units redeemed	-
	55,798
Net foreign exchange loss on foreign denominated monetary balances and foreign currency contracts	(161)
Net increase (decrease) in cash	-
Cash, beginning of year	-
Cash, end of year	\$ -

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	Cost	Fair Value	% of Fair Value
Private Real Estate Investments			
Non-Canadian	\$ 55,511	\$ 50,982	99.8%
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST2	125	125	0.2%
Fund ST3	-	-	-
	\$ 55,636	\$ 51,107	100.0%

**Schedule One - Unrealized Loss on Foreign Currency Contracts
as at December 31, 2005
(in thousands)**

No of Contracts	Expiry Date	Notional Value	Unrealized Gain (Loss)
1	January 2006	\$ 783	\$ (3)

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

FIXED TERM MORTGAGE FUND

**Statement of Net Assets
as at December 31**

(in thousands except number of units outstanding)

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 1,801,726	\$ 1,767,627
Accounts receivable	1,292	-
Accrued investment income	8,785	8,564
	<u>1,811,803</u>	<u>1,776,191</u>
Liabilities		
bclMC funds management fees payable (note 6)	62	70
Payable for redemption of units	38,000	15,000
Custodial fees payable	1	1
Mortgage servicing fees payable	95	97
Accounts payable	8	1,208
	<u>38,166</u>	<u>16,376</u>
Net assets representing unitholders' equity	<u>\$ 1,773,637</u>	<u>\$ 1,759,815</u>
Number of units outstanding (note 11)	753.726	793.311
Net asset value per unit	<u>\$ 2,353</u>	<u>\$ 2,218</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Statement of Operations and Changes in Net Assets
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 111,089	\$ 115,972
Expenses (note 6):		
bclMC funds management fees	786	828
Mortgage servicing fees	1,159	1,091
Custodial fees	3	3
Administrative and professional fees	57	50
	<u>2,005</u>	<u>1,972</u>
Net investment income	109,084	114,000
Net realized gain	1	2
Change in unrealized gain (loss)	<u>(4,263)</u>	<u>1,085</u>
Net income from operations	104,822	115,087
Capital Transactions:		
Proceeds from units issued	32,205	130,351
Amounts paid for units redeemed	<u>(123,205)</u>	<u>(144,351)</u>
	<u>(91,000)</u>	<u>(14,000)</u>
Increase in net assets	13,822	101,087
Net assets, beginning of year	<u>1,759,815</u>	<u>1,658,728</u>
Net Assets, end of year	<u>\$ 1,773,637</u>	<u>\$ 1,759,815</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

FIXED TERM MORTGAGE FUND

**Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Cash flow provided by (used for):		
Cash flows from operating activities		
Net income from operations	\$ 104,822	\$ 115,087
Items not affecting cash:		
Net realized gain	(1)	(2)
Change in unrealized gain (loss)	<u>4,263</u>	<u>(1,085)</u>
	109,084	114,000
Changes in non-cash operating accounts:		
Accounts receivable	(1,292)	-
Accrued investment income	(221)	(304)
bcIMC funds management fees payable	(8)	(32)
Payable for redemption of units	23,000	15,000
Mortgage servicing fees payable	(2)	10
Accounts payable	<u>(1,200)</u>	<u>1,187</u>
	<u>129,361</u>	<u>129,861</u>
Cash flows from investing activities		
Repayment of mortgages	222,508	219,945
Advances on mortgages	(241,174)	(386,978)
Proceeds from sale of investments	243,180	398,553
Purchase of investments	<u>(262,875)</u>	<u>(388,507)</u>
	<u>(38,361)</u>	<u>(156,987)</u>
Cash flows from financing activities		
Proceeds from units issued	32,205	171,477
Amounts paid for units redeemed	<u>(123,205)</u>	<u>(144,351)</u>
	<u>(91,000)</u>	<u>27,126</u>
Net increase (decrease) in cash	-	-
Cash, beginning of year	-	-
Cash, end of year	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Mortgages (Schedule One)	\$ 1,665,683	\$ 1,741,852	96.7%
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	<u>59,879</u>	<u>59,874</u>	<u>3.3%</u>
Total Investments	<u>\$ 1,725,562</u>	<u>\$ 1,801,726</u>	<u>100.0%</u>

**Schedule One - Additional Information on Mortgage Investments
as at December 31, 2005
(in thousands)**

The following schedule provides additional information on the mortgages held in the Fixed Term Mortgage Fund:

	<u>Fair Value</u>	<u>Weighted Average Term to Maturity</u>
Mortgage Sector		
Retail	\$ 474,795	4.3 years
Office	506,432	4.6 years
Industrial	283,239	4.3 years
Residential	417,867	4.6 years
Other	59,519	2.3 years
Total Mortgages	<u>\$ 1,741,852</u>	

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

CONSTRUCTION MORTGAGE FUND

**Statement of Net Assets
as at December 31**

(in thousands except number of units outstanding)

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 334,640	\$ 307,331
Accounts receivable	-	1,233
Receivable from issue of units	497	826
	<u>335,137</u>	<u>309,390</u>
Liabilities		
bclMC funds management fees payable (note 6)	32	21
Payable for redemption of units	-	30,000
Mortgage servicing fees payable	7	15
Accounts payable	8	14
	<u>47</u>	<u>30,050</u>
Net assets representing unitholders' equity	<u>\$ 335,090</u>	<u>\$ 279,340</u>
Number of units outstanding (note 11)	168.019	148.924
Net asset value per unit	<u>\$ 1,994</u>	<u>\$ 1,876</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Statement of Operations and Changes in Net Assets
for the years ended December 31**

(in thousands)

	<u>2005</u>	<u>2005</u>
Investment Income	\$ 10,912	\$ 14,943
Expenses (note 6):		
bclMC funds management fees	111	261
Mortgage servicing fees	344	198
Custodial fees	-	1
Administrative and professional fees	25	21
	<u>480</u>	<u>481</u>
Net investment income	10,432	14,462
Net realized gain (loss)	(1)	1
Change in unrealized gain (loss)	9,319	(2)
Net income from operations	19,750	14,461
Capital Transactions:		
Proceeds from units issued	72,691	115,648
Amounts paid for units redeemed	(36,691)	(78,648)
	<u>36,000</u>	<u>37,000</u>
Increase in net assets	55,750	51,461
Net assets, beginning of year	279,340	227,879
Net Assets, end of year	<u>\$ 335,090</u>	<u>\$ 279,340</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

CONSTRUCTION MORTGAGE FUND

**Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Cash flow provided by (used for):		
Cash flows from operating activities		
Net income from operations	\$ 19,750	\$ 14,461
Items not affecting cash:		
Net realized gain (loss)	1	(1)
Change in unrealized gain (loss)	(9,319)	2
	<u>10,432</u>	<u>14,462</u>
Changes in non-cash operating accounts:		
Accounts receivable	1,233	(1,233)
Accrued investment income	-	896
Receivable from issue of units	329	(826)
bclMC funds management fees payable	11	(15)
Payable for redemption of units	(30,000)	30,000
Mortgage servicing fees payable	(8)	1
Accounts payable	(6)	1
	<u>(18,009)</u>	<u>43,286</u>
Cash flows from investing activities		
Repayment of mortgages	268,392	189,642
Advances on mortgages	(154,900)	(204,308)
Proceeds from sale of investments	271,846	215,655
Purchase of investments	(403,329)	(281,275)
	<u>(17,991)</u>	<u>(80,286)</u>
Cash flows from financing activities		
Proceeds from units issued	72,691	115,648
Amounts paid for units redeemed	(36,691)	(78,648)
	<u>36,000</u>	<u>37,000</u>
Net increase (decrease) in cash	-	-
Cash, beginning of year	-	-
Cash, end of year	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Private Equity Investment			
Canadian Common Stock (Schedule One)	\$ 208,889	\$ 218,206	65.2%
Mortgages (Schedule One)	<u>109,279</u>	<u>109,280</u>	<u>32.7%</u>
	318,168	327,486	97.9%
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	<u>7,155</u>	<u>7,154</u>	<u>2.1%</u>
Total Investments	<u>\$ 325,323</u>	<u>\$ 334,640</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Equity Investment and Mortgages
as at December 31, 2005
(in thousands)**

The following schedule provides additional information on the mortgages held in the Construction Mortgage Fund directly and through the private equity investment. The remaining fair value in the private equity investment relates to money market investments and investment-related receivables and payables.

	<u>Fair Value</u>	<u>Weighted Average Term to Maturity</u>
Mortgage Sector		
Retail	\$ 60,201	1.7 years
Industrial	4,419	1.3 years
Residential	<u>239,912</u>	1.2 years
Total Mortgages	304,532	
Other Assets and Liabilities	<u>22,954</u>	
	<u>\$ 327,486</u>	

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

SPECIALTY MORTGAGE FUND

**Consolidated Statement of Net Assets
as at December 31
(in thousands except number of units outstanding)**

	<u>2005</u>	<u>2004</u> (Restated - note 3)
Assets		
Investments at fair value	\$ 68,385	\$ 65,811
Accrued investment income	263	623
Other receivables	-	2
	<u>68,648</u>	<u>66,436</u>
Liabilities		
bclMC funds management fees payable (note 6)	3	2
Payable for redemption of units	-	5,000
Mortgage servicing fees payable	1	3
Accounts payable	6	9
	<u>10</u>	<u>5,014</u>
Net assets representing unitholders' equity	<u>\$ 68,638</u>	<u>\$ 61,422</u>
Number of units outstanding (note 11)	42,307	39,261
Net asset value per unit	<u>\$ 1,622</u>	<u>\$ 1,564</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Statement of Operations and Changes in Net Assets
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u> (Restated - note 3)
Investment Income	\$ 3,113	\$ 5,288
Expenses (note 6):		
bclMC funds management fees	33	26
Mortgage servicing fees	20	38
Administrative and professional fees	8	17
	<u>61</u>	<u>81</u>
Net investment income	3,052	5,207
Change in unrealized gain (loss)	<u>(636)</u>	<u>20</u>
Net income from operations	2,416	5,227
Capital Transactions:		
Proceeds from units issued	9,838	25,470
Amounts paid for units redeemed	<u>(5,038)</u>	<u>(14,840)</u>
	4,800	10,630
Increase in net assets	7,216	15,857
Net assets, beginning of year	<u>61,422</u>	<u>45,565</u>
Net Assets, end of year	<u>\$ 68,638</u>	<u>\$ 61,422</u>

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

SPECIALTY MORTGAGE FUND

**Statement of Cash Flows
for the years ended December 31
(in thousands)**

	2005	2004 (Restated - note 3)
Cash flow provided by (used for):		
Cash flows from operating activities		
Net income from operations	\$ 2,416	\$ 5,227
Items not affecting cash:		
Change in unrealized gain (loss)	636	(20)
	<u>3,052</u>	<u>5,207</u>
Changes in non-cash operating accounts:		
Accrued investment income	360	(213)
Other receivables	2	(2)
bcIMC funds management fees payable	1	(2)
Payable for redemption of units	(5,000)	5,000
Mortgage servicing fees payable	(2)	1
Accounts payable	(3)	(11)
	<u>(1,590)</u>	<u>9,980</u>
Cash flows from investing activities		
Repayment of mortgages	32,056	17,121
Advances on mortgages	(6,488)	(25,034)
Proceeds from sale of investments	27,225	26,032
Purchase of investments	(56,003)	(38,729)
	<u>(3,210)</u>	<u>(20,610)</u>
Cash flows from financing activities		
Proceeds from units issued	9,838	25,470
Amounts paid for units redeemed	(5,038)	(14,840)
	<u>4,800</u>	<u>10,630</u>
Net increase (decrease) in cash	-	-
Cash, beginning of year	-	-
Cash, end of year	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments
as at December 31, 2005
(in thousands)**

	Cost	Fair Value	% of Fair Value
Private Equity Investments			
Canadian Common Stock	\$ 40,248	\$ 39,657	58.0%
Units in Limited Partnership	768	662	1.0%
Units in Property Trust	10,000	10,000	14.6%
	<u>51,016</u>	<u>50,319</u>	<u>73.6%</u>
Mortgages	16,940	17,520	25.6%
(Schedule One)	67,956	67,839	99.2%
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	546	546	0.8%
Total Investments	<u>\$ 68,502</u>	<u>\$ 68,385</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Equity Investments and Mortgages
as at December 31, 2005
(in thousands)**

The following schedule provides additional information on the mortgages held in the Specialty Mortgage Fund directly and through the private equity investments. The remaining fair value in the private equity investments relates to money market investments and investment related receivables and payables.

	Fair Value	Weighted Average Term to Maturity
Mortgage Sector		
Retail	\$ 1,326	4.8 years
Office	15,725	2.2 years
Residential	32,872	3.6 years
Other	15,889	3.6 years
Total Mortgages	<u>65,812</u>	
Other Assets and Liabilities	2,573	
	<u>68,385</u>	

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

PRIVATE PLACEMENT FUND 1995

Consolidated Statement of Net Assets

as at December 31

(in thousands except number of units outstanding)

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 22,222	\$ 36,651
Cash	-	723
	<u>22,222</u>	<u>37,374</u>
Liabilities		
bclMC funds management fees payable (note 6)	6	4
Accounts payable	8	13
	<u>14</u>	<u>17</u>
Net assets representing unitholders' equity	<u>\$ 22,208</u>	<u>\$ 37,357</u>
Number of units outstanding (note 11)	9,200	16,368
Net asset value per unit	<u>\$ 2,414</u>	<u>\$ 2,282</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

Consolidated Statement of Operations and Changes in Net Assets

for the years ended December 31

(in thousands)

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 47	\$ 506
Expenses (note 6):		
bclMC funds management fees	38	56
Administrative and professional fees	12	35
	<u>50</u>	<u>91</u>
Net investment income	(3)	415
Net realized gain	3,551 ¹	7,140 ¹
Change in unrealized gain (loss)	<u>(2,427)¹</u>	<u>(5,251)¹</u>
Net income from operations	1,121	2,304
Capital Transactions:		
Amounts paid for units redeemed	<u>(16,270)</u>	<u>(5,800)</u>
Increase (decrease) in net assets	(15,149)	(3,496)
Net assets, beginning of year	<u>37,357</u>	<u>40,853</u>
Net Assets, end of year	<u>\$ 22,208</u>	<u>\$ 37,357</u>

¹ The net realized gain and change in unrealized gain (loss) include the following exchange gains (losses):

\$	(883)	\$	(3,263)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

PRIVATE PLACEMENT FUND 1995

**Consolidated Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Cash flow provided by (used for):		
Cash flows from operating activities		
Net income from operations	\$ 1,121	\$ 2,304
Items not affecting cash:		
Net realized gain	(3,551)	(7,140)
Change in unrealized gain (loss)	2,427	5,251
	<u>(3)</u>	<u>415</u>
Changes in non-cash operating accounts:		
bcIMC funds management fees payable	2	(3)
Accounts payable	(5)	(17)
	<u>(6)</u>	<u>395</u>
Cash flows from investing activities		
Proceeds from sale of investments	37,392	26,853
Purchase of investments	(21,906)	(20,739)
	<u>15,486</u>	<u>6,114</u>
Cash flows from financing activities		
Amounts paid for units redeemed	(16,270)	(5,800)
Net foreign exchange gain on foreign denominated monetary balances and foreign currency contracts	<u>67</u>	<u>14</u>
Net increase (decrease) in cash	(723)	723
Cash, beginning of year	<u>723</u>	<u>-</u>
Cash, end of year	<u><u>\$ -</u></u>	<u><u>\$ 723</u></u>

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Private Equity Investments			
Canadian	\$ 1,483	\$ 127	0.6%
Non-Canadian	33,825	20,066	90.2%
	<u>35,308</u>	<u>20,193</u>	<u>90.8%</u>
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST1	79	79	0.4%
Fund ST3	1,970	1,950	8.8%
	<u>2,049</u>	<u>2,029</u>	<u>9.2%</u>
Total Investments	<u><u>\$ 37,357</u></u>	<u><u>\$ 22,222</u></u>	<u><u>100.0%</u></u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

PRIVATE PLACEMENT FUND 1996

Consolidated Statement of Net Assets

as at December 31

(in thousands except number of units outstanding)

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 24,232	\$ 40,468
Cash	216	-
Accounts receivable	419	-
Other assets	7	-
	<u>24,874</u>	<u>40,468</u>
Liabilities		
bclMC funds management fees payable (note 6)	12	10
External management fees payable	39	46
Accounts payable	<u>32</u>	<u>13</u>
	<u>83</u>	<u>69</u>
Net assets representing unitholders' equity	<u>\$ 24,791</u>	<u>\$ 40,399</u>
Number of units outstanding (note 11)	7.838	11.564
Net asset value per unit	<u>\$ 3,163</u>	<u>\$ 3,494</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

Consolidated Statement of Operations and Changes in Net Assets

for the years ended December 31

(in thousands)

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 623	\$ 3,227
Expenses (note 6):		
bclMC funds management fees	76	123
External management fees	278	201
Administrative and professional fees	<u>60</u>	<u>40</u>
	<u>414</u>	<u>364</u>
Net investment income	209	2,863
Net realized gain	2,000 ¹	24,086 ¹
Change in unrealized gain (loss)	<u>(5,443)¹</u>	<u>(21,999)¹</u>
Net income (loss) from operations	(3,234)	4,950
Capital Transactions:		
Proceeds from units issued	40	-
Amounts paid for units redeemed	<u>(12,414)</u>	<u>(29,600)</u>
	<u>(12,374)</u>	<u>(29,600)</u>
Increase (decrease) in net assets	(15,608)	(24,650)
Net assets, beginning of year	<u>40,399</u>	<u>65,049</u>
Net Assets, end of year	<u>\$ 24,791</u>	<u>\$ 40,399</u>

¹ The net realized gain and change in unrealized gain (loss) include the following exchange gains (losses):

\$	(876)	\$	(1,654)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

PRIVATE PLACEMENT FUND 1996

**Consolidated Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Cash flow provided by (used for):		
Cash flows from operating activities		
Net income (loss) from operations	\$ (3,234)	\$ 4,950
Items not affecting cash:		
Net realized gain	(2,000)	(24,086)
Change in unrealized gain (loss)	5,443	21,999
	<u>209</u>	<u>2,863</u>
Changes in non-cash operating accounts:		
Accounts receivable	(204)	-
Other assets	6	-
bclMC funds management fees payable	2	(1)
External management fees payable	(7)	(11)
Accounts payable	(9)	(18)
	<u>(3)</u>	<u>2,833</u>
Cash flows from investing activities		
Proceeds from sale of investments	27,307	63,602
Purchase of investments	(14,991)	(37,292)
	<u>12,316</u>	<u>26,310</u>
Cash flows from financing activities		
Proceeds from units issued	40	-
Amounts paid for units redeemed	(12,414)	(29,600)
	<u>(12,374)</u>	<u>(29,600)</u>
Net foreign exchange gain on foreign denominated monetary balances and foreign currency contracts	<u>22</u>	<u>457</u>
Net increase (decrease) in cash	(39)	-
Cash, beginning of year, as previously reported	-	-
Change in cash, beginning of year, due to change in accounting policy (note 3)	<u>255</u>	<u>-</u>
Cash, end of year	<u>\$ 216</u>	<u>\$ -</u>

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Private Equity Investments			
Canadian	\$ 19,603	\$ 5,929	24.4%
Non-Canadian	20,164	12,761	52.7%
	<u>39,767</u>	<u>18,690</u>	<u>77.1%</u>
Public Equity Investments			
Canadian	<u>6,489</u>	<u>4,184</u>	<u>17.3%</u>
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST1	1,178	1,178	4.9%
Fund ST3	198	180	0.7%
	<u>1,376</u>	<u>1,358</u>	<u>5.6%</u>
Total Investments	<u>\$ 47,632</u>	<u>\$ 24,232</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

PRIVATE PLACEMENT FUND 1997

**Consolidated Statement of Net Assets
as at December 31
(in thousands except number of units outstanding)**

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 197,963	\$ 291,720
Cash	-	4,504
Accrued investment income	-	262
Withholding taxes receivable	<u>2</u>	<u>229</u>
	<u>197,965</u>	<u>296,715</u>
Liabilities		
bclMC funds management fees payable (note 6)	45	24
External management fees payable	53	39
Accounts payable	<u>36</u>	<u>23</u>
	<u>134</u>	<u>86</u>
Net assets representing unitholders' equity	<u>\$ 197,831</u>	<u>\$ 296,629</u>
Number of units outstanding (note 11)	135,555	225,353
Net asset value per unit	<u>\$ 1,459</u>	<u>\$ 1,316</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Consolidated Statement of Operations and Changes in Net Assets
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 625	\$ 5,540
Expenses (note 6):		
bclMC funds management fees	285	316
External management fees	199	241
Custodial fees	1	1
Administrative and professional fees	<u>76</u>	<u>42</u>
	<u>561</u>	<u>600</u>
Net investment income	64	4,940
Net realized gain	55,312 ¹	46,673 ¹
Change in unrealized gain (loss)	<u>(37,963)¹</u>	<u>(19,918)¹</u>
Net income from operations	17,413	31,695
Capital Transactions:		
Proceeds from units issued	4,585	7,490
Amounts paid for units redeemed	<u>(120,796)</u>	<u>(81,800)</u>
	<u>(116,211)</u>	<u>(74,310)</u>
Increase (decrease) in net assets	(98,798)	(42,615)
Net assets, beginning of year	<u>296,629</u>	<u>339,244</u>
Net Assets, end of year	<u>\$ 197,831</u>	<u>\$ 296,629</u>

¹ The net realized gain and change in unrealized gain (loss) include the following exchange gains (losses):

\$	(12,852)	\$	(20,650)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

PRIVATE PLACEMENT FUND 1997

**Consolidated Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Cash flow provided by (used for):		
Cash flows from operating activities		
Net income from operations	\$ 17,413	\$ 31,695
Items not affecting cash:		
Net realized gain	(55,312)	(46,673)
Change in unrealized gain (loss)	37,963	19,918
	<u>64</u>	<u>4,940</u>
Changes in non-cash operating accounts:		
Accrued investment income	262	(84)
Withholding taxes receivable	227	(229)
bcIMC funds management fees payable	21	(7)
External management fees payable	14	(92)
Accounts payable	13	(35)
	<u>601</u>	<u>4,493</u>
Cash flows from investing activities		
Proceeds from sale of investments	312,966	218,344
Purchase of investments	(204,258)	(143,760)
	<u>108,708</u>	<u>74,584</u>
Cash flows from financing activities		
Proceeds from units issued	4,585	7,490
Amounts paid for units redeemed	(120,796)	(81,800)
	<u>(116,211)</u>	<u>(74,310)</u>
Net foreign exchange gain (loss) on foreign denominated monetary balances and foreign currency contracts	<u>2,398</u>	<u>(263)</u>
Net increase (decrease) in cash	(4,504)	4,504
Cash, beginning of year	<u>4,504</u>	<u>-</u>
Cash, end of year	<u>\$ -</u>	<u>\$ 4,504</u>

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Private Equity Investments			
Canadian	\$ 61,241	\$ 21,178	10.7%
Non-Canadian	284,928	160,841	81.3%
	<u>346,169</u>	<u>182,019</u>	<u>92.0%</u>
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST1	4,775	4,775	2.4%
Fund ST3	11,166	11,169	5.6%
	<u>15,941</u>	<u>15,944</u>	<u>8.0%</u>
Total Investments	<u>\$ 362,110</u>	<u>\$ 197,963</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

PRIVATE PLACEMENT FUND 1998

Consolidated Statement of Net Assets

as at December 31

(in thousands except number of units outstanding)

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 153,082	\$ 158,658
Cash	2,352	-
Receivable from sale of investments	534	6,890
Accounts receivable	558	-
Accrued investment income	189	-
	<u>156,715</u>	<u>165,548</u>
Liabilities		
bclMC funds management fees payable (note 6)	39	19
Accounts payable	370	23
Non-controlling interest (note 3)	8,355	-
	<u>8,764</u>	<u>42</u>
Net assets representing unitholders' equity	<u>\$ 147,951</u>	<u>\$ 165,506</u>
Number of units outstanding (note 11)	129.713	150.609
Net asset value per unit	<u>\$ 1,141</u>	<u>\$ 1,099</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

Consolidated Statement of Operations and Changes in Net Assets

for the years ended December 31

(in thousands)

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 8,692	\$ 10,698
Expenses (note 6):		
bclMC funds management fees	257	230
External management fees	1,206	-
Custodial fees	-	1
Administrative and professional fees	655	55
	<u>2,118</u>	<u>286</u>
Net investment income	6,574	10,412
Net realized gain	7,039 ¹	7,618 ¹
Change in unrealized gain (loss)	<u>(5,994)¹</u>	<u>(18,933)¹</u>
Net income from operations before non-controlling interest	7,619	(903)
Non-controlling interest (note 3)	<u>(1,786)</u>	<u>-</u>
Net income (loss) from operations	5,833	(903)
Capital Transactions:		
Proceeds from units issued	2,663	3,974
Amounts paid for units redeemed	<u>(26,051)</u>	<u>(30,800)</u>
	<u>(23,388)</u>	<u>(26,826)</u>
Increase (decrease) in net assets	(17,555)	(27,729)
Net assets, beginning of year	<u>165,506</u>	<u>193,235</u>
Net Assets, end of year	<u>\$ 147,951</u>	<u>\$ 165,506</u>

¹ The net realized gain and change in unrealized gain (loss) include the following exchange gains (losses):

\$ (2,954)	\$ (1,188)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

PRIVATE PLACEMENT FUND 1998

**Consolidated Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Cash flow provided by (used for):		
Cash flows from operating activities		
Net income (loss) from operations	\$ 5,833	\$ (903)
Items not affecting cash:		
Net realized gain	(7,039)	(7,618)
Change in unrealized gain (loss)	5,994	18,933
	<u>4,788</u>	<u>10,412</u>
Changes in non-cash operating accounts:		
Receivable from sale of investments	6,356	(6,890)
Accounts receivable	(514)	-
Accrued investment income	1,296	-
bclMC funds management fees payable	20	1
Accounts payable	(381)	(34)
Non-controlling interest (note 3)	1,940	-
	<u>13,505</u>	<u>3,489</u>
Cash flows from investing activities		
Proceeds from sale of investments	50,129	68,365
Purchase of investments	(41,586)	(45,030)
	<u>8,543</u>	<u>23,335</u>
Cash flows from financing activities		
Proceeds from units issued	2,663	3,974
Amounts paid for units redeemed	(26,051)	(30,800)
	<u>(23,388)</u>	<u>(26,826)</u>
Net foreign exchange gain on foreign denominated monetary balances and foreign currency contracts	<u>288</u>	<u>2</u>
Net increase (decrease) in cash	(1,052)	-
Cash, beginning of year, as previously reported	-	-
Change in cash, beginning of year, due to change in accounting policy (note 3)	<u>3,404</u>	-
Cash, end of year	<u>\$ 2,352</u>	<u>\$ -</u>

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Private Equity Investments			
Canadian	\$ 108,420	\$ 95,921	62.7%
Non-Canadian	71,267	48,756	31.8%
	<u>179,687</u>	<u>144,677</u>	<u>94.5%</u>
Public Equity Investments			
Canadian	10,816	6,973	4.6%
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST1	1,217	1,217	0.8%
Fund ST3	272	215	0.1%
	<u>1,489</u>	<u>1,432</u>	<u>0.9%</u>
Total Investments	<u>\$ 191,992</u>	<u>\$ 153,082</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

PRIVATE PLACEMENT FUND 1999

Consolidated Statement of Net Assets

as at December 31

(in thousands except number of units outstanding)

	2005	2004
Assets		
Investments at fair value	\$ 175,461	\$ 161,063
Cash	6,160	355
Receivable from sale of investments	-	114
Accounts receivable	665	-
Accrued investment income	77	-
	<u>182,363</u>	<u>161,532</u>
Liabilities		
bclMC funds management fees payable (note 6)	39	23
Accounts payable	180	328
Non-controlling interest (note 3)	7,694	-
	<u>7,913</u>	<u>351</u>
Net assets representing unitholders' equity	<u>\$ 174,450</u>	<u>\$ 161,181</u>
Number of units outstanding (note 11)	286.029	301.419
Net asset value per unit	<u>\$ 610</u>	<u>\$ 535</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

Consolidated Statement of Operations and Changes in Net Assets

for the years ended December 31

(in thousands)

	2005	2004
Investment Income	\$ 2,265	\$ 1,606
Expenses (note 6):		
bclMC funds management fees	248	295
External management fees	110	-
Administrative and professional fees	932	239
	<u>1,290</u>	<u>534</u>
Net investment income	975	1,072
Net realized gain	11,662 ¹	4,363 ¹
Change in unrealized gain (loss)	10,826 ¹	(2,409) ¹
Net income from operations before non-controlling interest	23,463	3,026
Non-controlling interest (note 3)	(1,999)	-
Net income from operations	21,464	3,026
Capital Transactions:		
Proceeds from units issued	6,069	4,888
Amounts paid for units redeemed	(14,264)	(15,500)
	<u>(8,195)</u>	<u>(10,612)</u>
Increase (decrease) in net assets	13,269	(7,586)
Net assets, beginning of year	161,181	168,767
Net Assets, end of year	<u>\$ 174,450</u>	<u>\$ 161,181</u>

¹ The net realized gain and change in unrealized gain (loss) include the following exchange gains (losses):

\$	(6,332)	\$	(11,404)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

PRIVATE PLACEMENT FUND 1999

**Consolidated Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Cash flow provided by (used for):		
Cash flows from operating activities		
Net income from operations	\$ 21,464	\$ 3,026
Items not affecting cash:		
Net realized gain	(11,662)	(4,363)
Change in unrealized gain (loss)	(10,826)	2,409
	<u>(1,024)</u>	<u>1,072</u>
Changes in non-cash operating accounts:		
Accounts receivable	(551)	134
Accrued investment income	(77)	-
bclMC funds management fees payable	16	(1)
Accounts payable	(211)	126
Non-controlling interest	1,976	-
	<u>129</u>	<u>1,331</u>
Cash flows from investing activities		
Proceeds from sale of investments	56,951	60,542
Purchase of investments	(45,231)	(55,181)
	<u>11,720</u>	<u>5,361</u>
Cash flows from financing activities		
Proceeds from units issued	6,069	4,888
Amounts paid for units redeemed	(14,264)	(15,500)
	<u>(8,195)</u>	<u>(10,612)</u>
Net foreign exchange loss on foreign denominated monetary balances and foreign currency contracts	<u>(11)</u>	<u>(98)</u>
Net increase (decrease) in cash	3,643	(4,018)
Cash, beginning of year, as previously reported	355	4,373
Change in cash, beginning of year, due to change in accounting policy (note 3)	<u>2,162</u>	<u>-</u>
Cash, end of year	<u>\$ 6,160</u>	<u>\$ 355</u>

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Private Equity Investments			
Canadian	\$ 16,932	\$ 24,205	13.8%
Non-Canadian	292,742	148,280	84.5%
	<u>309,674</u>	<u>172,485</u>	<u>98.3%</u>
Public Equity Investments			
Canadian	<u>378</u>	<u>-</u>	<u>0.0%</u>
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST1	726	726	0.4%
Fund ST3	2,266	2,250	1.3%
	<u>2,992</u>	<u>2,976</u>	<u>1.7%</u>
Total Investments	<u>\$ 313,044</u>	<u>\$ 175,461</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

PRIVATE PLACEMENT FUND 1999A

**Consolidated Statement of Net Assets
as at December 31
(in thousands except number of units outstanding)**

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 52,019	\$ 69,421
Cash	648	-
Accounts receivable	1	-
Receivable from sale of investments	42	4
	<u>52,710</u>	<u>69,425</u>
Liabilities		
bclMC funds management fees payable (note 6)	20	15
Accounts payable	161	31
Non-controlling interest (note 3)	952	-
	<u>1,133</u>	<u>46</u>
Net assets representing unitholders' equity	<u>\$ 51,577</u>	<u>\$ 69,379</u>
Number of units outstanding (note 11)	30.072	42.039
Net asset value per unit	<u>\$ 1,715</u>	<u>\$ 1,650</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Consolidated Statement of Operations and Changes in Net Assets
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 554	\$ 1,333
Expenses (note 6):		
bclMC funds management fees	123	183
External management fees	530	-
Custodial fees	1	1
Administrative and professional fees	27	120
	<u>681</u>	<u>304</u>
Net investment income	(127)	1,029
Net realized gain	1,257 ¹	20,171 ¹
Change in unrealized gain (loss)	<u>(1,689)¹</u>	<u>(10,224)¹</u>
Net income from operations before non-controlling interest	(559)	10,976
Non-controlling interest (note 3)	1,872	-
Net income from operations	1,313	10,976
Capital Transactions:		
Proceeds from units issued	1,395	2,158
Amounts paid for units redeemed	(20,510)	(36,900)
	<u>(19,115)</u>	<u>(34,742)</u>
Increase (decrease) in net assets	(17,802)	(23,766)
Net assets, beginning of year	69,379	93,145
Net Assets, end of year	<u>\$ 51,577</u>	<u>\$ 69,379</u>

¹ The net realized gain and change in unrealized gain (loss) include the following exchange gains (losses):

\$	(3,698)	\$	(5,675)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

PRIVATE PLACEMENT FUND 1999A

**Consolidated Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Cash flow provided by (used for):		
Cash flows from operating activities		
Net income from operations	\$ 1,313	\$ 10,976
Items not affecting cash:		
Net realized gain	(1,257)	(20,171)
Change in unrealized gain (loss)	1,689	10,224
	<u>1,745</u>	<u>1,029</u>
Changes in non-cash operating accounts:		
Accounts receivable	7	-
Receivable from sale of investments	(38)	(4)
bcIMC funds management fees payable	5	2
Accounts payable	(2,692)	(36)
Non-controlling interest	902	-
	<u>(71)</u>	<u>991</u>
Cash flows from investing activities		
Proceeds from sale of investments	47,097	98,481
Purchase of investments	(29,537)	(66,305)
	<u>17,560</u>	<u>32,176</u>
Cash flows from financing activities		
Proceeds from units issued	1,395	2,158
Amounts paid for units redeemed	(20,510)	(36,900)
	<u>(19,115)</u>	<u>(34,742)</u>
Net foreign exchange gain (loss) on foreign denominated monetary balances and foreign currency contracts	<u>(59)</u>	<u>847</u>
Net increase (decrease) in cash	(1,685)	(728)
Cash, beginning of year, as previously reported	-	728
Change in cash, beginning of year, due to change in accounting policy (note 3)	<u>2,333</u>	<u>-</u>
Cash, end of year	\$ 648	\$ -

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Private Equity Investments			
Canadian	\$ 18,255	\$ 7,020	13.5%
Non-Canadian	64,512	44,018	84.6%
	<u>82,767</u>	<u>51,038</u>	<u>98.1%</u>
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST1	58	59	0.1%
Fund ST3	941	922	1.8%
	<u>999</u>	<u>981</u>	<u>1.9%</u>
Total Investments	\$ 83,766	\$ 52,019	100.0%

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

2000 PRIVATE PLACEMENT FUND

Consolidated Statement of Net Assets

as at December 31

(in thousands except number of units outstanding)

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 204,109	\$ 186,115
Cash	202	-
Accounts receivable	177	-
Accrued investment income	29	15
Other assets	132	-
	<u>204,649</u>	<u>186,130</u>
Liabilities		
bclMC funds management fees payable (note 6)	31	23
Accounts payable	94	43
Non-controlling interest	19,562	-
	<u>19,687</u>	<u>66</u>
Net assets representing unitholders' equity	<u>\$ 184,962</u>	<u>\$ 186,064</u>
Number of units outstanding (note 11)	240.137	245.311
Net asset value per unit	<u>\$ 770</u>	<u>\$ 758</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

Consolidated Statement of Operations and Changes in Net Assets

for the years ended December 31

(in thousands)

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 1,121	\$ 2,092
Expenses (note 6):		
bclMC funds management fees	212	319
External management fees	303	-
Custodial fees	-	1
Administrative and professional fees	292	200
	<u>807</u>	<u>520</u>
Net investment income	314	1,572
Net realized gain	5,049 ¹	13,179 ¹
Change in unrealized gain (loss)	<u>(3,293)¹</u>	<u>(54,859)¹</u>
Net income from operations before non-controlling interest	2,070	(40,108)
Non-controlling interest (note 3)	439	-
Net income (loss) from operations	2,509	(40,108)
Capital Transactions:		
Proceeds from units issued	15,883	236,972
Amounts paid for units redeemed	<u>(19,494)</u>	<u>(10,800)</u>
	<u>(3,611)</u>	<u>226,172</u>
Increase (decrease) in net assets	(1,102)	186,064
Net assets, beginning of year	<u>186,064</u>	<u>-</u>
Net Assets, end of year	<u>\$ 184,962</u>	<u>\$ 186,064</u>

¹ The net realized gain and change in unrealized gain (loss) include the following exchange gains (losses):

\$	(11,634)	\$	(7,661)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

2000 PRIVATE PLACEMENT FUND

**Consolidated Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Cash flow provided by (used for):		
Cash flows from operating activities		
Net income (loss) from operations	\$ 2,509	\$ (40,108)
Items not affecting cash:		
Net realized gain	(5,049)	(13,179)
Change in unrealized gain (loss)	3,293	54,859
	<u>753</u>	<u>1,572</u>
Changes in non-cash operating accounts:		
Accounts receivable	(35)	-
Accrued investment income	(2)	(15)
Other Assets	(132)	-
bcIMC funds management fees payable	8	23
Accounts payable	26	43
Non-controlling interest	1,330	-
	<u>1,948</u>	<u>1,623</u>
Cash flows from investing activities		
Proceeds from sale of investments	69,451	76,316
Purchase of investments	(68,066)	(303,981)
	<u>1,385</u>	<u>(227,665)</u>
Cash flows from financing activities		
Proceeds from units issued	15,883	236,972
Amounts paid for units redeemed	(19,494)	(10,800)
	<u>(3,611)</u>	<u>226,172</u>
Net foreign exchange gain (loss) on foreign denominated monetary balances and foreign currency contracts	<u>122</u>	<u>(130)</u>
Net increase (decrease) in cash	(156)	-
Cash, beginning of year, as previously reported	-	-
Change in cash, beginning of year, due to change in accounting policy (note 3)	<u>358</u>	<u>-</u>
Cash, end of year	<u>\$ 202</u>	<u>\$ -</u>

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Private Equity Investments			
Canadian	\$ 60,743	\$ 65,947	32.3%
Non-Canadian	200,253	135,164	66.2%
	<u>260,996</u>	<u>201,111</u>	<u>98.5%</u>
Public Equity Investments			
Canadian	<u>378</u>	<u>262</u>	<u>0.1%</u>
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST1	1,169	1,168	0.6%
Fund ST3	1,593	1,568	0.8%
	<u>2,762</u>	<u>2,736</u>	<u>1.4%</u>
Total Investments	<u>\$ 264,136</u>	<u>\$ 204,109</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

2001 PRIVATE PLACEMENT FUND

Consolidated Statement of Net Assets

as at December 31

(in thousands except number of units outstanding)

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 88,612	\$ 73,580
Prepaid expenses	90	-
	<u>88,702</u>	<u>73,580</u>
Liabilities		
bclMC funds management fees payable (note 6)	11	13
Accounts payable	7	28
	<u>18</u>	<u>41</u>
Net assets representing unitholders' equity	<u>\$ 88,684</u>	<u>\$ 73,539</u>
Number of units outstanding (note 11)	62.850	75.902
Net asset value per unit	<u>\$ 1,411</u>	<u>\$ 969</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

Consolidated Statement of Operations and Changes in Net Assets

for the years ended December 31

(in thousands)

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 65	\$ 42
Expenses (note 6):		
bclMC funds management fees	53	136
Administrative and professional fees	16	119
	<u>69</u>	<u>255</u>
Net investment income	(4)	(213)
Net realized gain	19,900 ¹	132 ¹
Change in unrealized gain (loss)	<u>7,848¹</u>	<u>5,450¹</u>
Net income from operations	27,744	5,369
Capital Transactions:		
Proceeds from units issued	8,075	68,170
Amounts paid for units redeemed	<u>(20,674)</u>	<u>-</u>
	<u>(12,599)</u>	<u>68,170</u>
Increase in net assets	15,145	73,539
Net assets, beginning of year	<u>73,539</u>	<u>-</u>
Net Assets, end of year	<u>\$ 88,684</u>	<u>\$ 73,539</u>

¹ The net realized gain and change in unrealized gain (loss) include the following exchange gains (losses):

\$	(7,109)	\$	(12,411)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

2001 PRIVATE PLACEMENT FUND

**Consolidated Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Cash flow provided by (used for):		
Cash flows from operating activities		
Net income from operations	\$ 27,744	\$ 5,369
Items not affecting cash:		
Net realized gain	(19,900)	(132)
Change in unrealized gain (loss)	(7,848)	(5,450)
	<u>(4)</u>	<u>(213)</u>
Changes in non-cash operating accounts:		
Prepaid expenses	(90)	-
bcIMC funds management fees payable	(2)	13
Accounts payable	(21)	28
	<u>(117)</u>	<u>(172)</u>
Cash flows from investing activities		
Proceeds from sale of investments	88,255	9,699
Purchase of investments	(75,574)	(77,655)
	<u>12,681</u>	<u>(67,956)</u>
Cash flows from financing activities		
Proceeds from units issued	8,075	68,170
Amounts paid for units redeemed	(20,674)	-
	<u>(12,599)</u>	<u>68,170</u>
Net foreign exchange gain (loss) on foreign denominated monetary balances and foreign currency contracts	<u>35</u>	<u>(42)</u>
Net increase (decrease) in cash	-	-
Cash, beginning of year	-	-
Cash, end of year	<u>\$ -</u>	<u>\$ -</u>

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Private Equity Investments			
Non-Canadian	\$ 67,686	\$ 80,996	91.4%
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST1	61	61	0.1%
Fund ST3	7,567	7,555	8.5%
	<u>7,628</u>	<u>7,616</u>	<u>8.6%</u>
Total Investments	<u>\$ 75,314</u>	<u>\$ 88,612</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

2002 PRIVATE PLACEMENT FUND

**Consolidated Statement of Net Assets
as at December 31
(in thousands except number of units outstanding)**

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 115,074	\$ 81,380
Accrued investment income	1,411	879
Prepaid expenses	64	-
	<u>116,549</u>	<u>82,259</u>
Liabilities		
bclMC funds management fees payable (note 6)	11	14
Accounts payable	8	19
	<u>19</u>	<u>33</u>
Net assets representing unitholders' equity	<u>\$ 116,530</u>	<u>\$ 82,226</u>
Number of units outstanding (note 11)	78.111	62.740
Net asset value per unit	<u>\$ 1,492</u>	<u>\$ 1,311</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Consolidated Statement of Operations and Changes in Net Assets
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 4,398	\$ 2,881
Expenses (note 6):		
bclMC funds management fees	64	153
Administrative and professional fees	26	76
	<u>90</u>	<u>229</u>
Net investment income	4,308	2,652
Net realized gain	11,102 ¹	4,246 ¹
Change in unrealized gain (loss)	<u>(975)¹</u>	<u>7,941¹</u>
Net income from operations	14,435	14,839
Capital Transactions:		
Proceeds from units issued	45,491	71,624
Amounts paid for units redeemed	<u>(25,622)</u>	<u>(4,237)</u>
	<u>19,869</u>	<u>67,387</u>
Increase (decrease) in net assets	34,304	82,226
Net assets, beginning of year	<u>82,226</u>	<u>-</u>
Net Assets, end of year	<u>\$ 116,530</u>	<u>\$ 82,226</u>

¹ The net realized gain and change in unrealized gain (loss) include the following exchange gains (losses):

\$	(6,748)	\$	1,321
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

2002 PRIVATE PLACEMENT FUND

**Consolidated Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Cash flow provided by (used for):		
Cash flows from operating activities		
Net income from operations	\$ 14,435	\$ 14,839
Items not affecting cash:		
Net realized gain	(11,102)	(4,246)
Change in unrealized gain (loss)	975	(7,941)
	<u>4,308</u>	<u>2,652</u>
Changes in non-cash operating accounts:		
Accrued investment income	(532)	(879)
Prepaid expenses	(64)	-
bcIMC funds management fees payable	(3)	14
Accounts payable	(11)	19
	<u>3,698</u>	<u>1,806</u>
Cash flows from investing activities		
Proceeds from sale of investments	63,871	21,191
Purchase of investments	(87,537)	(90,467)
	<u>(23,666)</u>	<u>(69,276)</u>
Cash flows from financing activities		
Proceeds from units issued	45,491	71,624
Amounts paid for units redeemed	(25,622)	(4,237)
	<u>19,869</u>	<u>67,387</u>
Net foreign exchange gain on foreign denominated monetary balances and foreign currency contracts	<u>99</u>	<u>83</u>
Net increase (decrease) in cash	-	-
Cash, beginning of year	-	-
Cash, end of year	<u>\$ -</u>	<u>\$ -</u>

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Private Equity Investments			
Canadian	\$ 65,331	\$ 69,240	60.2%
Non-Canadian	42,111	45,170	39.4%
	<u>107,442</u>	<u>114,410</u>	<u>99.6%</u>
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST1	56	56	0.0%
Fund ST3	610	608	0.5%
	<u>666</u>	<u>664</u>	<u>0.5%</u>
Total Investments	<u>\$ 108,108</u>	<u>\$ 115,074</u>	<u>100.1%</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

2003 PRIVATE PLACEMENT FUND

Consolidated Statement of Net Assets

as at December 31

(in thousands except number of units outstanding)

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 84,060	\$ 38,802
Accrued investment income	25	-
Prepaid expenses	24	-
	<u>84,109</u>	<u>38,802</u>
Liabilities		
bclMC funds management fees payable (note 6)	12	14
Payable for purchase of investments	-	448
Accounts payable	8	17
	<u>20</u>	<u>479</u>
Net assets representing unitholders' equity	<u>\$ 84,089</u>	<u>\$ 38,323</u>
Number of units outstanding (note 11)	135.664	73.428
Net asset value per unit	<u>\$ 620</u>	<u>\$ 522</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

Consolidated Statement of Operations and Changes in Net Assets

for the years ended December 31

(in thousands)

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 1,732	\$ 263
Expenses (note 6):		
bclMC funds management fees	108	221
Administrative and professional fees	10	42
	<u>118</u>	<u>263</u>
Net investment income	1,614	-
Net realized gain (loss)	(243) ¹	(28) ¹
Change in unrealized gain (loss)	11,238 ¹	(5,591) ¹
Net income (loss) from operations	12,609	(5,619)
Capital Transactions:		
Proceeds from units issued	33,679	44,188
Amounts paid for units redeemed	(522)	(246)
	<u>33,157</u>	<u>43,942</u>
Increase in net assets	45,766	38,323
Net assets, beginning of year	<u>38,323</u>	-
Net Assets, end of year	<u>\$ 84,089</u>	<u>\$ 38,323</u>

¹ The net realized gain (loss) and change in unrealized gain (loss) include the following exchange gains (losses):

\$	(1,016)	\$	(827)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

2003 PRIVATE PLACEMENT FUND

**Consolidated Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Cash flow provided by (used for):		
Cash flows from operating activities		
Net income (loss) from operations	\$ 12,609	\$ (5,619)
Items not affecting cash:		
Net realized gain (loss)	243	28
Change in unrealized gain (loss)	(11,238)	5,591
	<u>1,614</u>	<u>-</u>
Changes in non-cash operating accounts:		
Accrued investment income	(25)	-
Prepaid expenses	(24)	-
bcIMC funds management fees payable	(2)	14
Payable for purchase of investments	(448)	448
Accounts payable	(9)	17
	<u>1,106</u>	<u>479</u>
Cash flows from investing activities		
Proceeds from sale of investments	8,863	1,783
Purchase of investments	(43,124)	(46,212)
	<u>(34,261)</u>	<u>(44,429)</u>
Cash flows from financing activities		
Proceeds from units issued	33,679	44,188
Amounts paid for units redeemed	(522)	(246)
	<u>33,157</u>	<u>43,942</u>
Net foreign exchange gain (loss) on foreign denominated monetary balances and foreign currency contracts	<u>(2)</u>	<u>8</u>
Net increase (decrease) in cash	<u>-</u>	<u>-</u>
Cash, beginning of year	<u>-</u>	<u>-</u>
Cash, end of year	<u>\$ -</u>	<u>\$ -</u>

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Private Equity Investments			
Canadian	\$ 53,176	\$ 56,322	67.0%
Non-Canadian	24,903	27,407	32.6%
	<u>78,079</u>	<u>83,729</u>	<u>99.6%</u>
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST1	280	280	0.3%
Fund ST3	54	51	0.1%
	<u>334</u>	<u>331</u>	<u>0.4%</u>
Total Investments	<u>\$ 78,413</u>	<u>\$ 84,060</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

2003A PRIVATE PLACEMENT FUND

**Consolidated Statement of Net Assets
as at December 31
(in thousands except number of units outstanding)**

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 41,223	\$ 23,320
Prepaid expenses	5	-
	<u>41,228</u>	<u>23,320</u>
Liabilities		
bclMC funds management fees payable (note 6)	-	6
Accounts payable	7	12
	<u>7</u>	<u>18</u>
Net assets representing unitholders' equity	<u>\$ 41,221</u>	<u>\$ 23,302</u>
Number of units outstanding (note 11)	31.516	23.004
Net asset value per unit	<u>\$ 1,308</u>	<u>\$ 1,013</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Consolidated Statement of Operations and Changes in Net Assets
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 1	\$ 1
Expenses (note 6):		
bclMC funds management fees	43	100
Administrative and professional fees	5	39
	<u>48</u>	<u>139</u>
Net investment income	(47)	(138)
Change in unrealized gain (loss)	9,642	665
Net income from operations	9,595	527
Capital Transactions:		
Proceeds from units issued	8,324	23,033
Amounts paid for units redeemed	-	(258)
	<u>8,324</u>	<u>22,775</u>
Increase in net assets	17,919	23,302
Net assets, beginning of year	23,302	-
Net Assets, end of year	<u>\$ 41,221</u>	<u>\$ 23,302</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

2003A PRIVATE PLACEMENT FUND

**Consolidated Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Cash flow provided by (used for):		
Cash flows from operating activities		
Net income from operations	\$ 9,595	\$ 527
Items not affecting cash:		
Change in unrealized gain (loss)	<u>(9,642)</u>	<u>(665)</u>
	(47)	(138)
Changes in non-cash operating accounts:		
Prepaid expenses	(5)	-
bcIMC funds management fees payable	(6)	6
Accounts payable	<u>(5)</u>	<u>12</u>
	<u>(63)</u>	<u>(120)</u>
Cash flows from investing activities		
Proceeds from sale of investments	61	178
Purchase of investments	<u>(8,322)</u>	<u>(22,833)</u>
	<u>(8,261)</u>	<u>(22,655)</u>
Cash flows from financing activities		
Proceeds from units issued	8,324	23,033
Amounts paid for units redeemed	-	(258)
	<u>8,324</u>	<u>22,775</u>
Net increase (decrease) in cash	-	-
Cash, beginning of year	-	-
Cash, end of year	<u>\$ -</u>	<u>\$ -</u>

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Private Equity Investments			
Canadian	\$ 30,894	\$ 41,200	99.9%
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	<u>23</u>	<u>23</u>	0.1%
Total Investments	<u>\$ 30,917</u>	<u>\$ 41,223</u>	100.0%

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

2004 PRIVATE PLACEMENT FUND

**Consolidated Statement of Net Assets
as at December 31
(in thousands except number of units outstanding)**

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 95,167	\$ 24,904
Prepaid expenses	21	-
	<u>95,188</u>	<u>24,904</u>
Liabilities		
bclMC funds management fees payable (note 6)	23	15
Accounts payable	18	98
	<u>41</u>	<u>113</u>
Net assets representing unitholders' equity	<u>\$ 95,147</u>	<u>\$ 24,791</u>
Number of units outstanding (note 11)	112.898	30.085
Net asset value per unit	<u>\$ 843</u>	<u>\$ 824</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Consolidated Statement of Operations and Changes in Net Assets
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 426	\$ 6
Expenses (note 6):		
bclMC funds management fees	174	73
Administrative and professional fees	38	154
	<u>212</u>	<u>227</u>
Net investment income	214	(221)
Net realized gain	315 ¹	81 ¹
Change in unrealized gain (loss)	<u>1,583¹</u>	<u>(4,448)¹</u>
Net income (loss) from operations	2,112	(4,588)
Capital Transactions:		
Proceeds from units issued	70,844	29,379
Amounts paid for units redeemed	(2,600)	-
	<u>68,244</u>	<u>29,379</u>
Increase in net assets	70,356	24,791
Net assets, beginning of year	<u>24,791</u>	-
Net Assets, end of year	<u>\$ 95,147</u>	<u>\$ 24,791</u>

¹ The net realized gain and change in unrealized gain (loss) include the following exchange gains (losses):

\$	(3,214)	\$	(108)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

2004 PRIVATE PLACEMENT FUND

**Consolidated Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Cash flow provided by (used for):		
Cash flows from operating activities		
Net income (loss) from operations	\$ 2,112	\$ (4,588)
Items not affecting cash:		
Net realized gain	(315)	(81)
Change in unrealized gain (loss)	(1,583)	4,448
	<u>214</u>	<u>(221)</u>
Changes in non-cash operating accounts:		
Prepaid expenses	(21)	-
bcIMC funds management fees payable	8	15
Accounts payable	(80)	98
	<u>121</u>	<u>(108)</u>
Cash flows from investing activities		
Proceeds from sale of investments	14,020	1,710
Purchase of investments	(83,844)	(30,936)
	<u>(69,824)</u>	<u>(29,226)</u>
Cash flows from financing activities		
Proceeds from units issued	70,844	29,379
Amounts paid for units redeemed	(2,600)	-
	<u>68,244</u>	<u>29,379</u>
Net foreign exchange gain (loss) on foreign denominated monetary balances and foreign currency contracts	<u>1,459</u>	<u>(45)</u>
Net increase (decrease) in cash	-	-
Cash, beginning of year	-	-
Cash, end of year	<u>\$ -</u>	<u>\$ -</u>

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Private Equity Investments			
Canadian	\$ 26,111	\$ 30,845	32.4%
Non-Canadian	68,641	61,055	64.2%
	<u>94,752</u>	<u>91,900</u>	<u>96.6%</u>
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST1	2,409	2,408	2.5%
Fund ST3	871	859	0.9%
	<u>3,280</u>	<u>3,267</u>	<u>3.4%</u>
Total Investments	<u>\$ 98,032</u>	<u>\$ 95,167</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

2005 PRIVATE PLACEMENT FUND

**Consolidated Statement of Net Assets
as at December 31
(in thousands except number of units outstanding)**

	2005
Assets	
Investments at fair value	\$ 39,064
Prepaid expenses	<u>7</u>
	<u>39,071</u>
Liabilities	
bclMC funds management fees payable (note 6)	25
External management fees payable	75
Accounts payable	<u>8</u>
	<u>108</u>
Net assets representing unitholders' equity	<u><u>\$ 38,963</u></u>
Number of units outstanding (note 11)	121.378
Net asset value per unit	<u><u>\$ 321</u></u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Consolidated Statement of Operations and Changes in Net Assets
for the year ended December 31
(in thousands)**

	2005
Investment Income	<u>\$ 160</u>
Expenses (note 6):	
bclMC funds management fees	129
External management fees	75
Administrative and professional fees	<u>106</u>
	<u>310</u>
Net investment income	(150)
Net realized gain	2,100 ¹
Change in unrealized gain (loss)	<u>(2,331) ¹</u>
Net loss from operations	(381)
Capital Transactions:	
Proceeds from units issued	40,205
Amounts paid for units redeemed	<u>(861)</u>
	<u>39,344</u>
Increase (decrease) in net assets	38,963
Net assets, beginning of year	<u>-</u>
Net Assets, end of year	<u><u>\$ 38,963</u></u>

¹ The net realized gain and change in unrealized gain (loss) include the following exchange gains (losses):

\$ (927)

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

2005 PRIVATE PLACEMENT FUND

**Consolidated Statement of Cash Flows
for the years ended December 31
(in thousands)**

	2005
Cash flow provided by (used for):	
Cash flows from operating activities	
Net loss from operations	\$ (381)
Items not affecting cash:	
Net realized gain	(2,100)
Change in unrealized gain (loss)	2,331
	(150)
Changes in non-cash operating accounts:	
Prepaid expenses	(7)
bcIMC funds management fees payable	25
External management fees payable	75
Accounts payable	8
	(49)
Cash flows from investing activities	
Proceeds from sale of investments	16,957
Purchase of investments	(56,286)
	(39,329)
Cash flows from financing activities	
Proceeds from units issued	40,205
Amounts paid for units redeemed	(861)
	39,344
Net foreign exchange gain on foreign denominated monetary balances and foreign currency contracts	34
Net increase (decrease) in cash	-
Cash, beginning of year	-
Cash, end of year	\$ -

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	Cost	Fair Value	% of Fair Value
Private Equity Investments			
Canadian	\$ 2,231	\$ 2,076	5.3%
Non-Canadian	31,180	28,976	74.2%
	33,411	31,052	79.5%
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST1	48	48	0.1%
Fund ST3	7,936	7,964	20.4%
	7,984	8,012	20.5%
Total Investments	\$ 41,395	\$ 39,064	100.0%

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

ASIAN EQUITY FUND

**Statement of Net Assets
as at December 31**

(in thousands except number of units outstanding)

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 2,330,203	\$ 1,943,860
Unrealized gain on foreign currency contracts (Schedule One)	14,250	847
Cash	15,642	27,155
Receivable from sale of investments	16,293	4,811
Receivable from issue of units	300	-
Accrued investment income	2,070	3,909
Withholding taxes receivable	-	1
	<u>2,378,758</u>	<u>1,980,583</u>
Liabilities		
bclMC funds management fees payable (note 6)	41	32
Payable for purchase of investments	9,119	19,792
External management fees payable	1,851	1,553
Custodial fees payable	237	198
Accounts payable	7	18
	<u>11,255</u>	<u>21,593</u>
Net assets representing unitholders' equity	<u>\$ 2,367,503</u>	<u>\$ 1,958,990</u>
Number of units outstanding (note 11)	1,395.532	1,422.965
Net asset value per unit	<u>\$ 1,696</u>	<u>\$ 1,377</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Statement of Operations and Changes in Net Assets
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 42,481	\$ 42,590
Expenses (note 6):		
bclMC funds management fees	446	415
External management fees	6,652	6,172
Custodial fees	638	824
Administrative and professional fees	-	15
	<u>7,736</u>	<u>7,426</u>
Net investment income	34,745	35,164
Net realized gain	202,358 ¹	165,655 ¹
Change in unrealized gain (loss)	<u>205,124¹</u>	<u>(33,500)¹</u>
Net income from operations	442,227	167,319
Capital Transactions:		
Proceeds from units issued	167,645	38,423
Amounts paid for units redeemed	<u>(201,359)</u>	<u>(103,423)</u>
	<u>(33,714)</u>	<u>(65,000)</u>
Increase in net assets	408,513	102,319
Net assets, beginning of year	<u>1,958,990</u>	<u>1,856,671</u>
Net Assets, end of year	<u>\$ 2,367,503</u>	<u>\$ 1,958,990</u>

¹ The net realized gain and change in unrealized gain (loss) include the following exchange gains (losses):

\$ (310,060)	\$ (130,393)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

ASIAN EQUITY FUND

**Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Public Equity Investments			
Common and Preferred Stock:			
Australia	\$ 208,137	\$ 265,947	11.4%
Hong Kong	176,616	224,590	9.6%
Japan	1,189,907	1,415,474	60.7%
Malaysia	1,435	1,451	0.1%
Philippines	2,812	3,360	0.1%
Singapore	45,342	54,780	2.4%
South Korea	142,729	202,005	8.7%
Taiwan	138,382	150,624	6.5%
Thailand	11,531	11,969	0.5%
	<u>1,916,891</u>	<u>2,330,200</u>	<u>100.0%</u>
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST2			
	<u>3</u>	<u>3</u>	<u>0.0%</u>
Total Investments	<u>\$ 1,916,894</u>	<u>\$ 2,330,203</u>	<u>100.0%</u>

**Schedule One - Unrealized Gain on Foreign Currency Contracts
as at December 31, 2005
(in thousands)**

<u>No of Contracts</u>	<u>Expiry Dates</u>	<u>Notional Value</u>	<u>Unrealized Gain (Loss)</u>
1	January 2006	\$ 64	\$ -
2	February 2006	154,835	3,465
<u>9</u>	May 2006	<u>231,382</u>	<u>10,785</u>
<u>12</u>		<u>\$ 386,281</u>	<u>\$ 14,250</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

EUROPEAN EQUITY FUND

**Statement of Net Assets
as at December 31**

(in thousands except number of units outstanding)

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 1,359,297	\$ 1,225,949
Unrealized gain on foreign currency contracts (Schedule One)	22	-
Cash	16,477	36,069
Receivable from sale of investments	129	-
Accrued investment income	1,019	1,259
Withholding taxes receivable	518	354
	<u>1,377,462</u>	<u>1,263,631</u>
Liabilities		
bclMC funds management fees payable (note 6)	21	23
Payable for purchase of investments	875	-
External management fees payable	1,582	890
Custodial fees payable	124	40
Accounts payable	3	18
	<u>2,605</u>	<u>971</u>
Net assets representing unitholders' equity	<u><u>\$ 1,374,857</u></u>	<u><u>\$ 1,262,660</u></u>
Number of units outstanding (note 11)	1,078.843	1,080.684
Net asset value per unit	<u><u>\$ 1,274</u></u>	<u><u>\$ 1,168</u></u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Statement of Operations and Changes in Net Assets
for the years ended December 31**

(in thousands)

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 40,548	\$ 40,436
Expenses (note 6):		
bclMC funds management fees	303	331
External management fees	5,477	4,013
Custodial fees	529	355
Administrative and professional fees	(5)	14
	<u>6,304</u>	<u>4,713</u>
Net investment income	34,244	35,723
Net realized gain (loss)	98,673 ¹	(158,740) ¹
Change in unrealized gain (loss)	<u>(18,520)¹</u>	<u>225,524¹</u>
Net income from operations	114,397	102,507
Capital Transactions:		
Proceeds from units issued	8,029	56,752
Amounts paid for units redeemed	<u>(10,229)</u>	<u>(1,189,912)</u>
	<u>(2,200)</u>	<u>(1,133,160)</u>
Increase (decrease) in net assets	112,197	(1,030,653)
Net assets, beginning of year	<u>1,262,660</u>	<u>2,293,313</u>
Net Assets, end of year	<u><u>\$ 1,374,857</u></u>	<u><u>\$ 1,262,660</u></u>

¹ The net realized gain (loss) and change in unrealized gain (loss) include the following exchange gains (losses):

\$ (208,065)	\$ (7,786)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

EUROPEAN EQUITY FUND

**Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Public Equity Investments			
Common and Preferred Stock:			
Austria	\$ 12,016	\$ 16,451	1.2%
Belgium	34,566	36,677	2.7%
Denmark	9,457	10,442	0.8%
Finland	13,316	15,484	1.1%
France	192,078	193,990	14.3%
Germany	131,502	143,011	10.5%
Greece	12,929	14,073	1.0%
Hungary	3,627	3,345	0.2%
Ireland	11,613	13,368	1.0%
Italy	71,749	71,915	5.3%
Luxembourg	12,163	13,100	1.0%
Netherlands	127,493	132,679	9.8%
Norway	20,767	23,513	1.7%
Poland	2,212	2,824	0.2%
Portugal	5,641	5,231	0.4%
Spain	61,667	64,133	4.7%
Sweden	24,266	24,302	1.8%
Switzerland	103,274	117,100	8.6%
Turkey	11,011	14,173	1.0%
United Kingdom	433,405	442,744	32.6%
	<u>1,294,752</u>	<u>1,358,555</u>	<u>99.9%</u>
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST2	742	742	0.1%
Total Investments	<u>\$ 1,295,494</u>	<u>\$ 1,359,297</u>	<u>100.0%</u>

**Schedule One - Unrealized Gain on Foreign Currency Contracts
as at December 31, 2005
(in thousands)**

<u>No of Contracts</u>	<u>Expiry Dates</u>	<u>Notional Value</u>	<u>Unrealized Gain (Loss)</u>
8	January 2006	\$ 20,526	\$ (26)
5	March 2006	53,914	48
<u>13</u>		<u>\$ 74,440</u>	<u>\$ 22</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

INDEXED EUROPEAN EQUITY FUND

**Statement of Net Assets
as at December 31**

(in thousands except number of units outstanding)

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 1,639,401	\$ 1,375,035
Cash	256	170
Accrued investment income	1,999	1,864
Withholding taxes receivable	399	265
	<u>1,642,055</u>	<u>1,377,334</u>
Liabilities		
bclMC funds management fees payable (note 6)	33	33
Payable for purchase of investments	-	218
Custodial fees payable	113	110
Accounts payable	3	10
	<u>149</u>	<u>371</u>
Net assets representing unitholders' equity	<u>\$ 1,641,906</u>	<u>\$ 1,376,963</u>
Number of units outstanding (note 11)	1,368.810	1,227.187
Net asset value per unit	<u>\$ 1,200</u>	<u>\$ 1,122</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Statement of Operations and Changes in Net Assets
for the years ended December 31**

(in thousands)

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 45,360	\$ 33,497
Expenses (note 6):		
bclMC funds management fees	415	342
Custodial fees	360	447
Administrative and professional fees	4	10
	<u>779</u>	<u>799</u>
Net investment income	44,581	32,698
Net realized gain	7,461 ¹	424 ¹
Change in unrealized gain (loss)	43,781 ¹	107,060 ¹
Net income from operations	95,823	140,182
Capital Transactions:		
Proceeds from units issued	177,320	1,304,476
Amounts paid for units redeemed	(8,200)	(67,695)
	<u>169,120</u>	<u>1,236,781</u>
Increase in net assets	264,943	1,376,963
Net assets, beginning of year	<u>1,376,963</u>	-
Net Assets, end of year	<u>\$ 1,641,906</u>	<u>\$ 1,376,963</u>

¹ The net realized gain and change in unrealized gain (loss) include the following exchange gains (losses):

\$ (258,570)	\$ (192)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

INDEXED EUROPEAN EQUITY FUND

**Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Public Equity Investments			
Common and Preferred Stock:			
Austria	\$ 7,016	\$ 10,165	0.6%
Belgium	23,463	28,360	1.7%
Denmark	15,736	20,232	1.2%
Finland	33,573	35,512	2.2%
France	200,404	221,444	13.5%
Germany	150,741	166,043	10.1%
Greece	11,623	15,283	0.9%
Ireland	16,831	18,978	1.2%
Italy	85,554	93,148	5.7%
Luxembourg	2,401	3,050	0.2%
Netherlands	112,678	118,992	7.3%
Norway	13,593	18,025	1.1%
Portugal	6,794	6,861	0.4%
Spain	81,809	91,205	5.6%
Sweden	48,244	58,837	3.6%
Switzerland	146,289	170,421	10.4%
United Kingdom	530,247	561,280	34.2%
	<u>1,486,996</u>	<u>1,637,836</u>	<u>99.9%</u>
Exchange Traded Funds	1,554	1,555	0.1%
	<u>1,488,550</u>	<u>1,639,391</u>	<u>100.0%</u>
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST2	10	10	0.0%
Total Investments	<u>\$ 1,488,560</u>	<u>\$ 1,639,401</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

INTERNATIONAL EQUITY FUND

**Statement of Net Assets
as at December 31**

(in thousands except number of units outstanding)

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 3,175,916	\$ 2,878,544
Unrealized gain on foreign currency contracts	-	9,018
Cash	92,051	93,349
Receivable from sale of investments	1,210	6,453
Accrued investment income	4,268	4,374
Withholding taxes receivable	1,042	854
	<u>3,274,487</u>	<u>2,992,592</u>
Liabilities		
bclMC funds management fees payable (note 6)	46	47
Payable for purchase of investments	3,342	13,359
External management fees payable	2,467	2,155
Custodial fees payable	218	192
Accounts payable	3	18
	<u>6,076</u>	<u>15,771</u>
Net assets representing unitholders' equity	<u>\$ 3,268,411</u>	<u>\$ 2,976,821</u>
Number of units outstanding (note 11)	2,354.034	2,352.873
Net asset value per unit	<u>\$ 1,388</u>	<u>\$ 1,265</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Statement of Operations and Changes in Net Assets
for the years ended December 31**

(in thousands)

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 84,678	\$ 71,365
Expenses (note 6):		
bclMC funds management fees	653	547
External management fees	9,531	8,457
Custodial fees	835	823
Administrative and professional fees	-	13
	<u>11,019</u>	<u>9,840</u>
Net investment income	73,659	61,525
Net realized gain (loss)	86,143 ¹	(54,405) ¹
Change in unrealized gain (loss)	<u>130,272¹</u>	<u>276,314¹</u>
Net income from operations	290,074	283,434
Capital Transactions:		
Proceeds from units issued	33,009	391,718
Amounts paid for units redeemed	<u>(31,493)</u>	<u>(1,765,904)</u>
	1,516	(1,374,186)
Increase (decrease) in net assets	291,590	(1,090,752)
Net assets, beginning of year	<u>2,976,821</u>	<u>4,067,573</u>
Net Assets, end of year	<u>\$ 3,268,411</u>	<u>\$ 2,976,821</u>

¹ The net realized gain (loss) and change in unrealized gain (loss) include the following exchange gains (losses):

\$ (483,088)	\$ (25,959)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

INTERNATIONAL EQUITY FUND

**Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Public Equity Investments			
Common and Preferred Stock:			
Australia	\$ 79,519	\$ 99,063	3.1%
Austria	12,076	22,561	0.7%
Belgium	35,192	41,867	1.3%
Bermuda	2,683	3,119	0.1%
Brazil	9,241	17,574	0.6%
China	7,480	8,654	0.3%
Denmark	2,582	4,258	0.1%
Finland	29,782	23,691	0.7%
France	278,246	347,911	11.0%
Germany	164,446	195,232	6.1%
Greece	9,674	12,245	0.4%
Hong Kong	102,200	103,797	3.3%
India	3,550	4,774	0.2%
Ireland	47,117	56,015	1.8%
Israel	2,907	4,543	0.1%
Italy	78,509	104,704	3.3%
Japan	527,819	655,198	20.7%
Korea	24,885	35,528	1.1%
Luxembourg	2,700	3,739	0.1%
Malaysia	22,013	23,780	0.7%
Mexico	6,965	9,013	0.3%
Netherlands	149,236	153,604	4.8%
Norway	2,036	2,314	0.1%
Panama	274	379	0.0%
Philippines	1,649	3,492	0.1%
Portugal	11,116	11,092	0.3%
Singapore	55,975	58,566	1.8%
South Africa	4,006	8,490	0.3%
Spain	123,131	143,921	4.5%
Sweden	21,784	28,080	0.9%
Switzerland	289,363	312,548	9.8%
Taiwan	22,731	22,160	0.7%
Thailand	17,238	21,415	0.7%
United Kingdom	595,920	628,794	19.9%
United States	3,633	3,572	0.1%
	<u>2,747,678</u>	<u>3,175,693</u>	<u>100.0%</u>
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST2	<u>224</u>	<u>223</u>	<u>0.0%</u>
Total Investments	<u>\$ 2,747,902</u>	<u>\$ 3,175,916</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

INDEXED INTERNATIONAL EQUITY FUND

Statement of Net Assets

as at December 31

(in thousands except number of units outstanding)

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 2,547,894	\$ 1,942,640
Cash	411	494
Receivable from sale of investments	70	3,232
Accrued investment income	2,648	2,404
Withholding taxes receivable	451	302
	<u>2,551,474</u>	<u>1,949,072</u>
Liabilities		
bclMC funds management fees payable (note 6)	44	41
Payable for purchase of investments	-	335
Payable for redemption of units	70	3,232
Custodial fees payable	129	131
Accounts payable	3	10
	<u>246</u>	<u>3,749</u>
Net assets representing unitholders' equity	<u>\$ 2,551,228</u>	<u>\$ 1,945,323</u>
Number of units outstanding (note 11)	2,059,499	1,742,352
Net asset value per unit	<u>\$ 1,239</u>	<u>\$ 1,116</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

Statement of Operations and Changes in Net Assets

for the years ended December 31

(in thousands)

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 58,290	\$ 45,064
Expenses (note 6):		
bclMC funds management fees	542	448
Custodial fees	503	536
Administrative and professional fees	5	10
	<u>1,050</u>	<u>994</u>
Net investment income	57,240	44,070
Net realized gain	12,664 ¹	8,231 ¹
Change in unrealized gain (loss)	<u>160,293¹</u>	<u>140,146¹</u>
Net income from operations	230,197	192,447
Capital Transactions:		
Proceeds from units issued	459,475	2,060,540
Amounts paid for units redeemed	<u>(83,767)</u>	<u>(307,664)</u>
	<u>375,708</u>	<u>1,752,876</u>
Increase in net assets	605,905	1,945,323
Net assets, beginning of year	<u>1,945,323</u>	<u>-</u>
Net Assets, end of year	<u>\$ 2,551,228</u>	<u>\$ 1,945,323</u>

¹ The net realized gain and change in unrealized gain (loss) include the following exchange gains (losses):

\$ (377,033)	\$ (17,028)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

INDEXED INTERNATIONAL EQUITY FUND

Statement of Investments
as at December 31, 2005
(in thousands)

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Public Equity Investments			
Common and Preferred Stock:			
Australia	\$ 109,686	\$ 132,482	5.2%
Austria	7,096	10,279	0.4%
Belgium	24,567	29,396	1.2%
Bermuda	165	145	0.0%
Cayman Islands	145	166	0.0%
Denmark	16,449	20,814	0.8%
Finland	34,501	36,335	1.4%
France	207,984	227,984	8.9%
Germany	156,604	170,971	6.7%
Greece	12,030	15,584	0.6%
Hong Kong	38,432	41,622	1.6%
Ireland	17,535	19,738	0.8%
Italy	89,448	96,570	3.8%
Japan	523,532	651,714	25.7%
Luxembourg	2,536	3,134	0.1%
Netherlands	120,381	125,916	4.9%
New Zealand	4,403	4,683	0.2%
Norway	14,493	18,833	0.7%
Portugal	6,930	6,993	0.3%
Singapore	19,189	21,174	0.8%
Spain	85,317	93,907	3.7%
Sweden	50,269	60,567	2.4%
Switzerland	152,389	175,645	6.9%
United Kingdom	546,905	576,461	22.6%
	<u>2,240,986</u>	<u>2,541,113</u>	<u>99.7%</u>
Exchange Traded Funds	6,458	6,770	0.3%
	<u>2,247,444</u>	<u>2,547,883</u>	<u>100.0%</u>
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST2	11	11	0.0%
Total Investments	<u>\$ 2,247,455</u>	<u>\$ 2,547,894</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

STRATEGIC INV 100 DOMESTIC PP FUND

**Consolidated Statement of Net Assets
as at December 31
(in thousands except number of units outstanding)**

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 113,447	\$ 89,872
Accrued investment income	1,069	1,210
Prepaid expenses	16	-
	<u>114,532</u>	<u>91,082</u>
Liabilities		
bclMC funds management fees payable (note 6)	24	10
Accounts payable	8	470
	<u>32</u>	<u>480</u>
Net assets representing unitholders' equity	<u>\$ 114,500</u>	<u>\$ 90,602</u>
Number of units outstanding (note 11)	97.079	88.213
Net asset value per unit	<u>\$ 1,179</u>	<u>\$ 1,027</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Consolidated Statement of Operations and Changes in Net Assets
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 4,582	\$ 2,957
Expenses (note 6):		
bclMC funds management fees	223	18
Administrative and professional fees	(54)	270
	<u>169</u>	<u>288</u>
Net investment income	4,413	2,669
Change in unrealized gain (loss)	9,805	(280)
Net income from operations	14,218	2,389
Capital Transactions:		
Proceeds from units issued	28,426	88,213
Amounts paid for units redeemed	(18,746)	-
	<u>9,680</u>	<u>88,213</u>
Increase in net assets	23,898	90,602
Net assets, beginning of year	90,602	-
Net Assets, end of year	<u>\$ 114,500</u>	<u>\$ 90,602</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

STRATEGIC INV 100 DOMESTIC PP FUND

**Consolidated Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Cash flow provided by (used for):		
Cash flows from operating activities		
Net income from operations	\$ 14,218	\$ 2,389
Items not affecting cash:		
Change in unrealized gain (loss)	<u>(9,805)</u>	<u>280</u>
	4,413	2,669
Changes in non-cash operating accounts:		
Accrued investment income	141	(1,210)
Prepaid expenses	(16)	-
bcIMC funds management fees payable	14	10
Accounts payable	<u>(462)</u>	<u>470</u>
	<u>4,090</u>	<u>1,939</u>
Cash flows from investing activities		
Proceeds from sale of investments	28,532	88
Purchase of investments	<u>(42,302)</u>	<u>(90,240)</u>
	<u>(13,770)</u>	<u>(90,152)</u>
Cash flows from financing activities		
Proceeds from units issued	28,426	88,213
Amounts paid for units redeemed	<u>(18,746)</u>	<u>-</u>
	<u>9,680</u>	<u>88,213</u>
Net increase (decrease) in cash	-	-
Cash, beginning of year	-	-
Cash, end of year	<u>\$ -</u>	<u>\$ -</u>

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Private Equity Investments			
Canadian	\$ 28,472	\$ 37,997	33.5%
Private Debt Investments			
Canadian (Schedule One)	74,233	74,233	65.4%
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	<u>1,217</u>	<u>1,217</u>	<u>1.1%</u>
Total Investments	<u>\$ 103,922</u>	<u>\$ 113,447</u>	<u>100.0%</u>

**Schedule One - Terms and Weighted Average Yields to Maturity for Bonds
as at December 31, 2005**

	<u>Fair Value (\$000)</u>	<u>Weighted Average Yield to Maturity</u>
Notes payable issued to Canadian Limited Partnership		
- No Specific Term to Maturity, Refundable at Issuer's Discretion	\$ 74,233	5.65%

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

STRATEGIC INV 100 FOREIGN PP FUND

**Statement of Net Assets
as at December 31**

(in thousands except number of units outstanding)

	<u>2005</u>	<u>2004</u>
Assets		
Investments at fair value	\$ 192,058	\$ 64,619
Receivable from sale of investments	-	679
Accrued investment income	708	98
Prepaid expenses	13	-
	<u>192,779</u>	<u>65,396</u>
Liabilities		
bclMC funds management fees payable (note 6)	24	-
Accounts payable	666	401
Non-controlling interest	12,679	-
	<u>13,369</u>	<u>401</u>
Net assets representing unitholders' equity	<u>\$ 179,410</u>	<u>\$ 64,995</u>
Number of units outstanding (note 11)	168.019	62.808
Net asset value per unit	<u>\$ 1,068</u>	<u>\$ 1,035</u>



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Statement of Operations and Changes in Net Assets
for the years ended December 31**

(in thousands)

	<u>2005</u>	<u>2004</u>
Investment Income	\$ 8,597	\$ 510
Expenses (note 6):		
bclMC funds management fees	207	-
Administrative and professional fees	18	38
	<u>225</u>	<u>38</u>
Net investment income	8,372	472
Net realized gain (loss)	7,008 ¹	(675) ¹
Change in unrealized gain (loss)	(11,159) ¹	2,390 ¹
Net income from operations before non-controlling interest	4,221	2,187
Non-controlling interest (note 3)	38	-
Net income from operations	4,259	2,187
Capital Transactions:		
Proceeds from units issued	137,948	62,808
Amounts paid for units redeemed	(27,792)	-
	<u>110,156</u>	<u>62,808</u>
Increase in net assets	114,415	64,995
Net assets, beginning of year	64,995	-
Net Assets, end of year	<u>\$ 179,410</u>	<u>\$ 64,995</u>

¹ The net realized gain (loss) and change in unrealized gain (loss) include the following exchange gains (losses):

\$	(4,570)	\$	(4,470)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

STRATEGIC INV 100 FOREIGN PP FUND

**Consolidated Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>	<u>2004</u>
Cash flow provided by (used for):	\$ 4,259	\$ 2,187
Cash flows from operating activities		
Net income (loss) from operations		
Items not affecting cash:		
Net realized gain (loss)	(7,008)	675
Change in unrealized gain (loss)	11,159	(2,390)
	<u>8,410</u>	<u>472</u>
Changes in non-cash operating accounts:		
Receivable from sale of investments	679	(679)
Accrued investment income	(610)	(98)
Prepaid expenses	(13)	-
bclMC funds management fees payable	24	-
Accounts payable	265	401
Non-controlling interest	12,679	-
	<u>21,434</u>	<u>96</u>
Cash flows from investing activities		
Proceeds from sale of investments	117,221	30,805
Purchase of investments	(248,472)	(93,846)
	<u>(131,251)</u>	<u>(63,041)</u>
Cash flows from financing activities		
Proceeds from units issued	137,948	62,808
Amounts paid for units redeemed	(27,792)	-
	<u>110,156</u>	<u>62,808</u>
Net foreign exchange gain (loss) on foreign denominated monetary balances and foreign currency contracts	<u>(339)</u>	<u>137</u>
Net increase (decrease) in cash	-	-
Cash, beginning of year	-	-
Cash, end of year	<u>\$ -</u>	<u>\$ -</u>

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Private Equity Investments			
Non-Canadian	\$ 189,170	\$ 180,280	93.9%
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST1	446	445	0.2%
Fund ST3	11,211	11,333	5.9%
	<u>11,657</u>	<u>11,778</u>	<u>6.1%</u>
Total Investments	<u>\$ 200,827</u>	<u>\$ 192,058</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

STRATEGIC INVESTMENT REAL ESTATE FUND

**Consolidated Statement of Net Assets
as at December 31
(in thousands except number of units outstanding)**

	2005
Assets	
Investments at fair value	\$ 126,868
Liabilities	
bclMC funds management fees payable (note 6)	4
Accounts payable	7
	11
Net assets representing unitholders' equity	\$ 126,857
Number of units outstanding (note 11)	135.136
Net asset value per unit	\$ 939



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Consolidated Statement of Operations and Changes in Net Assets
for the seven months ended December 31
(in thousands)**

	2005
Investment Income	\$ 19
Expenses (note 6):	
bclMC funds management fees	28
Administrative and professional fees	17
	45
Net investment income	(26)
Net realized gain (loss)	(371) ¹
Change in unrealized gain (loss)	(8,785) ¹
Net loss from operations	(9,182)
Capital Transactions:	
Proceeds from units issued	142,336
Amounts paid for units redeemed	(6,297)
	136,039
Increase in net assets	126,857
Net assets, beginning of year	-
Net Assets, end of year	\$ 126,857

¹ The net realized gain (loss) and change in unrealized gain (loss) include the following exchange gains (losses):

	\$ (9,606)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

STRATEGIC INVESTMENT REAL ESTATE FUND

**Consolidated Statement of Cash Flows
for the years ended December 31
(in thousands)**

	<u>2005</u>
Cash flow provided by (used for):	
Cash flows from operating activities	
Net loss from operations	\$ (9,182)
Items not affecting cash:	
Net realized gain (loss)	371
Change in unrealized gain (loss)	<u>8,785</u>
	(26)
Changes in non-cash operating accounts:	
bcIMC funds management fees payable	4
Accounts payable	<u>7</u>
	<u>(15)</u>
Cash flows from investing activities	
Proceeds from sale of investments	18,461
Purchase of investments	<u>(154,484)</u>
	<u>(136,023)</u>
Cash flows from financing activities	
Proceeds from units issued	142,336
Amounts paid for units redeemed	<u>(6,297)</u>
	<u>136,039</u>
Foreign exchange gain (loss) on cash held in foreign currency	<u>(1)</u>
Net increase (decrease) in cash	-
Cash, beginning of year	-
Cash, end of year	<u>\$ -</u>

**Consolidated Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Private Real Estate Investments			
Non-Canadian	\$ 135,312	\$ 126,526	99.7%
Money Market Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST2	90	90	0.1%
Fund ST3	<u>251</u>	<u>252</u>	<u>0.2%</u>
	<u>341</u>	<u>342</u>	<u>0.3%</u>
Total Investments	<u>\$ 135,653</u>	<u>\$ 126,868</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

STRATEGIC INVESTMENT PUBLIC EQUITY FUND

**Statement of Net Assets
as at December 31**

(in thousands except number of units outstanding)

	2005
Assets	
Investments at fair value	\$ 711,337
Receivable from sale of investments	1,756
Accrued investment income	935
	714,028
Liabilities	
bclMC funds management fees payable (note 6)	30
Payable for purchase of investments	9,512
Custodial fees payable	3
Accounts payable	3
	9,548
Net assets representing unitholders' equity	\$ 704,480
Number of units outstanding (note 11)	522.950
Net asset value per unit	\$ 1,347



Doug Pearce
Chief Executive Officer
Chief Investment Officer

**Statement of Operations and Changes in Net Assets
for the year ended December 31
(in thousands)**

	2005
Investment Income	\$ 8,370
Expenses (note 6):	
bclMC funds management fees	282
Custodial fees payable	10
Administrative and professional fees	4
	296
Net investment income	8,074
Net realized gain	26,815 ¹
Change in unrealized gain (loss)	122,179 ¹
Net income from operations	157,068
Capital Transactions:	
Proceeds from units issued	621,136
Amounts paid for units redeemed	(73,724)
	547,412
Increase in net assets	704,480
Net assets, beginning of year	-
Net Assets, end of year	\$ 704,480

¹ The net realized gain (loss) and change in unrealized gain (loss) include the following exchange gains (losses):

	\$ 11,079
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS**

STRATEGIC INVESTMENT PUBLIC EQUITY FUND

**Statement of Investments
as at December 31, 2005
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
Canadian Public Equity Investments			
Common and Preferred Stock:			
Energy	\$ 389,254	\$ 497,058	69.9%
Financial Services	43,014	56,705	8.0%
Industrial Products	14,092	14,292	2.0%
Materials and Processing	59,741	60,238	8.4%
	<u>506,101</u>	<u>628,293</u>	<u>88.3%</u>
Short Term Investments			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST2	<u>83,057</u>	<u>83,044</u>	<u>11.7%</u>
Total Investments	<u>\$ 589,158</u>	<u>\$ 711,337</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
 POOLED INVESTMENT PORTFOLIOS
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2005**

1. The Portfolios

British Columbia Investment Management Corporation ("bcIMC") was established under the *Public Sector Pension Plans Act* as a trust company authorized to carry on trust business and investment management services. These financial statements have been prepared by bcIMC and are the responsibility of bcIMC management.

Under the *Public Sector Pension Plans Act* and the *Pooled Investment Portfolios Regulation*, B.C. Reg. 447/99, bcIMC may establish and operate pooled investment portfolios "... in which money from trust funds, special funds or other funds, other public money and the money of government bodies and designated institutions may be combined in common for the purpose of investment by means of investment units of participation in a pooled investment portfolio." In addition, pooled investment portfolios previously established under the *Financial Administration Act* and the *Pooled Investment Portfolios Regulation*, B.C. Reg. 84/86, were continued under the *Pooled Investment Portfolios Regulation*, B.C. Reg. 447/99, to be held in trust by bcIMC and invested by the Chief Investment Officer of bcIMC.

The Bond, Equity, Mortgage and domestic Realpool Funds have the following investment mandates and were established on the following dates:

Pooled Investment Portfolios	Investment Mandates	Dates Established
Canadian Corporate High-Grade Bond Fund	Canadian corporate debentures rated "A low" or higher	July 25, 1991
Canadian Corporate Investment-Grade Bond Fund	Canadian corporate debentures rated "BBB low" or higher	September 24, 2004
Short Term Bond Fund	Canadian federal and provincial government bonds maturing within five years	November 1, 1995
Pension Bond Fund	Canadian federal and provincial government bonds with varying maturing dates	January 1, 1995
Asian Equity Fund	Securities comprising the Morgan Stanley Capital International Pacific Free Net Index	January 2, 1998
European Equity Fund	Diversified portfolio of European securities	January 2, 1998
Indexed European Equity Fund	Securities comprising the Morgan Stanley Capital International Europe Free Net Index	January 1, 2004
International Equity Fund	Diversified portfolio of securities of companies outside of the United States	January 2, 1998
Indexed International Equity Fund	Securities comprising the Morgan Stanley Capital International EAFE Free Net Index	January 1, 2004
Fixed Term Mortgage Fund	Canadian fixed term commercial and multi-family residential mortgages	June 30, 1995
Construction Mortgage Fund	Canadian construction mortgages	December 1, 1995
Specialty Mortgage Fund	Canadian high-ratio construction and mezzanine mortgages	September 28, 1999
Realpool Investment Fund	Diversified Canadian income-producing properties through wholly-owned corporations	July 3, 1991

The International Realpool Funds invest only in non-Canadian real estate-related assets that may include externally managed real estate funds, direct real estate holdings and private real estate companies with a combination of short and longer term investment horizons.

The Private Placement Funds are long term in nature and are generally made in partnership with other investors, outside of the public markets. The partnerships invest primarily in debt and equity investments in domestic and international companies at various stages of development, and are generally related to venture capital, buy-out financing or expansion and development financing.

The Strategic Investment Funds invest primarily in tangible assets with favourable risk-return characteristics that are an attractive match with pension liabilities. Investments cut across traditional asset class boundaries which include private placement, real estate and public equity investments.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
 POOLED INVESTMENT PORTFOLIOS
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2005**

1. The Portfolios (continued)

The International Realpool Funds, Private Placement Funds and the Strategic Investment Funds were established on the following dates:

Pooled Investment Portfolios	Dates Established
Realpool International Fund 1999	March 26, 1999
2001 Realpool International Fund	January 1, 2004
Realpool International Fund 2002	March 27, 2002
2004 Realpool International Fund	June 24, 2004
2005 Realpool International Fund	July 21, 2005
Private Placement Fund 1995	October 25, 1995
Private Placement Fund 1996	March 20, 1996
Private Placement Fund 1997	March 12, 1997
Private Placement Fund 1998	March 13, 1998
Private Placement Fund 1999	March 17, 1999
Private Placement Fund 1999A	March 17, 1999

Pooled Investment Portfolios	Dates Established
2000 Private Placement Fund	January 1, 2004
2001 Private Placement Fund	January 1, 2004
2002 Private Placement Fund	January 1, 2004
2003 Private Placement Fund	January 1, 2004
2003A Private Placement Fund	January 1, 2004
2004 Private Placement Fund	April 23, 2004
2005 Private Placement Fund	January 1, 2005
Strategic Inv 100 Domestic PP Fund	June 30, 2004
Strategic Inv 100 Foreign PP Fund	December 23, 2004
Strategic Investment Real Estate Fund	May 19, 2005
Strategic Investment Public Equity Fund	January 1, 2005

2. Significant Accounting Policies

a) Basis of Presentation

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles.

Where the pooled investment portfolio or its investee have a controlling interest in another investment company, the financial statements have been prepared on a consolidated basis as required under Accounting Guideline 18 and include the assets, liabilities, and income from operations of the investment. Inter-organization accounts and transactions are eliminated upon consolidation. Where the pooled investment portfolio or its investee do not have a controlling interest in another investment company, the investment is shown as a portfolio investment at fair value.

A Statement of Cash Flow was not prepared for the pooled investment portfolios where substantially all of the investments are considered highly liquid as the required information is adequately disclosed in the Statement of Operations and Changes in Net Assets.

Certain comparative figures have been reclassified to conform to the current year's presentation.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005**

2. Significant Accounting Policies (Continued)

b) Valuation

Investments and investment-related receivables and liabilities are stated at fair value. Fair value is an estimate of the amount of consideration that would be agreed upon in an arm's length transaction between knowledgeable, willing parties under no compulsion to act.

Fair value is determined as follows:

- (i) Money market securities values are derived from external market quotations.
- (ii) Bonds, debentures, real return bonds, and public equities (including exchange traded funds) are valued at their closing sale price on the valuation date. Securities not traded on that date are valued at the mean price between the latest bid and asked price. Securities not listed on any stock exchange, or which are traded over-the-counter, are valued in the same manner based on available public quotations from recognized dealers in such securities or at the price estimated by the fund manager to be the fair value. Forward foreign currency contracts are valued at the prevailing forward exchange rates on the valuation date.
- (iii) Derivatives, including foreign currency contracts, are valued based on the quoted market prices for the underlying assets.
- (iv) Mortgages are valued by an independent external source based on a discounted cash flow model that includes a credit risk spread.
- (v) Domestic real estate properties held in the Realpool Fund are valued by the Realpool Investment Fund's external asset managers at the end of each quarter and are formally appraised externally once every ten to eighteen months by accredited independent appraisers. Investments in real estate joint ventures are accounted for by the proportionate consolidation method.
- (vi) Private market investments include investments in the International Real Estate, Private Placement Funds and Strategic Investment Funds, which are held directly, through limited partnerships or through some other co-ownership arrangement. Where quoted market prices are not available, fair value is determined based on the carrying value and other relevant information reported by external managers of the investments. These carrying values are determined by the external managers using accepted industry valuation methods such as earnings multiples of comparable publicly traded companies, discounted cash flows, and third party transactions or other events that suggest a significant change in the value of the investment. In the first year of ownership, cost is generally considered to be an appropriate estimate of fair value unless there is evidence of a significant change in value.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

2. Significant Accounting Policies (Continued)

c) Income Recognition

Investment transactions are accounted for on a trade date basis. Dividend income is recognized on the ex-dividend date and interest income on the accrual basis. Income on foreign investments is reported net of withholding tax expense. Pursuit costs and brokerage commissions are initially capitalized into the cost of the related investment.

Gains (losses) on the settlement of foreign currency contracts, translation gains (losses) on foreign denominated monetary balances and investments, and gains (losses) on the sale of investments are recorded as net realized gains (losses). Gain (loss) on the sale of investments is calculated as the difference between the sales proceeds and cost, less related disposition costs. The year-over-year change in the difference between the fair value and the cost of the investments and foreign currency contracts held at year end is recognized as an unrealized gain (loss).

The cost used for the calculation of realized gain (loss) and change in unrealized gain (loss) is based on historical cost for private placements and foreign exchange contracts, average cost for equities, cost for real estate, and amortized cost for money market securities, bonds and mortgages. The amortized cost is the cost of acquisition adjusted by amortization of discounts and premiums on a true constant yield basis over the terms of the investments for money market securities and bonds, and on a straight line basis for mortgages.

d) Issue and Redemption of Units

Participation in each pooled investment portfolio is expressed in units, each unit giving its holder a proportionate share in the net assets of the respective pooled investment portfolio. The value of a unit of a pooled investment portfolio is \$1 million. For each subsequent unit issuance and redemption, the unit value is determined by dividing the fair value of the net assets of the portfolio by the total number of units outstanding. Where one pooled investment portfolio invests in another pooled investment portfolio, the unit issuances and redemptions are transacted on the same basis as client transactions. All unit transactions are recorded on a trade date basis.

Most pooled investment portfolios are open-ended funds where the number of units available for issue is unlimited and the proportion of units issued or redeemed by each client on a particular valuation date depends on changes to their desired asset allocation. The Realpool International Funds, Private Placement Funds, and the Strategic Investment Funds are closed-end funds where participation is limited to a prescribed set of unitholders with a specified proportionate share in the net assets at the time the funds were established. All unit transactions for closed-ended pools are participated in by the prescribed set of unitholders based on their pro-rata basis of participation.

e) Foreign Currency Translation

The financial statements of the pooled investment portfolios are presented in Canadian dollars. Assets, liabilities and commitments in foreign currencies are translated into Canadian dollars at the fiscal year-end exchange rate. Investment income and expenses, and purchases and sales of investments are translated at the rate prevailing on the respective dates of such transactions. Realized gain (loss) and change in unrealized gain (loss) includes foreign currency translation gains (losses), which have been footnoted and disclosed in each respective Statement of Operations and Changes in Net Assets.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

2. Significant Accounting Policies (continued)

f) Income Taxes

Under paragraph 104(6) of the *Income Tax Act (Canada)*, the pooled investment portfolios may deduct from their taxable income any amounts that are distributed to beneficiaries (i.e. unitholders) and taxable in their hands. All income and net taxable capital gains earned by the pooled investment portfolio are distributed to the unitholders through actual cash distributions or an increase in the tax cost of the units prior to the end of the calendar year, resulting in no Canadian taxes payable for the pooled investment portfolios. The corporations held by the pooled investment portfolios are exempt from Canadian tax under section 149 (o.2) of the *Income Tax Act (Canada)*.

The income earned by the pooled investment portfolios and the corporations held by them are exempt from U.S. tax under Section 892 of the *Internal Revenue Code* unless that income is effectively connected to a trade or business in the U.S. Some of the corporations held by the Private Placement, International Realpool and Strategic Investment pooled investment portfolios are subject to U.S. tax on this basis. Any amounts owing for U.S. and state taxes are recorded on an accrual basis as a reduction from investment income.

g) Use of Estimates

Financial statements prepared in accordance with Canadian generally accepted accounting principles require management to make certain estimates and assumptions that can affect the reported balances. In determining the fair value of some of its investments, particularly real estate and private placements, management relies on external appraisers' or fund managers' assumptions regarding investment industry performance and prospects, as well as general business and economic conditions that prevail and are expected to prevail. By nature, these asset valuations are subjective and do not necessarily result in precise determinations. If the underlying assumptions change, the reported fair values may change by a material amount.

3. Changes in Accounting Policy

- a) bcIMC has adopted Accounting Guideline 18 (AcG-18), effective January 1, 2004. Where an investment company has a controlling interest in another investment company (as defined in AcG-18), the underlying investment company should be accounted for on a consolidated basis, or using either proportionate consolidation or the equity method, as appropriate. Otherwise, the investment company should be recorded as a portfolio investment at its fair value. In the prior year, the Realpool Investment Fund, the Realpool International Fund 1999, and the Specialty Mortgage Fund presented all of their investments on a consolidated basis in the financial statements. Under AcG-18, some of these investments are not considered investment companies and therefore, do not meet the criteria for consolidation. These investments have been recorded as a portfolio investment at fair value in the current year and the prior year's financial statements have been restated on a non-consolidated basis.
- b) Effective this fiscal year, the pooled investment portfolios adopted Accounting Guideline 15 - Consolidation of Variable Interest Entities (AcG-15). AcG-15 defines a variable interest entity (VIE) as an entity that either does not have sufficient equity at risk to finance its activities without additional financial support or where the holders of the equity at risk lack the characteristics of a controlling interest. Under AcG-15, the primary beneficiary of a VIE is required to consolidate its interest in the VIE, and is defined as the party that will absorb or receive the majority (defined as greater than 50%) of the VIE's expected losses, expected residual returns, or both.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

3. Changes in Accounting Policy (continued)

The Private Placement Fund 1996, Private Placement Fund 1998, Private Placement Fund 1999, Private Placement Fund 1999A, 2000 Private Placement Fund and the Strategic Inv 100 Foreign PP Fund are the primary beneficiaries of 10 VIEs, through investments made by them in these entities, and have consolidated these entities in the respective pooled fund financial statements. The pooled investment portfolios have adopted the guideline on a retroactive basis without restatement of prior period's figures. The change in accounting policy has the following effect on the opening total assets, total liabilities and net assets of the respective pooled investment portfolios as at January 1, 2005.

Pooled Investment Portfolios	Increase in Total Assets (in \$ millions)	Increase in Total Liabilities (in \$ millions)	Increase in Net Assets (in \$ millions)
Private Placement Fund 1996	nil	nil	nil
Private Placement Fund 1998	7.1	7.1	nil
Private Placement Fund 1999	5.8	5.8	nil
Private Placement Fund 1999A	2.9	2.9	nil
2000 Private Placement Fund	18.3	18.3	nil
Strategic Inv 100 Foreign PP Fund	nil	nil	nil

Under AcG-15, note disclosure is required where a party has a significant interest in a VIE, which is defined as a party that will absorb a significant portion (defined as 20% - 49%) of the expected losses of the entity, expected residual returns of the entity or both. The following table shows the pooled investment portfolios that have significant interests in VIEs and the amount of the pooled investment portfolio's unfunded contractual commitments pertaining to that investment as at December 31, 2005. The unfunded contractual commitment represents the pooled investment portfolio's maximum exposure to loss above the reported carrying value in the financial statements if all of the contractual commitments are provided and no further amounts are realized from the investment. The VIEs are primarily limited partnerships that invest in private market investments and real estate investments.

Pooled Investment Portfolio	Unfunded Contractual Commitments (in \$ millions)
Realpool International 1999	25.6
Realpool International 2002	1.1
2004 Realpool International Fund	32.3
Strategic Investment Real Estate Fund	nil
Private Placement Fund 1995	4.1
Private Placement Fund 1996	nil
Private Placement Fund 1997	1.6

Pooled Investment Portfolio	Unfunded Contractual Commitments (in \$ millions)
Private Placement Fund 1998	13.6
Private Placement Fund 1999	11.5
2000 Private Placement Fund	nil
2002 Private Placement Fund	9.6
2003 Private Placement Fund	32.5
2004 Private Placement Fund	18.8

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

4. Financial Instruments

Financial instruments are legally enforceable agreements between two or more parties, expressing a contractual right or a right to a payment of money. Financial instruments held by the pooled investment portfolios include derivatives, investments and the investment-related assets and liabilities. Financial instruments are exposed to foreign currency, interest rate, market and credit risks.

a) Foreign Currency Risk

The pooled investment portfolios are exposed to currency risk through holding of investments, investment receivables, and investment liabilities in various currencies. Fluctuations in the relative value of the Canadian dollar against these foreign currencies can result in a positive or negative effect on the fair value of the investments, investment receivables, and investment liabilities. The pooled investment portfolios use foreign currency contracts to hedge some foreign currency exposure on investment receivables and liabilities, and engage in the buying and selling of currencies through the spot market, forward contracts, equity index futures contracts, and/or options in order to achieve the desired currency exposure. The net currency exposure is shown in the Statements of Investments for the pooled investment portfolios that hold investments, investment receivables and investment liabilities denominated in foreign currencies.

b) Interest Rate Risk

Interest rate risk refers to the effect on the market value of assets and liabilities due to fluctuations in both long-term and short-term changes in nominal and real interest rates. The pooled investment portfolios that primarily hold money market securities, bonds and mortgages have established duration bands based on their relevant benchmark to avoid undue interest rate risk. The terms to maturity, average effective yield and the nature of the investment are shown in the Statements of Investments for money market securities and bonds to provide further information on interest rate risk.

c) Market Risk

Market risk is the risk that the value of an investment will fluctuate as a result of changes in the market conditions, whether those changes are caused by factors specific to the individual investment or factors affecting all investments. There are established investment criteria for each pooled investment portfolio related to diversification of investments and investment mandates for the external managers to avoid undue market risk. The Statements of Investments show the percentage of investments held in particular industry sectors for publicly traded Canadian and U.S. equities and for mortgages to provide further information on market risk.

d) Credit Risk

The pooled investment portfolios are exposed to a credit risk if a borrower defaults or becomes insolvent or if a party fails to deliver under a contract and the rights to any claims become unenforceable. To avoid undue credit risk, the pooled investment portfolios have established specific investment criteria, such as minimum credit ratings for investees and counterparties and maximum concentrations with given counterparties. The Statements of Investments show the percentage of money market and bond investments held with a particular group of counterparties (i.e. Government of Canada, Province of British Columbia, other provinces or corporations) to provide further information on credit risk.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

4. Financial Instruments (continued)

e) Fair Value of Investment-Related Assets and Liabilities

Each pooled investment portfolio's investments and derivatives are carried at fair value. The investment-related assets and liabilities are carried at cost. In the opinion of bclMC, the fair values of the investment-related assets and liabilities approximate their carrying values given their short-term nature.

5. Derivatives

Derivative contracts are financial contracts, the value of which is derived from the value of underlying assets or indices. Derivative transactions are conducted in the over-the-counter market directly between the two counterparties or on regulated exchange markets. The pooled investment portfolios use derivative financial instruments, when appropriate, to assist in the management of financial risks, including interest rate, foreign currency, and market risks. The financial derivative contracts entered into by the pooled investment portfolios during the year included foreign currency contracts.

Foreign Currency Contracts

Foreign currency contracts are agreements to exchange a specified amount of one currency for another currency on a specific date in the future for a specified price. In the case of foreign currency contracts, the notional value represents the amount to be exchanged on the future contract date. The fair value of the foreign currency contracts is calculated as the difference between the amount to be exchanged on the future contract date and the amount that would be exchanged using the prevailing forward foreign currency rates. The unrealized gains (losses) on the unexpired foreign currency contracts as at December 31, 2005 are shown as Unrealized Gain or Unrealized Loss on Foreign Currency Contracts on the Statements of Net Assets. The number of foreign currency contracts and respective expiry dates are shown in the schedules, following the Statement of Investments, for each pooled investment portfolio that holds them.

6. Expenses

Custodial fees are applicable to the bond funds, fixed term mortgage fund, private placement funds and equity funds. The mortgage funds pay mortgage servicing and brokerage fees. Management fees are paid to external fund managers by the funds for providing investment management and advisory services. Where management fees are incurred directly by the pooled investment portfolio, they are reported on the financial statements of the fund as external management fees. For most of the private placement pooled investment portfolios, management fees are expenses of the various underlying partnership investments rather than the pooled investment portfolios and not shown on the pooled fund financial statements (unless the underlying partnership is consolidated under AcG-15).

Third party costs that are attributable to a specific pooled investment portfolio are charged to that portfolio and thereby shared on a pro-rata basis by the portfolio unitholders. Other costs initially borne by bclMC are recovered from the various pooled investment portfolios in which clients participate by charging management fees, which are calculated on a cost recovery basis.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

7. Commitments

Wholly-owned corporations of the Realpool Investment Fund have property purchase and development commitments of \$337.6 million and have issued letters of credit totalling \$12.6 million.

The other pooled investment portfolios have the following commitments for investment contracts as at December 31, 2005. These commitments extend over the life of the limited partnership (usually in the range of seven to ten years from inception):

Pooled Investment Portfolio	Commitments (in \$ millions)
Realpool International 1999	25.6
Realpool International 2002	1.1
2004 Realpool International Fund	108.0
2005 Realpool International Fund	95.2
Private Placement Fund 1995	4.8
Private Placement Fund 1996	1.3
Private Placement Fund 1997	42.5
Private Placement Fund 1998	25.1
Private Placement Fund 1999	52.9
Private Placement Fund 1999A	6.2

Pooled Investment Portfolio	Commitments (in \$ millions)
2000 Private Placement Fund	34.0
2001 Private Placement Fund	29.6
2002 Private Placement Fund	101.9
2003 Private Placement Fund	128.0
2003A Private Placement Fund	52.1
2004 Private Placement Fund	162.7
2005 Private Placement Fund	336.7
Strategic Inv 100 Domestic PP Fund	34.2
Strategic Inv 100 Foreign PP Fund	55.8

8. Termination of Pooled Investment Portfolios

The net assets of the Infrastructure One and Infrastructure Two pooled investment portfolios were transferred to the Strategic Inv 100 Public Equities Fund on January 31, 2005. The units of the pooled investment portfolios were redeemed at an amount equal to the fair value of the net assets transferred on January 31, 2005 and the funds were terminated. The following table shows the net assets transferred and income earned by the pooled investment portfolio for the period:

Pooled Investment Portfolios	Net Assets Transferred (in \$ millions)	Net Income from Operations (in \$ millions)	Realized Gain (in \$ millions)	Change in Unrealized Loss (in \$ millions)
Infrastructure One	156.8	8.6	54.4	45.8
Infrastructure Two	41.2	2.1	4.6	2.5

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9. Contingencies

Certain investments of the Realpool Investment Fund may, in the normal course of business activities, be involved in disputes with third parties. bcIMC management assesses the likelihood of loss relating to any disputes and has determined that such disputes would not have a material impact on the net asset value of the Realpool Investment Fund.

10. Subsequent Events

On July 14, 2006, a subsidiary corporation of the Realpool Investment Fund purchased a one-third interest in the Bentall Capital Management LP. Bentall Capital Management LP manages a number of the Realpool Investment Fund's real estate properties on behalf of bcIMC.

11. Units Outstanding

The following is a summary of the changes in units outstanding during the year:

	CANADIAN CORPORATE HIGH-GRADE BOND FUND		CANADIAN CORPORATE INVESTMENT-GRADE BOND FUND		SHORT TERM BOND FUND	
	2005	2004	2005	2004	2005	2004
Outstanding, beginning of year	63.077	603.117	1,867.190	-	166.299	309.878
Issued	9.294	13.728	829.036	1,867.190	719.910	24.319
Redeemed	(6.465)	(553.768)	(108.461)	-	(119.890)	(167.898)
Outstanding, end of year	<u>65.906</u>	<u>63.077</u>	<u>2,587.765</u>	<u>1,867.190</u>	<u>766.319</u>	<u>166.299</u>
	PENSION BOND FUND		REALPOOL INVESTMENT FUND		REALPOOL INTERNATIONAL FUND 1999	
	2005	2004	2005	2004	2005	2004
Outstanding, beginning of year	2,949.570	2,970.543	1,728.108	1,714.337	118.076	128.507
Issued	632.359	230.396	42.753	86.490	21.017	6.036
Redeemed	(367.205)	(251.369)	(55.947)	(72.719)	(45.900)	(16.467)
Outstanding, end of year	<u>3,214.724</u>	<u>2,949.570</u>	<u>1,714.914</u>	<u>1,728.108</u>	<u>93.193</u>	<u>118.076</u>

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11. Units Outstanding (continued)

	2001 REALPOOL INTERNATIONAL FUND		REALPOOL INTERNATIONAL FUND 2002		2004 REALPOOL INTERNATIONAL FUND	
	2005	2004	2005	2004	2005	2004
Outstanding, beginning of year	75.195	-	76.393	16.632	158.797	-
Issued	0.099	75.195	0.269	64.083	49.191	158.797
Redeemed	-	-	(13.093)	(4.322)	(17.082)	-
Outstanding, end of year	<u>75.294</u>	<u>75.195</u>	<u>63.569</u>	<u>76.393</u>	<u>190.906</u>	<u>158.797</u>
	2005 REALPOOL INTERNATIONAL		FIXED TERM MORTGAGE FUND		CONSTRUCTION MORTGAGE FUND	
	2005 (note 1)		2005	2004	2005	2004
Outstanding, beginning of year	-	-	793.311	800.483	148.924	128.231
Issued	58.361	-	13.880	59.946	37.899	63.131
Redeemed	-	-	(53.465)	(67.118)	(18.804)	(42.438)
Outstanding, end of year	<u>58.361</u>	-	<u>753.726</u>	<u>793.311</u>	<u>168.019</u>	<u>148.924</u>
	SPECIALTY MORTGAGE FUND		PRIVATE PLACEMENT FUND 1995		PRIVATE PLACEMENT FUND 1996	
	2005	2004	2005	2004	2005	2004
Outstanding, beginning of year	39.261	31.636	16.368	18.891	11.564	20.551
Issued	6.091	17.231	-	-	0.012	-
Redeemed	(3.045)	(9.606)	(7.168)	(2.523)	(3.738)	(8.987)
Outstanding, end of year	<u>42.307</u>	<u>39.261</u>	<u>9.200</u>	<u>16.368</u>	<u>7.838</u>	<u>11.564</u>

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11. Units Outstanding (continued)

	PRIVATE PLACEMENT FUND 1997		PRIVATE PLACEMENT FUND 1998		PRIVATE PLACEMENT FUND 1999	
	2005	2004	2005	2004	2005	2004
Outstanding, beginning of year	225.353	280.618	150.609	173.477	301.419	320.818
Issued	3.563	11.120	2.532	3.603	11.550	10.172
Redeemed	(93.361)	(66.385)	(23.428)	(26.471)	(26.940)	(29.571)
Outstanding, end of year	<u>135.555</u>	<u>225.353</u>	<u>129.713</u>	<u>150.609</u>	<u>286.029</u>	<u>301.419</u>
	PRIVATE PLACEMENT FUND 1999A		2000 PRIVATE PLACEMENT FUND		2001 PRIVATE PLACEMENT FUND	
	2005	2004	2005	2004	2005	2004
Outstanding, beginning of year	42.039	64.076	245.311	-	75.902	-
Issued	0.860	2.178	21.919	260.247	8.714	75.902
Redeemed	(12.827)	(24.215)	(27.093)	(14.936)	(21.766)	-
Outstanding, end of year	<u>30.072</u>	<u>42.039</u>	<u>240.137</u>	<u>245.311</u>	<u>62.850</u>	<u>75.902</u>
	2002 PRIVATE PLACEMENT FUND		2003 PRIVATE PLACEMENT FUND		2003A PRIVATE PLACEMENT FUND	
	2005	2004	2005	2004	2005	2004
Outstanding, beginning of year	62.740	-	73.428	-	23.004	-
Issued	35.491	68.261	63.234	80.587	8.512	23.536
Redeemed	(20.120)	(5.521)	(0.998)	(7.159)	-	(0.532)
Outstanding, end of year	<u>78.111</u>	<u>62.740</u>	<u>135.664</u>	<u>73.428</u>	<u>31.516</u>	<u>23.004</u>

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11. Units Outstanding (continued)

	2004 PRIVATE PLACEMENT FUND		2005 PRIVATE PLACEMENT FUND		ASIAN EQUITY FUND	
	2005	2004	2005 (note 1)		2005	2004
Outstanding, beginning of year	30.085	-	-		1,422.965	1,473.742
Issued	85.478	30.085	124.083		114.854	29.485
Redeemed	(2.665)	-	(2.705)		(142.287)	(80.262)
Outstanding, end of year	<u>112.898</u>	<u>30.085</u>	<u>121.378</u>		<u>1,395.532</u>	<u>1,422.965</u>
	EUROPEAN EQUITY FUND		INDEXED EUROPEAN EQUITY FUND		INTERNATIONAL EQUITY FUND	
	2005	2004	2005	2004	2005	2004
Outstanding, beginning of year	1,080.684	2,138.802	1,227.187	-	2,352.873	3,554.698
Issued	6.731	52.282	148.796	1,293.382	25.261	332.357
Redeemed	(8.572)	(1,110.400)	(7.173)	(366.195)	(24.100)	(1,534.362)
Outstanding, end of year	<u>1,078.843</u>	<u>1,080.684</u>	<u>1,368.810</u>	<u>1,227.187</u>	<u>2,354.034</u>	<u>2,352.873</u>
	INDEXED INTERNATIONAL EQUITY FUND		INFRASTRUCTURE FUND ONE (note 8)		INFRASTRUCTURE FUND TWO (note 8)	
	2005	2004	2005	2004	2005	2004
Outstanding, beginning of year	1,742.352	-	95.642	100.121	35.059	-
Issued	390.174	2,031.814	-	-	-	50.500
Redeemed	(73.027)	(289.462)	(95.642)	(4.479)	(35.059)	(15.411)
Outstanding, end of year	<u>2,059.499</u>	<u>1,742.352</u>	<u>-</u>	<u>95.642</u>	<u>-</u>	<u>35.069</u>

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11. Units Outstanding (continued)

	STRATEGIC INV 100 DOMESTIC PP FUND		STRATEGIC INV 100 FOREIGN PP FUND		STRATEGIC INVESTMENT REAL ESTATE FUND
	2005	2004	2005	2004	2005 (note 1)
Outstanding, beginning of year	88.213	-	62.808	-	-
Issued	26.710	88.213	132.051	62.808	142.342
Redeemed	<u>(17.844)</u>	<u>-</u>	<u>(26.840)</u>	<u>-</u>	<u>(7.206)</u>
Outstanding, end of year	<u>97.079</u>	<u>88.213</u>	<u>168.019</u>	<u>62.808</u>	<u>135.136</u>
	STRATEGIC INVESTMENT PUBLIC EQUITY FUND				
	2005 (note 1)				
Outstanding, beginning of year	-				
Issued	588.997				
Redeemed	<u>(66.047)</u>				
Outstanding, end of year	<u>522.950</u>				