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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION**  
**POOLED INVESTMENT PORTFOLIOS**  
**GROUP OF FUNDS**

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Canadian Corporate High-Grade Bond Fund  
Short Term Bond Fund  
Pension Bond Fund  
Canadian Universe 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  
2006 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  
2006 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

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**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2006**

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**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, 2006.

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. 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.



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Doug Pearce  
Chief Executive Officer  
Chief Investment Officer



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David Woodward  
Vice President, Finance & 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 (the Manager):

Canadian Corporate High-Grade Bond Fund	Private Placement Fund 1999A
Short Term Bond Fund	2000 Private Placement Fund
Pension Bond Fund	2001 Private Placement Fund
Canadian Universe 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	2006 Private Placement Fund
2005 Realpool International Fund	Asian Equity Fund
2006 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 of net assets and of investments of the Funds as at December 31, 2006, and their 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, 2006. 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 present fairly, in all material respects, the net assets and investments of the Funds as at December 31, 2006, and the results of their operations, the changes in their net assets, and their cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Chartered Accountants  
Vancouver, Canada  
July 17, 2007

**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>2006</u>	<u>2005</u>
<b>Assets</b>		
Investments at fair value	\$ 269,530	\$ 245,234
Receivable from sale of investments	41	-
Receivable from issue of units	-	200
Accrued investment income	2,770	2,091
	<u>272,341</u>	<u>247,525</u>
<b>Liabilities</b>		
bclMC funds management fees payable (note 7)	8	11
Payable for redemption of units	-	200
Custodial fees payable	1	1
Accounts payable	5	3
	<u>14</u>	<u>215</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 272,327</u>	<u>\$ 247,310</u>
Number of units outstanding (note 12)	69.527	65.906
<b>Net asset value per unit</b>	<u>\$ 3,917</u>	<u>\$ 3,752</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>2006</u>	<u>2005</u>
Investment Income	\$ 11,923	\$ 11,139
Expenses (note 7):		
bclMC funds management fees	118	134
Custodial fees	5	5
Administrative and professional fees	4	3
	<u>127</u>	<u>142</u>
<b>Net investment income</b>	11,796	10,997
Net realized gain	2,413	4,356
Change in unrealized loss	<u>(3,069)</u>	<u>(1,095)</u>
<b>Net income from operations</b>	11,140	14,258
Capital Transactions:		
Proceeds from units issued	36,298	33,849
Amounts paid for units redeemed	<u>(22,421)</u>	<u>(23,764)</u>
	<u>13,877</u>	<u>10,085</u>
Increase in net assets	25,017	24,343
Net assets, beginning of year	<u>247,310</u>	<u>222,967</u>
<b>Net Assets, end of year</b>	<u>\$ 272,327</u>	<u>\$ 247,310</u>

See accompanying Notes to Financial Statements.

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

**CANADIAN CORPORATE HIGH-GRADE BOND FUND**

**Statement of Investments**  
as at December 31, 2006  
(in thousands)

	Cost	Fair Value			Total	% of Fair Value
		Term to Maturity				
		1-5 Years	Over 5 Years	No Specific Maturity		
<b>Bonds</b>						
Obligations of, or guaranteed by, Government of Canada	\$ 26,718	\$ 11,760	\$ 14,791	\$ -	\$ 26,551	9.9%
Obligations issued by corporations incorporated under the laws of Canada or a province	233,520	101,029	138,202	-	239,231	88.8%
	<u>260,238</u>	<u>112,789</u>	<u>152,993</u>	<u>-</u>	<u>265,782</u>	<u>98.7%</u>
<b>Money Market Investment</b>						
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	3,748	-	-	3,748	3,748	1.3%
<b>Total Investments</b>	<u>\$ 263,986</u>	<u>\$ 112,789</u>	<u>\$ 152,993</u>	<u>\$ 3,748</u>	<u>\$ 269,530</u>	<u>100.0%</u>
Weighted average yield to maturity for bonds		4.30%	4.61%		4.48% <sup>1</sup>	

<sup>1</sup> 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>2006</u>	<u>2005</u>
<b>Assets</b>		
Investments at fair value	\$ 1,920,594	\$ 1,402,602
Receivable from issue of units	18,825	23,000
Accrued investment income	17,379	8,618
	<u>1,956,798</u>	<u>1,434,220</u>
<b>Liabilities</b>		
bciMC funds management fees payable (note 7)	33	23
Payable for redemption of units	-	28,000
Custodial fees payable	7	2
Accounts payable	5	3
	<u>45</u>	<u>28,028</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 1,956,753</u>	<u>\$ 1,406,192</u>
Number of units outstanding (note 12)	1,025,928	766,319
<b>Net asset value per unit</b>	<u>\$ 1,907</u>	<u>\$ 1,835</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>2006</u>	<u>2005</u>
Investment Income	\$ 78,760	\$ 24,379
Expenses (note 7):		
bciMC funds management fees	430	155
Custodial fees	32	8
Administrative and professional fees	4	1
	<u>466</u>	<u>164</u>
<b>Net investment income</b>	78,294	24,215
Net realized gain (loss)	(629)	3,707
Change in unrealized gain (loss)	7,367	(17,555)
<b>Net income from operations</b>	85,032	10,367
Capital Transactions:		
Proceeds from units issued	1,944,067	1,317,917
Amounts paid for units redeemed	(1,478,538)	(220,021)
	<u>465,529</u>	<u>1,097,896</u>
Increase in net assets	550,561	1,108,263
Net assets, beginning of year	1,406,192	297,929
<b>Net Assets, end of year</b>	<u>\$ 1,956,753</u>	<u>\$ 1,406,192</u>

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

**SHORT TERM BOND FUND**

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	Fair Value					% of Fair Value
	Cost	Term to Maturity			Total	
		Within 1 Year	1-5 Years	No Specific Maturity		
<b>Bonds</b>						
Obligations of, or guaranteed by, Government of Canada	\$ 1,182,426	\$ 375,839	\$ 803,299	\$ -	\$ 1,179,138	61.4%
Obligations of, or guaranteed by, provinces other than the Province of British Columbia	732,954	210,400	521,448	-	731,848	38.1%
	<u>1,915,380</u>	<u>586,239</u>	<u>1,324,747</u>	<u>-</u>	<u>1,910,986</u>	<u>99.5%</u>
<b>Money Market Investment</b>						
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	9,608	-	-	9,608	9,608	0.5%
<b>Total Investments</b>	<u>\$ 1,924,988</u>	<u>\$ 586,239</u>	<u>\$ 1,324,747</u>	<u>\$ 9,608</u>	<u>\$ 1,920,594</u>	<u>100.0%</u>
Weighted average yield to maturity for bonds		4.21%	4.13%		4.16% <sup>1</sup>	

<sup>1</sup> 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>2006</u>	<u>2005</u>
<b>Assets</b>		
Investments at fair value	\$ 368,783	\$ 8,140,099
Receivable from issue of units	-	100
Accrued investment income	3,267	72,170
	<u>372,050</u>	<u>8,212,369</u>
<b>Liabilities</b>		
bciMC funds management fees payable (note 7)	5	85
Payable for purchase of investments	1,500	-
Payable for redemption of units	-	100
Custodial fees payable	12	35
Accounts payable	6	3
	<u>1,523</u>	<u>223</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 370,527</u>	<u>\$ 8,212,146</u>
Number of units outstanding (note 12)	139.422	3,214.724
<b>Net asset value per unit</b>	<u>\$ 2,658</u>	<u>\$ 2,555</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>2006</u>	<u>2005</u>
Investment Income	\$ 137,763	\$ 312,755
Expenses (note 7):		
bciMC funds management fees	489	1,461
Custodial fees	91	145
Administrative and professional fees	4	13
	<u>584</u>	<u>1,619</u>
<b>Net investment income</b>	137,179	311,136
Net realized gain	1,139	244,641
Change in unrealized loss	<u>(232,873)</u>	<u>(81,209)</u>
<b>Net income (loss) from operations</b>	(94,555)	474,568
Capital Transactions:		
Proceeds from units issued	479,462	1,612,292
Amounts paid for units redeemed	<u>(8,226,526)</u>	<u>(918,841)</u>
	<u>(7,747,064)</u>	<u>693,451</u>
Increase (decrease) in net assets	(7,841,619)	1,168,019
Net assets, beginning of year	<u>8,212,146</u>	<u>7,044,127</u>
<b>Net Assets, end of year</b>	<u>\$ 370,527</u>	<u>\$ 8,212,146</u>



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

**PENSION BOND FUND**

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	Cost	Fair Value				Total	% of Fair Value
		Term to Maturity					
		Within 1 Year	1-5 Years	Over 5 Years	No Specific Maturity		
<b>Bonds</b>							
Obligations of, or guaranteed by, Government of Canada	\$ 192,939	\$ -	\$ 126,666	\$ 65,934	\$ -	\$ 192,600	52.2%
Obligations of, or guaranteed by, the Province of British Columbia	151,136	-	10,420	12,457	-	22,877	6.2%
Obligations of, or guaranteed by, provinces other than the Province of British Columbia	22,448		40,934	\$ 110,614	-	151,548	41.1%
Obligations of, or guaranteed by, municipalities	13	13	-	-	-	13	0.0%
	<u>366,536</u>	<u>13</u>	<u>178,020</u>	<u>189,005</u>	<u>-</u>	<u>367,038</u>	<u>99.5%</u>
<b>Money Market Investment</b>							
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	1,745	-	-	-	1,745	1,745	0.5%
<b>Total Investments</b>	<u>\$ 368,281</u>	<u>\$ 13</u>	<u>\$ 178,020</u>	<u>\$ 189,005</u>	<u>\$ 1,745</u>	<u>\$ 368,783</u>	<u>100.0%</u>
<hr/>							
Weighted average yield to maturity for bonds		4.24%	4.08%	4.33%		4.21% <sup>1</sup>	

<sup>1</sup> 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 UNIVERSE BOND FUND**

**Statement of Net Assets**

as at December 31

(in thousands except number of units outstanding)

	<b>2006</b>
	<b>(note 1)</b>
<b>Assets</b>	
Investments at fair value	\$ 12,345,821
Receivable from sale of investments	481
Receivable from issue of units	940
Accrued investment income	105,504
	12,452,746
<b>Liabilities</b>	
bclMC funds management fees payable (note 7)	173
Payable for purchase of investments	30,000
Custodial fees payable	27
Accounts payable	4
	30,204
<b>Net assets representing unitholders' equity</b>	<b>\$ 12,422,542</b>
Number of units outstanding (note 12)	11,729,058
<b>Net asset value per unit</b>	<b>\$ 1,059</b>



Doug Pearce  
Chief Executive Officer  
Chief Investment Officer

**Statement of Operations and Changes in Net Assets**

for the six months ended December 31

(in thousands)

	<b>2006</b>
	<b>(note 1)</b>
Investment Income	\$ 348,870
Expenses (note 7):	
bclMC funds management fees	1,761
Custodial fees	98
Administrative and professional fees	4
	1,863
<b>Net investment income</b>	347,007
Net realized gain	191,069
Change in unrealized gain	82,816
<b>Net income from operations</b>	620,892
Capital Transactions:	
Proceeds from units issued	11,970,232
Amounts paid for units redeemed	(168,582)
	11,801,650
Increase in net assets	12,422,542
Net assets, beginning of year	-
<b>Net Assets, end of year</b>	<b>\$ 12,422,542</b>

See accompanying Notes to Financial Statements.

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

**CANADIAN UNIVERSE BOND FUND**

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	Cost	Fair Value				Total	% of Fair Value
		Term to Maturity					
		Within 1 Year	1-5 Years	Over 5 Years	No Specific Maturity		
<b>Bonds</b>							
Obligations of, or guaranteed by, Government of Canada	\$ 4,949,117	\$ -	\$ 3,212,708	\$ 1,735,451	\$ -	\$ 4,948,159	40.1%
Obligations of, or guaranteed by, the Province of British Columbia	336,125	1,278	-	336,102	-	337,380	2.7%
Obligations of, or guaranteed by, provinces other than the Province of British Columbia	2,525,887		403,993	\$ 2,142,235	-	2,546,228	20.6%
Obligations of, or guaranteed by, municipalities	4,345,984	55,161	2,050,803	2,302,198	-	4,408,162	35.7%
	<u>12,157,113</u>	<u>56,439</u>	<u>5,667,504</u>	<u>6,515,986</u>	<u>-</u>	<u>12,239,929</u>	<u>99.1%</u>
<b>Money Market Investment</b>							
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	105,892	-	-	-	105,892	105,892	0.9%
<b>Total Investments</b>	<u>\$ 12,263,005</u>	<u>\$ 56,439</u>	<u>\$ 5,667,504</u>	<u>\$ 6,515,986</u>	<u>\$ 105,892</u>	<u>\$ 12,345,821</u>	<u>100.0%</u>
Weighted average yield to maturity for bonds		4.33%	4.16%	4.48%		4.21% <sup>1</sup>	

<sup>1</sup> 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**

**Statement of Net Assets**

**as at December 31**

**(in thousands except number of units outstanding)**

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 7,843,656	\$ 5,982,743
Cash	4,214	14,069
Accrued investment income	18,046	12,724
	<u>7,865,916</u>	<u>6,009,536</u>
<b>Liabilities</b>		
bclMC funds management fees payable (note 7)	149	133
Payable for redemption of units	-	10,000
Accounts payable	274	329
	<u>423</u>	<u>10,462</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 7,865,493</u>	<u>\$ 5,999,074</u>
Number of units outstanding (note 12)	1,784.910	1,714.914
<b>Net asset value per unit</b>	<u>\$ 4,407</u>	<u>\$ 3,498</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>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income:		
Investment income	\$ 10,017	\$ 7,568
Expenses (note 7):		
bclMC funds management fees	1,963	1,796
Custodial fees	2	2
Administrative and professional fees	1,451	1,008
	<u>3,416</u>	<u>2,806</u>
<b>Net investment income</b>	6,601	4,762
Net realized gain	89,019	117,910
Change in unrealized gain	1,475,799	799,397
<b>Net income from operations</b>	1,571,419	922,069
Capital Transactions:		
Proceeds from units issued	333,496	132,469
Amounts paid for units redeemed	(38,496)	(182,469)
	<u>295,000</u>	<u>(50,000)</u>
Increase in net assets	1,866,419	872,069
Net assets, beginning of year	5,999,074	5,127,005
<b>Net Assets, end of year</b>	<u>\$ 7,865,493</u>	<u>\$ 5,999,074</u>

See accompanying Notes to Financial Statements.

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

**REALPOOL INVESTMENT FUND**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income from operations	\$ 1,571,419	\$ 922,069
Items not affecting cash:		
Net realized gain	(89,019)	(117,910)
Change in unrealized gain	<u>(1,475,799)</u>	<u>(799,397)</u>
	6,601	4,762
Changes in non-cash operating accounts:		
Accrued investment income	(5,322)	(4,960)
bcIMC funds management fees payable	16	-
Payable for redemption of units	(10,000)	(70,000)
Accounts payable	(55)	(156)
	<u>(8,760)</u>	<u>(70,354)</u>
<b>Cash flows from investing activities</b>		
Proceeds from investments	828,269	1,574,077
Purchase of investments	<u>(1,124,364)</u>	<u>(1,458,406)</u>
	<u>(296,095)</u>	<u>115,671</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	333,496	132,469
Amounts paid for units redeemed	<u>(38,496)</u>	<u>(182,469)</u>
	<u>295,000</u>	<u>(50,000)</u>
<b>Net decrease in cash</b>	(9,855)	(4,683)
<b>Cash, beginning of year</b>	<u>14,069</u>	<u>18,752</u>
<b>Cash, end of year</b>	<u>\$ 4,214</u>	<u>\$ 14,069</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Real Estate Investments</b> (Schedule One)			
Common Shares in Canadian Corporations	\$ 4,258,964	\$ 7,643,854	97.4%
<b>Private Debt Investment</b>			
Canadian Bond <sup>1</sup>	<u>82,500</u>	<u>82,809</u>	1.1%
<b>Money Market Investments</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolios			
Fund ST1	51,406	51,406	0.7%
Fund ST2	<u>65,589</u>	<u>65,587</u>	0.8%
	<u>116,995</u>	<u>116,993</u>	1.5%
<b>Total Investments</b>	<u>\$ 4,458,459</u>	<u>\$ 7,843,656</u>	<u>100.0%</u>

<sup>1</sup> The Canadian bond matures on April 30, 2008 and has a yield to maturity of 5.2%.

**Schedule One - Additional Information on Private Real Estate Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Retail Properties	\$ 1,048,424	13.7%
Office Properties	4,526,389	59.2%
Industrial Properties	1,266,285	16.5%
Residential Properties	1,611,445	21.1%
Retirement Homes	134,010	1.8%
Property Under Development	584,914	7.7%
Units in Canadian Limited Partnerships	<u>107,398</u>	1.4%
	9,278,865	121.4%
Net Operating Assets and Liabilities	<u>(1,635,011)</u>	<u>(21.4%)</u>
	<u>\$ 7,643,854</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

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

**REALPOOL INTERNATIONAL FUND 1999**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 106,337	\$ 101,037
<b>Liabilities</b>		
bclMC funds management fees payable (note 7)	4	4
Accounts payable	<u>13</u>	<u>8</u>
	<u>17</u>	<u>12</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 106,320</u>	<u>\$ 101,025</u>
Number of units outstanding (note 12)	48.853	93.193
<b>Net asset value per unit</b>	<u>\$ 2,176</u>	<u>\$ 1,084</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>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income		
Investment income	\$ 3	\$ 1,561
Expenses (note 7):		
bclMC funds management fees	46	54
Administrative and professional fees	<u>10</u>	<u>7</u>
	<u>56</u>	<u>61</u>
<b>Net investment income (loss)</b>	(53)	1,500
Net realized gain (loss)	888 <sup>1</sup>	(5,599) <sup>1</sup>
Change in unrealized gain	<u>45,426<sup>1</sup></u>	<u>16,120<sup>1</sup></u>
<b>Net income from operations</b>	46,261	12,021
Capital Transactions:		
Proceeds from units issued	254	19,670
Amounts paid for units redeemed	<u>(41,220)</u>	<u>(43,368)</u>
	<u>(40,966)</u>	<u>(23,698)</u>
Increase (decrease) in net assets	5,295	(11,677)
Net assets, beginning of year	<u>101,025</u>	<u>112,702</u>
<b>Net Assets, end of year</b>	<u>\$ 106,320</u>	<u>\$ 101,025</u>

<sup>1</sup> The net realized gain (loss) and change in unrealized gain include the following exchange losses:

\$	(103)	\$	(2,698)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION  
POOLED INVESTMENT PORTFOLIOS**

**REALPOOL INTERNATIONAL FUND 1999**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income from operations	\$ 46,261	\$ 12,021
Items not affecting cash:		
Net realized loss (gain)	(888)	5,599
Change in unrealized gain	<u>(45,426)</u>	<u>(16,120)</u>
	(53)	1,500
Changes in non-cash operating accounts:		
bcIMC funds management fees payable	-	5,995
Accounts payable	<u>5</u>	<u>(5)</u>
	<u>(48)</u>	<u>7,490</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	41,270	35,868
Purchase of investments	<u>(256)</u>	<u>(19,660)</u>
	<u>41,014</u>	<u>16,208</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	254	19,670
Amounts paid for units redeemed	<u>(41,220)</u>	<u>(43,368)</u>
	<u>(40,966)</u>	<u>(23,698)</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Real Estate Investments (Schedule One)</b>			
Common Shares in Canadian Corporations	\$ 37,832	\$ 26,316	24.7%
Units in Non-Canadian Limited Partnerships	<u>27,774</u>	<u>79,975</u>	<u>75.3%</u>
	<u>65,606</u>	<u>106,291</u>	<u>100.0%</u>
<b>Money Market Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST2	<u>46</u>	<u>46</u>	<u>0.0%</u>
<b>Total Investments</b>	<u>\$ 65,652</u>	<u>\$ 106,337</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Real Estate Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations and Non-Canadian Limited Partnership owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Non-Canadian Limited Partnerships	\$ 53,197	50.0%
Common Shares in Non-Canadian Corporations	26,315	24.8%
Money Market Investments	26,781	25.2%
Net Investment-Related Payables	<u>(2)</u>	<u>0.0%</u>
	<u>\$ 106,291</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

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

**2001 REALPOOL INTERNATIONAL FUND**

**Statement of Net Assets**

as at December 31

(in thousands except number of units outstanding)

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 87,820	\$ 74,695
Accounts receivable	-	5
	<u>87,820</u>	<u>74,700</u>
<b>Liabilities</b>		
bcIMC funds management fees payable (note 7)	3	-
Accounts payable	13	9
	<u>16</u>	<u>9</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 87,804</u>	<u>\$ 74,691</u>
Number of units outstanding (note 12)	52,777	75,294
<b>Net asset value per unit</b>	<u>\$ 1,664</u>	<u>\$ 992</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>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income	\$ 8	\$ 3
Expenses (note 7):		
bcIMC funds management fees	42	36
Custodial fees	-	-
Administrative and professional fees	10	17
	<u>52</u>	<u>53</u>
<b>Net investment loss</b>	(44)	(50)
Net realized loss	(390)	-
Change in unrealized gain (loss)	<u>35,847</u>	<u>(4,260)</u>
<b>Net income (loss) from operations</b>	35,413	(4,310)
Capital Transactions:		
Proceeds from units issued	-	100
Amounts paid for units redeemed	<u>(22,300)</u>	<u>-</u>
	<u>(22,300)</u>	<u>100</u>
Increase (decrease) in net assets	13,113	(4,210)
Net assets, beginning of year	<u>74,691</u>	<u>78,901</u>
<b>Net Assets, end of year</b>	<u>\$ 87,804</u>	<u>\$ 74,691</u>

See accompanying Notes to Financial Statements.



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

**2001 REALPOOL INTERNATIONAL FUND**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income (loss) from operations	\$ 35,413	\$ (4,310)
Items not affecting cash:		
Net realized loss	390	-
Change in unrealized loss (gain)	<u>(35,847)</u>	<u>4,260</u>
	(44)	(50)
Changes in non-cash operating accounts:		
Accounts receivable	5	(5)
bcIMC funds management fees payable	3	(4)
Accounts payable	<u>4</u>	<u>6</u>
	<u>(32)</u>	<u>(53)</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	22,345	63
Purchase of investments	<u>(13)</u>	<u>(110)</u>
	<u>22,332</u>	<u>(47)</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	-	100
Amounts paid for units redeemed	<u>(22,300)</u>	<u>-</u>
	<u>(22,300)</u>	<u>100</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Real Estate Investments</b> (Schedule One)			
Common Shares in Canadian Corporations	\$ 52,984	\$ 87,632	99.8%
<b>Money Market Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST2	<u>188</u>	<u>188</u>	<u>0.2%</u>
<b>Total Investments</b>	<u>\$ 53,172</u>	<u>\$ 87,820</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Real Estate Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Non-Canadian Limited Partnerships	\$ 62,255	71.0%
Money Market Investments	25,375	29.0%
Net Investment-Related Receivables	<u>2</u>	<u>0.0%</u>
	<u>\$ 87,632</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

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

**REALPOOL INTERNATIONAL FUND 2002**

**Statement of Net Assets**

as at December 31

(in thousands except number of units outstanding)

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 44,147	\$ 47,349
Accounts receivable	-	4
	<u>44,147</u>	<u>47,353</u>
<b>Liabilities</b>		
bciMC funds management fees payable (note 7)	3	-
Accounts payable	13	8
	<u>16</u>	<u>8</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 44,131</u>	<u>\$ 47,345</u>
Number of units outstanding (note 12)	45,659	63,569
<b>Net asset value per unit</b>	<u>\$ 967</u>	<u>\$ 745</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>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income	\$ 4	\$ 1
Expenses (note 7):		
bciMC funds management fees	37	37
Administrative and professional fees	593	13
	<u>630</u>	<u>50</u>
<b>Net investment loss</b>	(626)	(49)
Net realized loss	(1,470) <sup>1</sup>	(597) <sup>1</sup>
Change in unrealized gain	11,018 <sup>1</sup>	2,373 <sup>1</sup>
<b>Net income from operations</b>	8,922	1,727
Capital Transactions:		
Proceeds from units issued	834	194
Amounts paid for units redeemed	(12,970)	(9,250)
	<u>(12,136)</u>	<u>(9,056)</u>
Decrease in net assets	(3,214)	(7,329)
Net assets, beginning of year	47,345	54,674
<b>Net Assets, end of year</b>	<u>\$ 44,131</u>	<u>\$ 47,345</u>

<sup>1</sup> The net realized loss and change in unrealized gain include the following exchange gains:

\$	821	\$	783
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION  
POOLED INVESTMENT PORTFOLIOS**

**REALPOOL INTERNATIONAL FUND 2002**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income from operations	\$ 8,922	\$ 1,727
Items not affecting cash:		
Net realized loss	1,470	597
Change in unrealized gain	<u>(11,018)</u>	<u>(2,373)</u>
	(626)	(49)
Changes in non-cash operating accounts:		
Accounts receivable	4	(4)
bcIMC funds management fees payable	3	(4)
Accounts payable	5	-
	<u>(614)</u>	<u>(57)</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	22,880	9,318
Purchase of investments	<u>(10,130)</u>	<u>(205)</u>
	<u>12,750</u>	<u>9,113</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	834	194
Amounts paid for units redeemed	<u>(12,970)</u>	<u>(9,250)</u>
	<u>(12,136)</u>	<u>(9,056)</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Real Estate Investments (Schedule One)</b>			
Common Shares in Canadian Corporations	\$ 37,346	\$ 44,062	99.8%
<b>Money Market Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST2	<u>85</u>	<u>85</u>	<u>0.2%</u>
<b>Total Investments</b>	<u>\$ 37,431</u>	<u>\$ 44,147</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Real Estate Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Canadian Limited Partnerships	\$ 32,090	72.8%
Common Shares in Non-Canadian Corporations	9,230	21.0%
Money Market Investments	<u>2,742</u>	<u>6.2%</u>
	<u>\$ 44,062</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

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

**2004 REALPOOL INTERNATIONAL FUND**

**Statement of Net Assets**

as at December 31

(in thousands except number of units outstanding)

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 262,914	\$ 190,243
Prepaid expenses	-	2
	<u>262,914</u>	<u>190,245</u>
<b>Liabilities</b>		
bciMC funds management fees payable (note 7)	6	-
Payable for purchase of investments	-	254
Accounts payable	13	8
	<u>19</u>	<u>262</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 262,895</u>	<u>\$ 189,983</u>
Number of units outstanding (note 12)	215.007	190.906
<b>Net asset value per unit</b>	<u>\$ 1,223</u>	<u>\$ 995</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>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income	\$ 5	\$ 2
Expenses (note 7):		
bciMC funds management fees	67	53
Administrative and professional fees	706	15
	<u>773</u>	<u>68</u>
<b>Net investment loss</b>	(768)	(66)
Net realized gain	2,426 <sup>1</sup>	243 <sup>1</sup>
Change in unrealized gain	47,075 <sup>1</sup>	35,359 <sup>1</sup>
<b>Net income from operations</b>	48,733	35,536
Capital Transactions:		
Proceeds from units issued	50,549	39,508
Amounts paid for units redeemed	(26,370)	(13,780)
	<u>24,179</u>	<u>25,728</u>
Increase in net assets	72,912	61,264
Net assets, beginning of year	189,983	128,719
<b>Net Assets, end of year</b>	<u>\$ 262,895</u>	<u>\$ 189,983</u>

<sup>1</sup> The net realized gain and change in unrealized gain include the following exchange gains:

\$	1	\$	-
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION  
POOLED INVESTMENT PORTFOLIOS**

**2004 REALPOOL INTERNATIONAL FUND**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income from operations	\$ 48,733	\$ 35,536
Items not affecting cash:		
Net realized gain	(2,426)	(243)
Change in unrealized gain	<u>(47,075)</u>	<u>(35,359)</u>
	(768)	(66)
Changes in non-cash operating accounts:		
Prepaid expenses	2	(2)
bcIMC funds management fees payable	6	(4)
Payable for purchase of investments	(254)	254
Accounts payable	5	(43)
	<u>(1,009)</u>	<u>139</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	29,136	14,003
Purchase of investments	<u>(52,306)</u>	<u>(39,870)</u>
	<u>(23,170)</u>	<u>(25,867)</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	50,549	39,508
Amounts paid for units redeemed	<u>(26,370)</u>	<u>(13,780)</u>
	<u>24,179</u>	<u>25,728</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Real Estate Investments (Schedule One)</b>			
Common Shares in Canadian Corporations	\$ 176,215	\$ 261,116	99.3%
<b>Money Market Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST2	<u>1,798</u>	<u>1,798</u>	<u>0.7%</u>
<b>Total Investments</b>	<u>\$ 178,013</u>	<u>\$ 262,914</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Real Estate Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Non-Canadian Limited Partnerships	\$ 38,684	14.8%
Common Shares in Non-Canadian Corporations	211,163	80.9%
Money Market Investments	11,247	4.3%
Net Investment-Related Receivables	22	0.0%
	<u>\$ 261,116</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)**

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 156,915	\$ 51,104
<b>Liabilities</b>		
bclMC funds management fees payable (note 7)	6	4
External management fees payable	-	1
Accounts payable	13	8
	<u>19</u>	<u>13</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 156,896</u>	<u>\$ 51,091</u>
Number of units outstanding (note 12)	122.705	58.361
<b>Net asset value per unit</b>	<u>\$ 1,279</u>	<u>\$ 875</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>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income	\$ 3	\$ 1
Expenses (note 7):		
bclMC funds management fees	61	8
Administrative and professional fees	322	11
	<u>383</u>	<u>19</u>
<b>Net investment loss</b>	(380)	(18)
Net realized loss	(126)	-
Change in unrealized gain (loss)	<u>46,085</u>	<u>(4,689)</u>
<b>Net income (loss) from operations</b>	45,579	(4,707)
Capital Transactions:		
Proceeds from units issued	87,426	55,798
Amounts paid for units redeemed	(27,200)	-
	<u>60,226</u>	<u>55,798</u>
Increase in net assets	105,805	51,091
Net assets, beginning of year	<u>51,091</u>	<u>-</u>
<b>Net Assets, end of year</b>	<u>\$ 156,896</u>	<u>\$ 51,091</u>

See accompanying Notes to Financial Statements.

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

**2005 REALPOOL INTERNATIONAL FUND**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income (loss) from operations	\$ 45,579	\$ (4,707)
Items not affecting cash:		
Net realized loss	126	-
Change in unrealized loss (gain)	<u>(46,085)</u>	<u>4,689</u>
	(380)	(18)
Changes in non-cash operating accounts:		
bcIMC funds management fees payable	2	4
External management fees payable	(1)	1
Accounts payable	<u>5</u>	<u>8</u>
	<u>(374)</u>	<u>(5)</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	27,458	76
Purchase of investments	<u>(87,310)</u>	<u>(55,869)</u>
	<u>(59,852)</u>	<u>(55,793)</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	87,426	55,798
Amounts paid for units redeemed	<u>(27,200)</u>	<u>-</u>
	<u>60,226</u>	<u>55,798</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Real Estate Investments (Schedule One)</b>			
Common Shares in Canadian Corporations	\$ 115,488	\$ 156,884	100.0%
<b>Money Market Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST2	<u>31</u>	<u>31</u>	<u>0.0%</u>
	<u>\$ 115,519</u>	<u>\$ 156,915</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Real Estate Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Non-Canadian Limited Partnerships	\$ 156,795	99.9%
Money Market Investments	90	0.1%
Net Investment-Related Payables	<u>(1)</u>	<u>0.0%</u>
	<u>\$ 156,884</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION  
POOLED INVESTMENT PORTFOLIOS

**2006 REALPOOL INTERNATIONAL FUND**

**Statement of Net Assets**

as at December 31

(in thousands except number of units outstanding)

	<u>2006</u> (note 1)
<b>Assets</b>	
Investments at fair value	\$ 6,432
<b>Liabilities</b>	
bclMC funds management fees payable (note 7)	3
Accounts payable	11
	<u>14</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 6,418</u>
Number of units outstanding (note 12)	3,689
<b>Net asset value per unit</b>	<u>\$ 1,740</u>



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)

	<u>2006</u> (note 1)
Investment Income	\$ -
Expenses (note 7):	
bclMC funds management fees	13
Administrative and professional fees	86
	<u>99</u>
<b>Net investment loss</b>	(99)
Change in unrealized gain	<u>2,902</u>
<b>Net income from operations</b>	2,803
Capital Transactions:	
Proceeds from units issued	3,615
Amounts paid for units redeemed	-
	<u>3,615</u>
Increase in net assets	6,418
Net assets, beginning of year	<u>-</u>
<b>Net Assets, end of year</b>	<u>\$ 6,418</u>

See accompanying Notes to Financial Statements.



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

**2006 REALPOOL INTERNATIONAL FUND**

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

	<u>2006</u> (note 1)
<b>Cash flow provided by (used for):</b>	
<b>Cash flows from operating activities</b>	
Net income from operations	\$ 2,803
Items not affecting cash:	
Change in unrealized gain	<u>(2,902)</u> (99)
Changes in non-cash operating accounts:	
bclMC funds management fees payable	3
Accounts payable	11
	<u>(85)</u>
<b>Cash flows from investing activities</b>	
Proceeds from sale of investments	99
Purchase of investments	<u>(3,629)</u>
	<u>(3,530)</u>
<b>Cash flows from financing activities</b>	
Proceeds from units issued	3,615
Amounts paid for units redeemed	-
	<u>3,615</u>
<b>Net increase in cash</b>	-
<b>Cash, beginning of year</b>	-
<b>Cash, end of year</b>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Real Estate Investments (Schedule One)</b>			
Common Shares in Canadian Corporations	\$ 3,479	\$ 6,381	99.2%
<b>Money Market Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST2	<u>51</u>	<u>51</u>	<u>0.8%</u>
	<u>\$ 3,530</u>	<u>\$ 6,432</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Real Estate Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Non-Canadian Limited Partnerships	\$ 6,369	99.8%
Money Market Investments	13	0.2%
Net Investment-Related Payables	<u>(1)</u>	<u>0.0%</u>
	<u>\$ 6,381</u>	<u>100.0%</u>

*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>2006</u>	<u>2005</u>
<b>Assets</b>		
Investments at fair value	\$ 2,082,416	\$ 1,801,726
Accounts receivable	-	1,292
Accrued investment income	-	8,785
	<u>2,082,416</u>	<u>1,811,803</u>
<b>Liabilities</b>		
bclMC funds management fees payable (note 7)	64	62
Payable for redemption of units	34,000	38,000
Custodial fees payable	-	1
Mortgage servicing fees payable	-	95
Accounts payable	13	8
	<u>34,077</u>	<u>38,166</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 2,048,339</u>	<u>\$ 1,773,637</u>
Number of units outstanding (note 12)	827.875	753.726
<b>Net asset value per unit</b>	<u>\$ 2,474</u>	<u>\$ 2,353</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>2006</u>	<u>2005</u>
Investment Income	\$ 31,624	\$ 111,089
Expenses (note 7):		
bclMC funds management fees	740	786
Mortgage servicing fees	186	1,159
Custodial fees	1	3
Administrative and professional fees	50	57
	<u>977</u>	<u>2,005</u>
<b>Net investment income</b>	30,647	109,084
Net realized gain (loss)	(1,005)	1
Change in unrealized gain (loss)	<u>63,060</u>	<u>(4,263)</u>
<b>Net income from operations</b>	92,702	104,822
Capital Transactions:		
Proceeds from units issued	289,103	32,205
Amounts paid for units redeemed	(107,103)	(123,205)
	<u>182,000</u>	<u>(91,000)</u>
Increase in net assets	274,702	13,822
Net assets, beginning of year	<u>1,773,637</u>	<u>1,759,815</u>
<b>Net Assets, end of year</b>	<u>\$ 2,048,339</u>	<u>\$ 1,773,637</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>2006</u>	<u>2005</u>
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income from operations	\$ 92,702	\$ 104,822
Items not affecting cash:		
Net realized loss (gain)	1,005	(1)
Change in unrealized loss (gain)	(63,060)	4,263
	<u>30,647</u>	<u>109,084</u>
Changes in non-cash operating accounts:		
Accounts receivable	1,292	(1,292)
Accrued investment income	8,785	(221)
bclMC funds management fees payable	2	(8)
Payable for redemption of units	(4,000)	23,000
Mortgage servicing fees payable	(95)	(2)
Accounts payable	5	(1,200)
	<u>36,636</u>	<u>129,361</u>
<b>Cash flows from investing activities</b>		
Repayment of mortgages	1,828,921	222,508
Advances on mortgages	(164,243)	(241,174)
Proceeds from sale of investments	588,776	243,180
Purchase of investments	(2,472,090)	(262,875)
	<u>(218,636)</u>	<u>(38,361)</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	289,103	32,205
Amounts paid for units redeemed	(107,103)	(123,205)
	<u>182,000</u>	<u>(91,000)</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Equity Investments</b> (Schedule One)			
Units in Limited Partnership	\$ 1,908,728	\$ 2,047,952	98.3%
<b>Money Market Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	34,464	34,464	1.7%
<b>Total Investments</b>	<u>\$ 1,943,192</u>	<u>\$ 2,082,416</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Equity Investment  
as at December 31, 2006  
(in thousands)**

The Limited Partnership owned by the pooled investment portfolio holds the following underlying net assets:

	<u>Fair Value</u>	<u>Weighted Average Term to Maturity</u>
<b>Mortgage Sector</b>		
Retail	\$ 516,509	4.9 years
Office	456,356	6.0 years
Industrial	260,376	4.1 years
Residential	431,046	4.9 years
Other	173,331	9.0 years
Total Mortgages	\$ 1,837,618	
Money Market Investments	65,339	
Other Assets and Liabilities	144,995	
	<u>\$ 2,047,952</u>	

See accompanying Notes to Financial Statements.

**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>2006</u>	<u>2005</u>
<b>Assets</b>		
Investments at fair value	\$ 473,132	\$ 334,640
Receivable from issue of units	12,000	497
	<u>485,132</u>	<u>335,137</u>
<b>Liabilities</b>		
bclMC funds management fees payable (note 7)	32	32
Mortgage servicing fees payable	-	7
Accounts payable	13	8
	<u>45</u>	<u>47</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 485,087</u>	<u>\$ 335,090</u>
Number of units outstanding (note 12)	226.762	168.019
<b>Net asset value per unit</b>	<u>\$ 2,139</u>	<u>\$ 1,994</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>2006</u>	<u>2005</u>
Investment Income	\$ 870	\$ 9,860
Expenses (note 7):		
bclMC funds management fees	358	111
Mortgage servicing fees	14	344
Administrative and professional fees	40	25
	<u>412</u>	<u>480</u>
<b>Net investment income</b>	458	9,380
Net realized gain	-	1,051
Change in unrealized gain	<u>27,539</u>	<u>9,319</u>
<b>Net income from operations</b>	27,997	19,750
Capital Transactions:		
Proceeds from units issued	123,773	72,691
Amounts paid for units redeemed	<u>(1,773)</u>	<u>(36,691)</u>
	<u>122,000</u>	<u>36,000</u>
Increase in net assets	149,997	55,750
Net assets, beginning of year	<u>335,090</u>	<u>279,340</u>
<b>Net Assets, end of year</b>	<u>\$ 485,087</u>	<u>\$ 335,090</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>2006</u>	<u>2005</u>
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income from operations	\$ 27,997	\$ 19,750
Items not affecting cash:		
Net realized gain	-	(1,051)
Change in unrealized gain	<u>(27,539)</u>	<u>(9,319)</u>
	458	9,380
Changes in non-cash operating accounts:		
Accounts receivable	-	1,233
Receivable from issue of units	(11,503)	329
bcIMC funds management fees payable	-	11
Payable for redemption of units	-	(30,000)
Mortgage servicing fees payable	(7)	(8)
Accounts payable	<u>5</u>	<u>(6)</u>
	<u>(11,047)</u>	<u>(19,061)</u>
<b>Cash flows from investing activities</b>		
Repayment of mortgages	117,749	268,392
Advances on mortgages	(8,470)	(154,900)
Proceeds from sale of investments	116,850	272,898
Purchase of investments	<u>(337,082)</u>	<u>(403,329)</u>
	<u>(110,953)</u>	<u>(16,939)</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	123,773	72,691
Amounts paid for units redeemed	<u>(1,773)</u>	<u>(36,691)</u>
	<u>122,000</u>	<u>36,000</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Equity Investments (Schedule One)</b>			
Common Shares in Canadian Corporations	\$ 435,638	\$ 472,493	99.9%
<b>Money Market Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST1	<u>639</u>	<u>639</u>	<u>0.1%</u>
<b>Total Investments</b>	<u>\$ 436,277</u>	<u>\$ 473,132</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Equity Investment  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>Weighted Average Term to Maturity</u>
<b>Mortgage Sector</b>		
Office	\$ 2,831	0.2 years
Retail	70,634	0.9 years
Industrial	10,023	1.5 years
Residential	<u>340,904</u>	<u>1.4 years</u>
Total Mortgages	424,392	
Other Assets and Liabilities	<u>48,101</u>	
	<u>\$ 472,493</u>	

See accompanying Notes to Financial Statements.

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

**SPECIALTY MORTGAGE FUND**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 118,186	\$ 68,385
Receivable from sale of investments	3,150	-
Accrued investment income	231	263
	<u>121,567</u>	<u>68,648</u>
<b>Liabilities</b>		
bciMC funds management fees payable (note 7)	1	3
Mortgage servicing fees payable	-	1
Accounts payable	12	6
	<u>13</u>	<u>10</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 121,554</u>	<u>\$ 68,638</u>
Number of units outstanding (note 12)	68,437	42,307
<b>Net asset value per unit</b>	<u>\$ 1,776</u>	<u>\$ 1,622</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>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income	\$ 1,103	\$ 2,990
Expenses (note 7):		
bciMC funds management fees	26	33
Mortgage servicing fees	2	20
Administrative and professional fees	12	8
	<u>40</u>	<u>61</u>
<b>Net investment income</b>	1,063	2,929
Net realized gain	396	66
Change in unrealized gain (loss)	<u>7,383</u>	<u>(579)</u>
<b>Net income from operations</b>	8,842	2,416
Capital Transactions:		
Proceeds from units issued	48,203	9,838
Amounts paid for units redeemed	<u>(4,129)</u>	<u>(5,038)</u>
	<u>44,074</u>	<u>4,800</u>
Increase in net assets	52,916	7,216
Net assets, beginning of year	<u>68,638</u>	<u>61,422</u>
<b>Net Assets, end of year</b>	<u>\$ 121,554</u>	<u>\$ 68,638</u>

See accompanying Notes to Financial Statements.

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

**SPECIALTY MORTGAGE FUND**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income from operations	\$ 8,842	\$ 2,416
Items not affecting cash:		
Net realized gain	(396)	(66)
Change in unrealized loss (gain)	<u>(7,383)</u>	<u>579</u>
	1,063	2,929
Changes in non-cash operating accounts:		
Receivable from sale of investments	(3,150)	-
Accrued investment income	32	360
Other receivables	-	2
bcIMC funds management fees payable	(2)	1
Payable for redemption of units	-	(5,000)
Mortgage servicing fees payable	(1)	(2)
Accounts payable	<u>6</u>	<u>(3)</u>
	<u>(2,052)</u>	<u>(1,713)</u>
<b>Cash flows from investing activities</b>		
Repayment of mortgages	16,940	32,056
Advances on mortgages	-	(6,488)
Proceeds from sale of investments	50,700	27,348
Purchase of investments	<u>(109,662)</u>	<u>(56,003)</u>
	<u>(42,022)</u>	<u>(3,087)</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	48,203	9,838
Amounts paid for units redeemed	<u>(4,129)</u>	<u>(5,038)</u>
	<u>44,074</u>	<u>4,800</u>
<b>Net increase (decrease) in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Equity Investments (Schedule One)</b>			
Common Shares in Canadian Corporations	\$ 100,390	\$ 107,713	91.1%
Units in Property Trust	<u>10,000</u>	<u>10,000</u>	<u>8.5%</u>
	<u>110,390</u>	<u>117,713</u>	<u>99.6%</u>
<b>Money Market Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	<u>473</u>	<u>473</u>	<u>0.4%</u>
<b>Total Investments</b>	<u>\$ 110,863</u>	<u>\$ 118,186</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Equity Investment  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations and Property Trust owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>Weighted Average Term to Maturity</u>
<b>Mortgage Sector</b>		
Retail	\$ 1,349	6.0 years
Office	37,165	1.8 years
Residential	49,939	2.8 years
Other	<u>19,642</u>	<u>3.0 years</u>
Total Mortgages	108,095	
Other Assets and Liabilities	<u>9,618</u>	
	<u>117,713</u>	

See accompanying Notes to Financial Statements.

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

**PRIVATE PLACEMENT FUND 1995**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 11,719	\$ 22,221
<b>Liabilities</b>		
bciMC funds management fees payable (note 7)	2	5
Accounts payable	13	8
	<u>15</u>	<u>13</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 11,704</u>	<u>\$ 22,208</u>
Number of units outstanding (note 12)	3.816	9.200
<b>Net asset value per unit</b>	<u>\$ 3,067</u>	<u>\$ 2,414</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>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income	\$ 5	\$ 12
Expenses (note 7):		
bciMC funds management fees	26	34
Administrative and professional fees	10	11
	<u>36</u>	<u>45</u>
<b>Net investment loss</b>	(31)	(33)
Net realized loss	(1,632) <sup>1</sup>	(1,711) <sup>1</sup>
Change in unrealized gain	<u>3,643<sup>1</sup></u>	<u>2,865<sup>1</sup></u>
<b>Net income from operations</b>	1,980	1,121
Capital Transactions:		
Proceeds from units issued	21	-
Amounts paid for units redeemed	(12,505)	(16,270)
	<u>(12,484)</u>	<u>(16,270)</u>
Decrease in net assets	(10,504)	(15,149)
Net assets, beginning of year	<u>22,208</u>	<u>37,357</u>
<b>Net Assets, end of year</b>	<u>\$ 11,704</u>	<u>\$ 22,208</u>

<sup>1</sup> The net realized loss and change in unrealized gain include the following exchange losses:

\$	-	\$	(3)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION  
POOLED INVESTMENT PORTFOLIOS**

**PRIVATE PLACEMENT FUND 1995**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income from operations	\$ 1,980	\$ 1,121
Items not affecting cash:		
Net realized loss	1,632	1,711
Change in unrealized gain	<u>(3,643)</u>	<u>(2,865)</u>
	(31)	(33)
Changes in non-cash operating accounts:		
bclMC funds management fees payable	(3)	2
Accounts payable	5	(5)
	<u>(29)</u>	<u>(36)</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	12,538	16,318
Purchase of investments	<u>(25)</u>	<u>(12)</u>
	<u>12,513</u>	<u>16,306</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	21	-
Amounts paid for units redeemed	<u>(12,505)</u>	<u>(16,270)</u>
	<u>(12,484)</u>	<u>(16,270)</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Equity Investments (Schedule One)</b>			
Common Shares in Canadian Corporations	\$ 9,891	\$ 11,615	99.1%
<b>Money Market Investments</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolios			
Fund ST1	22	22	0.2%
Fund ST3	92	82	0.7%
	<u>114</u>	<u>104</u>	<u>0.9%</u>
<b>Total Investments</b>	<u>\$ 10,005</u>	<u>\$ 11,719</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Equity Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Canadian Limited Partnerships	\$ 108	0.9%
Units in Non-Canadian Limited Partnerships	10,534	90.7%
Money Market Investments	973	8.4%
	<u>\$ 11,615</u>	<u>100.0%</u>

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

**PRIVATE PLACEMENT FUND 1996**

**Statement of Net Assets**

as at December 31

(in thousands except number of units outstanding)

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 30,530	\$ 24,809
<b>Liabilities</b>		
bciMC funds management fees payable (note 7)	4	10
Accounts payable	13	8
	<u>17</u>	<u>18</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 30,513</u>	<u>\$ 24,791</u>
Number of units outstanding (note 12)	4.868	7.838
<b>Net asset value per unit</b>	<u>\$ 6,268</u>	<u>\$ 3,163</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>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income	\$ 7	\$ 8
Expenses (note 7):		
bciMC funds management fees	53	70
Administrative and professional fees	10	11
	<u>63</u>	<u>81</u>
<b>Net investment loss</b>	(56)	(73)
Net realized gain	790 <sup>1</sup>	992 <sup>1</sup>
Change in unrealized gain (loss)	<u>14,328<sup>1</sup></u>	<u>(4,153)<sup>1</sup></u>
<b>Net income (loss) from operations</b>	15,062	(3,234)
Capital Transactions:		
Proceeds from units issued	69	40
Amounts paid for units redeemed	<u>(9,409)</u>	<u>(12,414)</u>
	<u>(9,340)</u>	<u>(12,374)</u>
Increase (decrease) in net assets	5,722	(15,608)
Net assets, beginning of year	<u>24,791</u>	<u>40,399</u>
<b>Net Assets, end of year</b>	<u>\$ 30,513</u>	<u>\$ 24,791</u>

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

\$	(1)	\$	15
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION  
POOLED INVESTMENT PORTFOLIOS**

**PRIVATE PLACEMENT FUND 1996**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income (loss) from operations	\$ 15,062	\$ (3,234)
Items not affecting cash:		
Net realized gain	(790)	(992)
Change in unrealized loss (gain)	<u>(14,328)</u>	<u>4,153</u>
	(56)	(73)
Changes in non-cash operating accounts:		
bclMC funds management fees payable	(6)	1
Accounts payable	<u>5</u>	<u>(4)</u>
	<u>(57)</u>	<u>(76)</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	9,547	14,323
Purchase of investments	<u>(150)</u>	<u>(1,873)</u>
	<u>9,397</u>	<u>12,450</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	69	40
Amounts paid for units redeemed	<u>(9,409)</u>	<u>(12,414)</u>
	<u>(9,340)</u>	<u>(12,374)</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Equity Investments (Schedule One)</b>			
Common Shares in Canadian Corporations	\$ 13,897	\$ 30,413	99.6%
<b>Money Market Investments</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolios			
Fund ST1	50	50	0.2%
Fund ST3	<u>75</u>	<u>67</u>	<u>0.2%</u>
	<u>125</u>	<u>117</u>	<u>0.4%</u>
<b>Total Investments</b>	<u>\$ 14,022</u>	<u>\$ 30,530</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Equity Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Canadian Limited Partnerships	\$ 14,687	48.2%
Units in Non-Canadian Limited Partnerships	12,913	42.5%
Money Market Investments	2,645	8.7%
Net Investment-Related Receivables	<u>168</u>	<u>0.6%</u>
	<u>\$ 30,413</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

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

**PRIVATE PLACEMENT FUND 1997**

**Statement of Net Assets**

as at December 31

(in thousands except number of units outstanding)

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 168,242	\$ 197,874
<b>Liabilities</b>		
bciMC funds management fees payable (note 7)	17	35
Accounts payable	13	8
	<u>30</u>	<u>43</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 168,212</u>	<u>\$ 197,831</u>
Number of units outstanding (note 12)	91.580	135.555
<b>Net asset value per unit</b>	<u>\$ 1,837</u>	<u>\$ 1,459</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>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income	\$ 4	\$ 11
Expenses (note 7):		
bciMC funds management fees	215	256
Administrative and professional fees	10	14
	<u>225</u>	<u>270</u>
<b>Net investment loss</b>	(221)	(259)
Net realized loss	(7,974) <sup>1</sup>	(27,191) <sup>1</sup>
Change in unrealized gain	<u>40,054</u> <sup>1</sup>	<u>44,863</u> <sup>1</sup>
<b>Net income from operations</b>	31,859	17,413
Capital Transactions:		
Proceeds from units issued	240	4,585
Amounts paid for units redeemed	<u>(61,718)</u>	<u>(120,796)</u>
	<u>(61,478)</u>	<u>(116,211)</u>
Decrease in net assets	(29,619)	(98,798)
Net assets, beginning of year	<u>197,831</u>	<u>296,629</u>
<b>Net Assets, end of year</b>	<u>\$ 168,212</u>	<u>\$ 197,831</u>

<sup>1</sup> The net realized loss and change in unrealized gain include the following exchange losses:

\$	-	\$	(4)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION  
POOLED INVESTMENT PORTFOLIOS**

**PRIVATE PLACEMENT FUND 1997**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income from operations	\$ 31,859	\$ 17,413
Items not affecting cash:		
Net realized loss	7,974	27,191
Change in unrealized gain	<u>(40,054)</u>	<u>(44,863)</u>
	(221)	(259)
Changes in non-cash operating accounts:		
bclMC funds management fees payable	(18)	11
Accounts payable	<u>5</u>	<u>(6)</u>
	<u>(234)</u>	<u>(254)</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	61,959	121,835
Purchase of investments	<u>(247)</u>	<u>(5,370)</u>
	<u>61,712</u>	<u>116,465</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	240	4,585
Amounts paid for units redeemed	<u>(61,718)</u>	<u>(120,796)</u>
	<u>(61,478)</u>	<u>(116,211)</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Equity Investments</b> (Schedule One)			
Common Shares in Canadian Corporations	\$ 144,333	\$ 168,138	99.9%
<b>Money Market Investments</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolios			
Fund ST1	7	7	0.0%
Fund ST3	<u>110</u>	<u>97</u>	<u>0.1%</u>
	<u>117</u>	<u>104</u>	<u>0.1%</u>
<b>Total Investments</b>	<u>\$ 144,450</u>	<u>\$ 168,242</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Equity Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Canadian Limited Partnerships	\$ 15,745	9.4%
Units in Non-Canadian Limited Partnerships	144,462	85.9%
Money Market Investments	7,932	4.7%
Net Investment-Related Payables	<u>(1)</u>	<u>0.0%</u>
	<u>\$ 168,138</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

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

**PRIVATE PLACEMENT FUND 1998**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 159,983	\$ 147,993
<b>Liabilities</b>		
bciMC funds management fees payable (note 7)	17	34
Accounts payable	<u>13</u>	<u>8</u>
	<u>30</u>	<u>42</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 159,953</u>	<u>\$ 147,951</u>
Number of units outstanding (note 12)	101.545	129.713
<b>Net asset value per unit</b>	<u>\$ 1,575</u>	<u>\$ 1,141</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>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income	\$ 9	\$ 6
Expenses (note 7):		
bciMC funds management fees	216	240
Administrative and professional fees	<u>10</u>	<u>12</u>
	<u>226</u>	<u>252</u>
<b>Net investment loss</b>	(217)	(246)
Net realized loss	(2,928) <sup>1</sup>	(3,011) <sup>1</sup>
Change in unrealized gain	<u>47,139</u> <sup>1</sup>	<u>9,090</u> <sup>1</sup>
<b>Net income from operations</b>	43,994	5,833
Capital Transactions:		
Proceeds from units issued	1,997	2,663
Amounts paid for units redeemed	<u>(33,989)</u>	<u>(26,051)</u>
	<u>(31,992)</u>	<u>(23,388)</u>
Increase (decrease) in net assets	12,002	(17,555)
Net assets, beginning of year	<u>147,951</u>	<u>165,506</u>
<b>Net Assets, end of year</b>	<u>\$ 159,953</u>	<u>\$ 147,951</u>

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

\$	2	\$	(5)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION  
POOLED INVESTMENT PORTFOLIOS**

**PRIVATE PLACEMENT FUND 1998**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income from operations	\$ 43,994	\$ 5,833
Items not affecting cash:		
Net realized loss	2,928	3,011
Change in unrealized gain	<u>(47,139)</u>	<u>(9,090)</u>
	(217)	(246)
Changes in non-cash operating accounts:		
bclMC funds management fees payable	(17)	(15)
Accounts payable	5	14
	<u>(229)</u>	<u>(247)</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	34,227	26,477
Purchase of investments	<u>(2,006)</u>	<u>(2,842)</u>
	<u>32,221</u>	<u>23,635</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	1,997	2,663
Amounts paid for units redeemed	<u>(33,989)</u>	<u>(26,051)</u>
	<u>(31,992)</u>	<u>(23,388)</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Equity Investments</b> (Schedule One)			
Common Shares in Canadian Corporations	\$ 124,906	\$ 159,803	99.9%
<b>Money Market Investments</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolios			
Fund ST1	7	7	0.0%
Fund ST3	<u>221</u>	<u>173</u>	<u>0.1%</u>
	<u>228</u>	<u>180</u>	<u>0.1%</u>
<b>Total Investments</b>	<u>\$ 125,134</u>	<u>\$ 159,983</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Equity Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Canadian Limited Partnerships	\$ 95,266	59.6%
Units in Non-Canadian Limited Partnerships	59,079	37.0%
Money Market Investments	5,459	3.4%
Net Investment-Related Payables	<u>(1)</u>	<u>0.0%</u>
	<u>\$ 159,803</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

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

**PRIVATE PLACEMENT FUND 1999**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 175,210	\$ 174,493
<b>Liabilities</b>		
bciMC funds management fees payable (note 7)	17	35
Accounts payable	13	8
	<u>30</u>	<u>43</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 175,180</u>	<u>\$ 174,450</u>
Number of units outstanding (note 12)	229.997	286.029
<b>Net asset value per unit</b>	<u>\$ 762</u>	<u>\$ 610</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>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income	\$ 7	\$ 6
Expenses (note 7):		
bciMC funds management fees	210	229
Administrative and professional fees	10	16
	<u>220</u>	<u>245</u>
<b>Net investment loss</b>	(213)	(239)
Net realized loss	(22,863) <sup>1</sup>	(12,524) <sup>1</sup>
Change in unrealized gain	<u>56,352</u> <sup>1</sup>	<u>34,227</u> <sup>1</sup>
<b>Net income from operations</b>	33,276	21,464
Capital Transactions:		
Proceeds from units issued	235	6,069
Amounts paid for units redeemed	<u>(32,781)</u>	<u>(14,264)</u>
	<u>(32,546)</u>	<u>(8,195)</u>
Increase in net assets	730	13,269
Net assets, beginning of year	<u>174,450</u>	<u>161,181</u>
<b>Net Assets, end of year</b>	<u>\$ 175,180</u>	<u>\$ 174,450</u>

<sup>1</sup> The net realized loss and change in unrealized gain include the following exchange losses:

	\$ (1)	\$ (5)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION  
POOLED INVESTMENT PORTFOLIOS**

**PRIVATE PLACEMENT FUND 1999**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income from operations	\$ 33,276	\$ 21,464
Items not affecting cash:		
Net realized loss	22,863	12,524
Change in unrealized gain	<u>(56,352)</u>	<u>(34,227)</u>
	(213)	(239)
Changes in non-cash operating accounts:		
Accounts receivable	-	80
bciMC funds management fees payable	(18)	11
Accounts payable	<u>5</u>	<u>(54)</u>
	<u>(226)</u>	<u>(202)</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	33,083	14,536
Purchase of investments	<u>(311)</u>	<u>(6,139)</u>
	<u>32,772</u>	<u>8,397</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	235	6,069
Amounts paid for units redeemed	<u>(32,781)</u>	<u>(14,264)</u>
	<u>(32,546)</u>	<u>(8,195)</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Equity Investments</b> (Schedule One)			
Common Shares in Canadian Corporations	\$ 226,445	\$ 175,094	100.0%
<b>Money Market Investments</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolios			
Fund ST1	50	50	0.0%
Fund ST3	<u>73</u>	<u>66</u>	<u>0.0%</u>
	<u>123</u>	<u>116</u>	<u>0.0%</u>
<b>Total Investments</b>	<u>\$ 226,568</u>	<u>\$ 175,210</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Equity Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Canadian Limited Partnerships	\$ 13,019	7.4%
Units in Non-Canadian Limited Partnerships	157,331	89.9%
Money Market Investments	4,746	2.7%
Net Investment-Related Payables	<u>(2)</u>	<u>0.0%</u>
	<u>\$ 175,094</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

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

**PRIVATE PLACEMENT FUND 1999A**

**Statement of Net Assets**

as at December 31

(in thousands except number of units outstanding)

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 56,641	\$ 51,603
<b>Liabilities</b>		
bclMC funds management fees payable (note 7)	6	18
Accounts payable	13	8
	<u>19</u>	<u>26</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 56,622</u>	<u>\$ 51,577</u>
Number of units outstanding (note 12)	24.778	30.072
<b>Net asset value per unit</b>	<u>\$ 2,285</u>	<u>\$ 1,715</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>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income	\$ 4	\$ 8
Expenses (note 7):		
bclMC funds management fees	84	116
Administrative and professional fees	9	11
	<u>93</u>	<u>127</u>
<b>Net investment loss</b>	(89)	(119)
Net realized loss	(1,468) <sup>1</sup>	(1,975) <sup>1</sup>
Change in unrealized gain	<u>14,483<sup>1</sup></u>	<u>3,407<sup>1</sup></u>
<b>Net income from operations</b>	12,926	1,313
Capital Transactions:		
Proceeds from units issued	1,800	1,395
Amounts paid for units redeemed	(9,681)	(20,510)
	<u>(7,881)</u>	<u>(19,115)</u>
Increase (decrease) in net assets	5,045	(17,802)
Net assets, beginning of year	<u>51,577</u>	<u>69,379</u>
<b>Net Assets, end of year</b>	<u>\$ 56,622</u>	<u>\$ 51,577</u>

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

\$	1	\$	(3)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION  
POOLED INVESTMENT PORTFOLIOS**

**PRIVATE PLACEMENT FUND 1999A**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income from operations	\$ 12,926	\$ 1,313
Items not affecting cash:		
Net realized loss	1,468	1,975
Change in unrealized gain	<u>(14,483)</u>	<u>(3,407)</u>
	(89)	(119)
Changes in non-cash operating accounts:		
bclMC funds management fees payable	(12)	3
Accounts payable	<u>5</u>	<u>(18)</u>
	<u>(96)</u>	<u>(134)</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	9,781	20,652
Purchase of investments	<u>(1,804)</u>	<u>(1,403)</u>
	<u>7,977</u>	<u>19,249</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	1,800	1,395
Amounts paid for units redeemed	<u>(9,681)</u>	<u>(20,510)</u>
	<u>(7,881)</u>	<u>(19,115)</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Equity Investments</b> (Schedule One)			
Common Shares in Canadian Corporations	\$ 43,129	\$ 56,543	99.8%
<b>Money Market Investments</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolios			
Fund ST1	16	16	0.0%
Fund ST3	<u>104</u>	<u>82</u>	<u>0.2%</u>
	<u>120</u>	<u>98</u>	<u>0.2%</u>
<b>Total Investments</b>	<u>\$ 43,249</u>	<u>\$ 56,641</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Equity Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Canadian Limited Partnerships	\$ 9,532	16.9%
Units in Non-Canadian Limited Partnerships	46,801	82.8%
Money Market Investments	132	0.2%
Net Investment-Related Receivables	<u>78</u>	<u>0.1%</u>
	<u>\$ 56,543</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

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

**2000 PRIVATE PLACEMENT FUND**

**Statement of Net Assets**

**as at December 31**

**(in thousands except number of units outstanding)**

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 194,763	\$ 184,856
Other assets	-	137
	<u>194,763</u>	<u>184,993</u>
<b>Liabilities</b>		
bciMC funds management fees payable (note 7)	20	24
Accounts payable	<u>13</u>	<u>7</u>
	<u>33</u>	<u>31</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 194,730</u>	<u>\$ 184,962</u>
Number of units outstanding (note 12)	185.847	240.137
<b>Net asset value per unit</b>	<u>\$ 1,048</u>	<u>\$ 770</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>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income	\$ 9	\$ 7
Expenses (note 7):		
bciMC funds management fees	261	192
Administrative and professional fees	<u>10</u>	<u>16</u>
	<u>271</u>	<u>208</u>
<b>Net investment loss</b>	(262)	(201)
Net realized loss	(7,900)	(4,719)
Change in unrealized gain	<u>58,983</u>	<u>7,429</u>
<b>Net income from operations</b>	50,821	2,509
Capital Transactions:		
Proceeds from units issued	5,513	15,883
Amounts paid for units redeemed	<u>(46,566)</u>	<u>(19,494)</u>
	<u>(41,053)</u>	<u>(3,611)</u>
Increase (decrease) in net assets	9,768	(1,102)
Net assets, beginning of year	<u>184,962</u>	<u>186,064</u>
<b>Net Assets, end of year</b>	<u>\$ 194,730</u>	<u>\$ 184,962</u>

See accompanying Notes to Financial Statements.

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

**2000 PRIVATE PLACEMENT FUND**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income from operations	\$ 50,821	\$ 2,509
Items not affecting cash:		
Net realized loss	7,900	4,719
Change in unrealized gain	<u>(58,983)</u>	<u>(7,429)</u>
	(262)	(201)
Changes in non-cash operating accounts:		
Accrued investment income	-	15
Other Assets	137	(137)
bcIMC funds management fees payable	(4)	1
Accounts payable	<u>6</u>	<u>(36)</u>
	<u>(123)</u>	<u>(358)</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	46,808	20,272
Purchase of investments	<u>(5,632)</u>	<u>(16,303)</u>
	<u>41,176</u>	<u>3,969</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	5,513	15,883
Amounts paid for units redeemed	<u>(46,566)</u>	<u>(19,494)</u>
	<u>(41,053)</u>	<u>(3,611)</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Equity Investments</b> (Schedule One)			
Common Shares in Canadian Corporations	\$ 163,661	\$ 194,575	99.9%
<b>Money Market Investments</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolios			
Fund ST1	31	31	0.0%
Fund ST3	<u>173</u>	<u>157</u>	<u>0.1%</u>
	<u>204</u>	<u>188</u>	<u>0.1%</u>
<b>Total Investments</b>	<u>\$ 163,865</u>	<u>\$ 194,763</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Equity Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Canadian Limited Partnerships	\$ 41,791	21.5%
Units in Non-Canadian Limited Partnerships	150,496	77.3%
Common Shares in Non-Canadian Corporations	357	0.2%
Money Market Investments	1,740	0.9%
Net Investment-Related Receivables	<u>191</u>	<u>0.1%</u>
	<u>\$ 194,575</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

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

**2001 PRIVATE PLACEMENT FUND**

**Statement of Net Assets**

as at December 31

(in thousands except number of units outstanding)

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 105,948	\$ 88,609
Prepaid expenses	-	90
	<u>105,948</u>	<u>88,699</u>
<b>Liabilities</b>		
bciMC funds management fees payable (note 7)	6	8
Accounts payable	<u>13</u>	<u>7</u>
	<u>19</u>	<u>15</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 105,929</u>	<u>\$ 88,684</u>
Number of units outstanding (note 12)	53.108	62.850
<b>Net asset value per unit</b>	<u>\$ 1,995</u>	<u>\$ 1,411</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>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income	\$ 3	\$ 1
Expenses (note 7):		
bciMC funds management fees	82	45
Administrative and professional fees	<u>11</u>	<u>10</u>
	<u>93</u>	<u>55</u>
<b>Net investment loss</b>	(90)	(54)
Net realized gain	3,154 <sup>1</sup>	1,146 <sup>1</sup>
Change in unrealized gain	<u>25,181<sup>1</sup></u>	<u>26,652<sup>1</sup></u>
<b>Net income from operations</b>	28,245	27,744
Capital Transactions:		
Proceeds from units issued	2,831	8,075
Amounts paid for units redeemed	<u>(13,831)</u>	<u>(20,674)</u>
	<u>(11,000)</u>	<u>(12,599)</u>
Increase in net assets	17,245	15,145
Net assets, beginning of year	<u>88,684</u>	<u>73,539</u>
<b>Net Assets, end of year</b>	<u>\$ 105,929</u>	<u>\$ 88,684</u>

<sup>1</sup> The net realized gain and change in unrealized gain include the following exchange losses:

\$	-	\$	(1)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION  
POOLED INVESTMENT PORTFOLIOS**

**2001 PRIVATE PLACEMENT FUND**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income from operations	\$ 28,245	\$ 27,744
Items not affecting cash:		
Net realized gain	(3,154)	(1,146)
Change in unrealized gain	<u>(25,181)</u>	<u>(26,652)</u>
	(90)	(54)
Changes in non-cash operating accounts:		
Prepaid expenses	90	(90)
bcIMC funds management fees payable	(2)	(5)
Accounts payable	<u>6</u>	<u>(7)</u>
	<u>4</u>	<u>(156)</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	13,911	20,831
Purchase of investments	<u>(2,915)</u>	<u>(8,076)</u>
	<u>10,996</u>	<u>12,755</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	2,831	8,075
Amounts paid for units redeemed	<u>(13,831)</u>	<u>(20,674)</u>
	<u>(11,000)</u>	<u>(12,599)</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Equity Investments</b> (Schedule One)			
Common Shares in Canadian Corporations	\$ 48,556	\$ 105,924	100.0%
<b>Money Market Investments</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolios			
Fund ST1	9	9	0.0%
Fund ST3	<u>19</u>	<u>15</u>	<u>0.0%</u>
	<u>28</u>	<u>24</u>	<u>0.0%</u>
<b>Total Investments</b>	<u>\$ 48,584</u>	<u>\$ 105,948</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Equity Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Non-Canadian Limited Partnerships	\$ 101,317	95.6%
Money Market Investments	3,891	3.7%
Net Investment-Related Receivables	<u>716</u>	<u>0.7%</u>
	<u>\$ 105,924</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

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

**2002 PRIVATE PLACEMENT FUND**

**Statement of Net Assets**

as at December 31

(in thousands except number of units outstanding)

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 163,762	\$ 116,483
Prepaid expenses	-	64
	<u>163,762</u>	<u>116,547</u>
<b>Liabilities</b>		
bciMC funds management fees payable (note 7)	8	9
Accounts payable	<u>13</u>	<u>8</u>
	<u>21</u>	<u>17</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 163,741</u>	<u>\$ 116,530</u>
Number of units outstanding (note 12)	85,659	78,111
<b>Net asset value per unit</b>	<u>\$ 1,912</u>	<u>\$ 1,492</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>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income	\$ 1	\$ -
Expenses (note 7):		
bciMC funds management fees	103	56
Administrative and professional fees	<u>17</u>	<u>23</u>
	<u>120</u>	<u>79</u>
<b>Net investment loss</b>	(119)	(79)
Net realized gain	2,829	3,045
Change in unrealized gain	<u>34,956</u>	<u>11,469</u>
<b>Net income from operations</b>	37,666	14,435
Capital Transactions:		
Proceeds from units issued	23,148	45,491
Amounts paid for units redeemed	<u>(13,603)</u>	<u>(25,622)</u>
	<u>9,545</u>	<u>19,869</u>
Increase in net assets	47,211	34,304
Net assets, beginning of year	<u>116,530</u>	<u>82,226</u>
<b>Net Assets, end of year</b>	<u>\$ 163,741</u>	<u>\$ 116,530</u>

See accompanying Notes to Financial Statements.



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

**2002 PRIVATE PLACEMENT FUND**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income from operations	\$ 37,666	\$ 14,435
Items not affecting cash:		
Net realized gain	(2,829)	(3,045)
Change in unrealized gain	<u>(34,956)</u>	<u>(11,469)</u>
	(119)	(79)
Changes in non-cash operating accounts:		
Accrued investment income	-	478
Prepaid expenses	64	(64)
bcIMC funds management fees payable	(1)	(4)
Accounts payable	<u>5</u>	<u>(6)</u>
	<u>(51)</u>	<u>325</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	13,710	25,768
Purchase of investments	<u>(23,204)</u>	<u>(45,962)</u>
	<u>(9,494)</u>	<u>(20,194)</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	23,148	45,491
Amounts paid for units redeemed	<u>(13,603)</u>	<u>(25,622)</u>
	<u>9,545</u>	<u>19,869</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Equity Investments</b> (Schedule One)			
Common Shares in Canadian Corporations	\$ 102,293	\$ 163,736	100.0%
<b>Money Market Investments</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	<u>26</u>	<u>26</u>	<u>0.0%</u>
<b>Total Investments</b>	<u>\$ 102,319</u>	<u>\$ 163,762</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Equity Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Canadian Limited Partnerships	\$ 60,204	36.8%
Units in Non-Canadian Limited Partnerships	100,249	61.2%
Net Investment-Related Receivables	3,283	2.0%
	<u>\$ 163,736</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

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

**2003 PRIVATE PLACEMENT FUND**

**Statement of Net Assets**

as at December 31

(in thousands except number of units outstanding)

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 136,944	\$ 84,083
Prepaid expenses	-	24
	<u>136,944</u>	<u>84,107</u>
<b>Liabilities</b>		
bciMC funds management fees payable (note 7)	9	10
Accounts payable	<u>13</u>	<u>8</u>
	<u>22</u>	<u>18</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 136,922</u>	<u>\$ 84,089</u>
Number of units outstanding (note 12)	194,100	135,664
<b>Net asset value per unit</b>	<u>\$ 705</u>	<u>\$ 620</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>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income	\$ 1	\$ 1
Expenses (note 7):		
bciMC funds management fees	118	100
Administrative and professional fees	<u>11</u>	<u>8</u>
	<u>129</u>	<u>108</u>
<b>Net investment loss</b>	(128)	(107)
Net realized gain (loss)	326	(51)
Change in unrealized gain	<u>19,671</u>	<u>12,767</u>
<b>Net income from operations</b>	19,869	12,609
Capital Transactions:		
Proceeds from units issued	38,379	33,679
Amounts paid for units redeemed	<u>(5,415)</u>	<u>(522)</u>
	<u>32,964</u>	<u>33,157</u>
Increase in net assets	52,833	45,766
Net assets, beginning of year	<u>84,089</u>	<u>38,323</u>
<b>Net Assets, end of year</b>	<u>\$ 136,922</u>	<u>\$ 84,089</u>

See accompanying Notes to Financial Statements.

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

**2003 PRIVATE PLACEMENT FUND**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income from operations	\$ 19,869	\$ 12,609
Items not affecting cash:		
Net realized loss (gain)	(326)	51
Change in unrealized gain	<u>(19,671)</u>	<u>(12,767)</u>
	(128)	(107)
Changes in non-cash operating accounts:		
Prepaid expenses	24	(24)
bclMC funds management fees payable	(1)	(4)
Accounts payable	<u>5</u>	<u>(8)</u>
	<u>(100)</u>	<u>(143)</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	5,529	646
Purchase of investments	<u>(38,393)</u>	<u>(33,660)</u>
	<u>(32,864)</u>	<u>(33,014)</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	38,379	33,679
Amounts paid for units redeemed	<u>(5,415)</u>	<u>(522)</u>
	<u>32,964</u>	<u>33,157</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Equity Investments</b> (Schedule One)			
Common Shares in Canadian Corporations	\$ 109,845	\$ 136,919	100.0%
<b>Money Market Investments</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	<u>25</u>	<u>25</u>	<u>0.0%</u>
<b>Total Investments</b>	<u>\$ 109,870</u>	<u>\$ 136,944</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Equity Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Canadian Limited Partnerships	\$ 97,563	71.3%
Preferred Shares in Non-Canadian Corporations	1,420	1.0%
Units in Non-Canadian Limited Partnerships	34,403	25.1%
Money Market Investments	3,534	2.6%
Net Investment-Related Payables	<u>(1)</u>	<u>0.0%</u>
	<u>\$ 136,919</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

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

**2003A PRIVATE PLACEMENT FUND**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 21,317	\$ 41,223
Prepaid expenses	<u>-</u>	<u>6</u>
	<u>21,317</u>	<u>41,229</u>
<b>Liabilities</b>		
bciMC funds management fees payable (note 7)	4	-
Accounts payable	<u>13</u>	<u>8</u>
	<u>17</u>	<u>8</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 21,300</u>	<u>\$ 41,221</u>
Number of units outstanding (note 12)	5,542	31,516
<b>Net asset value per unit</b>	<u>\$ 3,843</u>	<u>\$ 1,308</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>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income	<u>\$ -</u>	<u>\$ -</u>
Expenses (note 7):		
bciMC funds management fees	47	40
Administrative and professional fees	<u>10</u>	<u>5</u>
	<u>57</u>	<u>45</u>
<b>Net investment loss</b>	(57)	(45)
Net realized gain	8,685	-
Change in unrealized gain	<u>5,493</u>	<u>9,640</u>
<b>Net income from operations</b>	14,121	9,595
Capital Transactions:		
Proceeds from units issued	3,490	8,324
Amounts paid for units redeemed	<u>(37,532)</u>	<u>-</u>
	<u>(34,042)</u>	<u>8,324</u>
Increase (decrease) in net assets	(19,921)	17,919
Net assets, beginning of year	<u>41,221</u>	<u>23,302</u>
<b>Net Assets, end of year</b>	<u>\$ 21,300</u>	<u>\$ 41,221</u>

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

**2003A PRIVATE PLACEMENT FUND**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income from operations	\$ 14,121	\$ 9,595
Items not affecting cash:		
Net realized gain	(8,685)	-
Change in unrealized gain	(5,493)	(9,640)
	(57)	(45)
Changes in non-cash operating accounts:		
Prepaid expenses	6	(5)
bcIMC funds management fees payable	4	(6)
Accounts payable	5	(5)
	(42)	(61)
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	37,580	59
Purchase of investments	(3,496)	(8,322)
	34,084	(8,263)
<b>Cash flows from financing activities</b>		
Proceeds from units issued	3,490	8,324
Amounts paid for units redeemed	(37,532)	-
	(34,042)	8,324
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	\$ -	\$ -

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Equity Investments</b> (Schedule One)			
Common Shares in Canadian Corporations	\$ 5,510	\$ 21,304	99.9%
<b>Money Market Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	13	13	0.1%
<b>Total Investments</b>	<u>\$ 5,523</u>	<u>\$ 21,317</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Equity Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Canadian Limited Partnerships	\$ 21,193	99.5%
Money Market Investments	111	0.5%
	<u>\$ 21,304</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

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

**2004 PRIVATE PLACEMENT FUND**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 217,223	\$ 95,148
Prepaid expenses	-	21
	<u>217,223</u>	<u>95,169</u>
<b>Liabilities</b>		
bciMC funds management fees payable (note 7)	13	14
Accounts payable	<u>13</u>	<u>8</u>
	<u>26</u>	<u>22</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 217,197</u>	<u>\$ 95,147</u>
Number of units outstanding (note 12)	188,229	112,898
<b>Net asset value per unit</b>	<u>\$ 1,154</u>	<u>\$ 843</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>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income	\$ 1	\$ 1
Expenses (note 7):		
bciMC funds management fees	165	148
Administrative and professional fees	<u>37</u>	<u>13</u>
	<u>202</u>	<u>161</u>
<b>Net investment loss</b>	(201)	(160)
Net realized gain (loss)	(231)	97
Change in unrealized gain	<u>60,387</u>	<u>2,175</u>
<b>Net income from operations</b>	59,955	2,112
Capital Transactions:		
Proceeds from units issued	69,022	70,844
Amounts paid for units redeemed	<u>(6,927)</u>	<u>(2,600)</u>
	<u>62,095</u>	<u>68,244</u>
Increase in net assets	122,050	70,356
Net assets, beginning of year	<u>95,147</u>	<u>24,791</u>
<b>Net Assets, end of year</b>	<u>\$ 217,197</u>	<u>\$ 95,147</u>

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

**2004 PRIVATE PLACEMENT FUND**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income from operations	\$ 59,955	\$ 2,112
Items not affecting cash:		
Net realized loss (gain)	231	(97)
Change in unrealized gain	<u>(60,387)</u>	<u>(2,175)</u>
	(201)	(160)
Changes in non-cash operating accounts:		
Prepaid expenses	21	(21)
bclMC funds management fees payable	(1)	(1)
Accounts payable	<u>5</u>	<u>(90)</u>
	<u>(176)</u>	<u>(272)</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	7,111	2,849
Purchase of investments	<u>(69,030)</u>	<u>(70,821)</u>
	<u>(61,919)</u>	<u>(67,972)</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	69,022	70,844
Amounts paid for units redeemed	<u>(6,927)</u>	<u>(2,600)</u>
	<u>62,095</u>	<u>68,244</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Equity Investments (Schedule One)</b>			
Common Shares in Canadian Corporations	\$ 158,992	\$ 217,189	100.0%
<b>Money Market Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	<u>34</u>	<u>34</u>	<u>0.0%</u>
<b>Total Investments</b>	<u>\$ 159,026</u>	<u>\$ 217,223</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Equity Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Canadian Limited Partnerships	\$ 46,757	21.5%
Units in Non-Canadian Limited Partnerships	161,553	74.4%
Common Shares in Non-Canadian Corporations	8,420	3.9%
Preferred Shares in Non-Canadian Corporations	2	0.0%
Money Market Investments	458	0.2%
Net Investment-Related Payables	<u>(1)</u>	<u>0.0%</u>
	<u>\$ 217,189</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

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

**2005 PRIVATE PLACEMENT FUND**

**Statement of Net Assets**

as at December 31

(in thousands except number of units outstanding)

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 223,669	\$ 39,054
Prepaid expenses	-	7
	<u>223,669</u>	<u>39,061</u>
<b>Liabilities</b>		
bclIMC funds management fees payable (note 7)	13	15
External management fees payable	-	75
Accounts payable	13	8
	<u>26</u>	<u>98</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 223,643</u>	<u>\$ 38,963</u>
Number of units outstanding (note 12)	596,371	121,378
<b>Net asset value per unit</b>	<u>\$ 375</u>	<u>\$ 321</u>



Doug Pearce  
Chief Executive Officer  
Chief Investment Officer

**Statement of Operations and Changes in Net Assets**

for the year ended December 31

(in thousands)

	<u>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income	\$ 1	\$ -
Expenses (note 7):		
bclIMC funds management fees	165	116
External management fees	734	75
Administrative and professional fees	99	98
	<u>998</u>	<u>289</u>
<b>Net investment loss</b>	(997)	(289)
Net realized gain (loss)	612 <sup>1</sup>	(28) <sup>1</sup>
Change in unrealized gain (loss)	34,576 <sup>1</sup>	(64) <sup>1</sup>
<b>Net income (loss) from operations</b>	34,191	(381)
Capital Transactions:		
Proceeds from units issued	172,889	40,205
Amounts paid for units redeemed	(22,400)	(861)
	<u>150,489</u>	<u>39,344</u>
Increase in net assets	184,680	38,963
Net assets, beginning of year	38,963	-
<b>Net Assets, end of year</b>	<u>\$ 223,643</u>	<u>\$ 38,963</u>

<sup>1</sup> The net realized gain (loss) and change in unrealized gain (loss) include the following exchange gains:

\$	1	\$	-
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION  
POOLED INVESTMENT PORTFOLIOS**

**2005 PRIVATE PLACEMENT FUND**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income (loss) from operations	\$ 34,191	\$ (381)
Items not affecting cash:		
Net realized loss (gain)	(612)	28
Change in unrealized loss (gain)	<u>(34,576)</u>	<u>64</u>
	(997)	(289)
Changes in non-cash operating accounts:		
Prepaid expenses	7	(7)
bcIMC funds management fees payable	(2)	15
External management fees payable	(75)	75
Accounts payable	<u>5</u>	<u>8</u>
	<u>(1,062)</u>	<u>(198)</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	24,212	1,044
Purchase of investments	<u>(173,639)</u>	<u>(40,190)</u>
	<u>(149,427)</u>	<u>(39,146)</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	172,889	40,205
Amounts paid for units redeemed	<u>(22,400)</u>	<u>(861)</u>
	<u>150,489</u>	<u>39,344</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Equity Investments</b> (Schedule One)			
Common Shares in Canadian Corporations	\$ 189,131	\$ 223,643	100.0%
<b>Money Market Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	<u>26</u>	<u>26</u>	<u>0.0%</u>
<b>Total Investments</b>	<u>\$ 189,157</u>	<u>\$ 223,669</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Equity Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Canadian Limited Partnerships	\$ 6,262	2.8%
Units in Non-Canadian Limited Partnerships	214,630	95.9%
Money Market Investments	5,044	2.3%
Net Investment-Related Payables	<u>(2,293)</u>	<u>(1.0%)</u>
	<u>\$ 223,643</u>	<u>100.0%</u>

See accompanying Notes to Financial Statements.

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

**2006 PRIVATE PLACEMENT FUND**

**Statement of Net Assets**

as at December 31

(in thousands except number of units outstanding)

	<u>2006</u> (note 1)
<b>Assets</b>	
Investments at fair value	\$ 36,685
<b>Liabilities</b>	
bclMC funds management fees payable (note 7)	14
Accounts payable	10
	<u>24</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 36,661</u>
Number of units outstanding (note 12)	41,838
<b>Net asset value per unit</b>	<u>\$ 876</u>



Doug Pearce  
Chief Executive Officer  
Chief Investment Officer

**Statement of Operations and Changes in Net Assets**

for the eleven months ended December 31

(in thousands)

	<u>2006</u> (note 1)
Investment Income	\$ 1
Expenses (note 7):	
bclMC funds management fees	140
Administrative and professional fees	80
	<u>220</u>
<b>Net investment loss</b>	(219)
Change in unrealized loss	<u>(4,588)</u>
<b>Net loss from operations</b>	(4,807)
Capital Transactions:	
Proceeds from units issued	41,468
Amounts paid for units redeemed	-
	<u>41,468</u>
Increase in net assets	36,661
Net assets, beginning of year	-
<b>Net Assets, end of year</b>	<u>\$ 36,661</u>

See accompanying Notes to Financial Statements.

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

**2006 PRIVATE PLACEMENT FUND**

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

	<u>2006</u> (note 1)
<b>Cash flow provided by (used for):</b>	
<b>Cash flows from operating activities</b>	
Net loss from operations	\$ (4,807)
Items not affecting cash:	
Change in unrealized loss	<u>4,588</u> (219)
Changes in non-cash operating accounts:	
bclMC funds management fees payable	14
Accounts payable	<u>10</u>
	<u>(195)</u>
<b>Cash flows from investing activities</b>	
Proceeds from sale of investments	207
Purchase of investments	<u>(41,480)</u>
	<u>(41,273)</u>
<b>Cash flows from financing activities</b>	
Proceeds from units issued	41,468
Amounts paid for units redeemed	<u>-</u>
	<u>41,468</u>
<b>Net increase in cash</b>	-
<b>Cash, beginning of year</b>	<u>-</u>
<b>Cash, end of year</b>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Equity Investments</b> (Schedule One)			
Common Shares in Canadian Corporations	\$ 41,247	\$ 36,659	99.9%
<b>Money Market Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	<u>26</u>	<u>26</u>	0.1%
<b>Total Investments</b>	<u>\$ 41,273</u>	<u>\$ 36,685</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Equity Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Canadian Limited Partnerships	\$ 1,598	4.4%
Units in Non-Canadian Limited Partnerships	34,914	95.2%
Money Market Investments	148	0.4%
Net Investment-Related Payables	<u>(1)</u>	0.0%
	<u>\$ 36,659</u>	<u>100.0%</u>

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>2006</u>	<u>2005</u>
<b>Assets</b>		
Investments at fair value	\$ 2,643,454	\$ 2,330,203
Unrealized gain on foreign currency contracts	-	14,250
Cash	23,951	15,642
Receivable from sale of investments	23,343	16,293
Receivable from issue of units	300	300
Accrued investment income	1,350	2,070
	<u>2,692,398</u>	<u>2,378,758</u>
<b>Liabilities</b>		
bclMC funds management fees payable (note 7)	37	41
Payable for purchase of investments	7,868	9,119
External management fees payable	1,987	1,851
Custodial fees payable	197	237
Accounts payable	5	7
	<u>10,094</u>	<u>11,255</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 2,682,304</u>	<u>\$ 2,367,503</u>
Number of units outstanding (note 12)	1,396.373	1,395.532
<b>Net asset value per unit</b>	<u>\$ 1,921</u>	<u>\$ 1,696</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>2006</u>	<u>2005</u>
Investment Income	\$ 41,847	\$ 42,481
Expenses (note 7):		
bclMC funds management fees	498	446
External management fees	7,557	6,652
Custodial fees	815	638
Administrative and professional fees	13	-
	<u>8,883</u>	<u>7,736</u>
<b>Net investment income</b>	32,964	34,745
Net realized gain	230,731 <sup>1</sup>	202,358 <sup>1</sup>
Change in unrealized gain	49,656 <sup>1</sup>	205,124 <sup>1</sup>
<b>Net income from operations</b>	313,351	442,227
Capital Transactions:		
Proceeds from units issued	74,864	167,645
Amounts paid for units redeemed	(73,414)	(201,359)
	<u>1,450</u>	<u>(33,714)</u>
Increase in net assets	314,801	408,513
Net assets, beginning of year	<u>2,367,503</u>	<u>1,958,990</u>
<b>Net Assets, end of year</b>	<u>\$ 2,682,304</u>	<u>\$ 2,367,503</u>

<sup>1</sup> The net realized gain and change in unrealized gain include the following exchange gains (losses):

\$ 38,322	\$ (310,060)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION  
POOLED INVESTMENT PORTFOLIOS**

**ASIAN EQUITY FUND**

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Public Equity Investments</b>			
Common and Preferred Stock:			
Australia	\$ 246,680	\$ 331,266	12.5%
Hong Kong	304,674	440,835	16.8%
Indonesia	65,307	71,158	2.7%
Japan	1,279,280	1,412,660	53.5%
Malaysia	2,686	3,806	0.1%
Philippines	4,629	6,529	0.2%
Singapore	82,633	134,230	5.1%
South Korea	69,762	103,610	3.9%
Taiwan	103,512	132,949	5.0%
Thailand	6,983	6,321	0.2%
	<u>2,166,146</u>	<u>2,643,364</u>	<u>100.0%</u>
<b>Money Market Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST2	<u>90</u>	<u>90</u>	<u>0.0%</u>
<b>Total Investments</b>	<u><u>\$ 2,166,236</u></u>	<u><u>\$ 2,643,454</u></u>	<u><u>100.0%</u></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>2006</u>	<u>2005</u>
<b>Assets</b>		
Investments at fair value	\$ 2,275,379	\$ 1,359,297
Unrealized gain on foreign currency contracts	-	22
Cash	15,820	16,477
Receivable from sale of investments	1,044	129
Accrued investment income	1,831	1,019
Withholding taxes receivable	629	518
	<u>2,294,703</u>	<u>1,377,462</u>
<b>Liabilities</b>		
Unrealized loss on foreign currency contracts (Schedule One)	1,915	-
bclMC funds management fees payable (note 7)	32	21
Payable for purchase of investments	937	875
External management fees payable	2,433	1,582
Custodial fees payable	172	124
Accounts payable	5	3
	<u>5,494</u>	<u>2,605</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 2,289,209</u>	<u>\$ 1,374,857</u>
Number of units outstanding (note 12)	1,314.838	1,078.843
<b>Net asset value per unit</b>	<u>\$ 1,741</u>	<u>\$ 1,274</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>2006</u>	<u>2005</u>
Investment Income	\$ 48,567	\$ 40,548
<b>Expenses (note 7):</b>		
bclMC funds management fees	369	303
External management fees	8,010	5,477
Custodial fees	658	529
Administrative and professional fees	4	(5)
	<u>9,041</u>	<u>6,304</u>
<b>Net investment income</b>	39,526	34,244
Net realized gain	105,016 <sup>1</sup>	98,673 <sup>1</sup>
Change in unrealized gain (loss)	<u>445,360<sup>1</sup></u>	<u>(18,520)<sup>1</sup></u>
<b>Net income from operations</b>	589,902	114,397
<b>Capital Transactions:</b>		
Proceeds from units issued	400,012	8,029
Amounts paid for units redeemed	(75,562)	(10,229)
	<u>324,450</u>	<u>(2,200)</u>
Increase in net assets	914,352	112,197
Net assets, beginning of year	<u>1,374,857</u>	<u>1,262,660</u>
<b>Net Assets, end of year</b>	<u>\$ 2,289,209</u>	<u>\$ 1,374,857</u>

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

	\$ 197,607	\$ (208,065)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION  
POOLED INVESTMENT PORTFOLIOS**

**EUROPEAN EQUITY FUND**

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Public Equity Investments</b>			
Common and Preferred Stock:			
Austria	\$ 11,941	\$ 20,189	0.9%
Belgium	38,253	48,103	2.1%
Denmark	9,284	11,928	0.5%
Finland	22,890	30,208	1.3%
France	272,376	343,518	15.1%
Germany	242,678	319,754	14.1%
Greece	33,146	40,005	1.8%
Hungary	3,965	4,628	0.2%
Ireland	19,295	27,318	1.2%
Italy	123,833	153,068	6.7%
Netherlands	163,977	207,290	9.1%
Norway	34,406	43,634	1.9%
Poland	6,893	8,193	0.4%
Portugal	7,008	9,048	0.4%
Spain	73,074	102,145	4.5%
Sweden	49,416	63,231	2.8%
Switzerland	135,074	178,199	7.8%
Turkey	11,640	11,986	0.5%
United Kingdom	504,821	652,626	28.7%
	<u>1,763,970</u>	<u>2,275,071</u>	<u>100.0%</u>
<b>Money Market Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST2	<u>309</u>	<u>308</u>	<u>0.0%</u>
<b>Total Investments</b>	<u>\$ 1,764,279</u>	<u>\$ 2,275,379</u>	<u>100.0%</u>

**Schedule One - Unrealized Loss on Foreign Currency Contracts  
as at December 31, 2006**

No of Contracts	Expiry Dates	Notional Value (\$ 000)	Unrealized Gain (Loss) (\$ 000)
4	March 2007	\$ 759	\$ (1,919)
<u>1</u>	January 2007	<u>240</u>	<u>4</u>
<u>5</u>		<u>\$ 999</u>	<u>\$ (1,915)</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>2006</u>	<u>2005</u>
<b>Assets</b>		
Investments at fair value	\$ 2,220,016	\$ 1,639,401
Cash	317	256
Receivable from sale of investments	820	-
Accrued investment income	2,418	1,999
Withholding taxes receivable	563	399
	<u>2,224,134</u>	<u>1,642,055</u>
<b>Liabilities</b>		
bclMC funds management fees payable (note 7)	39	33
Payable for purchase of investments	847	-
Custodial fees payable	132	113
Accounts payable	5	3
	<u>1,023</u>	<u>149</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 2,223,111</u>	<u>\$ 1,641,906</u>
Number of units outstanding (note 12)	1,387.827	1,368.810
<b>Net asset value per unit</b>	<u>\$ 1,602</u>	<u>\$ 1,200</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>2006</u>	<u>2005</u>
Investment Income	\$ 59,411	\$ 45,360
Expenses (note 7):		
bclMC funds management fees	476	415
Custodial fees	534	360
Administrative and professional fees	6	4
	<u>1,016</u>	<u>779</u>
<b>Net investment income</b>	58,395	44,581
Net realized gain	18,619 <sup>1</sup>	7,461 <sup>1</sup>
Change in unrealized gain	479,191 <sup>1</sup>	43,781 <sup>1</sup>
<b>Net income from operations</b>	556,205	95,823
Capital Transactions:		
Proceeds from units issued	74,086	177,320
Amounts paid for units redeemed	(49,086)	(8,200)
	<u>25,000</u>	<u>169,120</u>
Increase in net assets	581,205	264,943
Net assets, beginning of year	1,641,906	1,376,963
<b>Net Assets, end of year</b>	<u>\$ 2,223,111</u>	<u>\$ 1,641,906</u>

<sup>1</sup> The net realized gain and change in unrealized gain include the following exchange losses:

	\$ (199,459)	\$ (258,570)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION  
POOLED INVESTMENT PORTFOLIOS**

**INDEXED EUROPEAN EQUITY FUND**

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Public Equity Investments</b>			
Common and Preferred Stock:			
Austria	\$ 11,851	\$ 19,748	0.9%
Belgium	25,736	40,326	1.8%
Denmark	17,094	27,369	1.2%
Finland	34,534	46,072	2.1%
France	223,635	311,486	13.9%
Germany	168,495	237,524	10.7%
Greece	12,830	20,970	0.9%
Ireland	17,959	28,366	1.3%
Italy	90,294	123,947	5.6%
Netherlands	89,915	122,285	5.5%
Norway	17,953	30,039	1.4%
Portugal	7,809	11,216	0.5%
Spain	83,489	130,211	5.9%
Sweden	50,228	83,805	3.8%
Switzerland	151,850	219,817	9.9%
United Kingdom	582,818	763,262	34.4%
United States	1,249	1,316	0.1%
	<u>1,587,739</u>	<u>2,217,759</u>	<u>99.9%</u>
Exchange Traded Funds	<u>2,055</u>	<u>2,067</u>	<u>0.1%</u>
	<u>1,589,794</u>	<u>2,219,826</u>	<u>100.0%</u>
<b>Money Market Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST2	<u>190</u>	<u>190</u>	<u>0.0%</u>
<b>Total Investments</b>	<u>\$ 1,589,984</u>	<u>\$ 2,220,016</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>2006</u>	<u>2005</u>
<b>Assets</b>		
Investments at fair value	\$ 3,925,876	\$ 3,175,916
Unrealized gain on foreign currency contracts (Schedule One)	156	-
Cash	109,046	92,051
Receivable from sale of investments	2,301	1,210
Accrued investment income	3,943	4,268
Withholding taxes receivable	1,333	1,042
	<u>4,042,655</u>	<u>3,274,487</u>
<b>Liabilities</b>		
bclMC funds management fees payable (note 7)	55	46
Payable for purchase of investments	6,086	3,342
External management fees payable	2,876	2,467
Custodial fees payable	250	218
Accounts payable	5	3
	<u>9,272</u>	<u>6,076</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 4,033,383</u>	<u>\$ 3,268,411</u>
Number of units outstanding (note 12)	2,323.492	2,354.034
<b>Net asset value per unit</b>	<u>\$ 1,736</u>	<u>\$ 1,388</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>2006</u>	<u>2005</u>
Investment Income	\$ 93,833	\$ 84,678
<b>Expenses (note 7):</b>		
bclMC funds management fees	712	653
External management fees	10,785	9,531
Custodial fees	1,029	835
Administrative and professional fees	12	-
	<u>12,538</u>	<u>11,019</u>
<b>Net investment income</b>	81,295	73,659
Net realized gain	140,103 <sup>1</sup>	86,143 <sup>1</sup>
Change in unrealized gain	591,854 <sup>1</sup>	130,272 <sup>1</sup>
<b>Net income from operations</b>	813,252	290,074
<b>Capital Transactions:</b>		
Proceeds from units issued	142,674	33,009
Amounts paid for units redeemed	(190,954)	(31,493)
	<u>(48,280)</u>	<u>1,516</u>
Increase in net assets	764,972	291,590
Net assets, beginning of year	<u>3,268,411</u>	<u>2,976,821</u>
<b>Net Assets, end of year</b>	<u>\$ 4,033,383</u>	<u>\$ 3,268,411</u>

<sup>1</sup> The net realized gain and change in unrealized gain include the following exchange gains (losses):

\$ 242,025	\$ (483,088)
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BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION  
POOLED INVESTMENT PORTFOLIOS

**INTERNATIONAL EQUITY FUND**

**Statement of Investments**  
**as at December 31, 2006**  
**(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Public Equity Investments</b>			
Common and Preferred Stock:			
Australia	\$ 68,677	\$ 108,634	2.8%
Austria	15,368	26,670	0.7%
Belgium	44,973	62,787	1.6%
Bermuda	3,967	3,593	0.1%
Brazil	12,717	24,298	0.6%
Cayman Islands	6,703	7,534	0.2%
China	6,248	11,565	0.3%
Denmark	6,338	10,633	0.3%
Finland	20,542	15,685	0.4%
France	350,457	514,144	13.1%
Germany	178,129	255,720	6.5%
Greece	23,428	27,941	0.7%
Hong Kong	110,530	134,407	3.4%
India	2,090	3,162	0.1%
Ireland	52,931	80,681	2.1%
Israel	6,409	6,124	0.2%
Italy	78,138	123,262	3.1%
Japan	569,999	709,427	18.1%
Korea	19,688	24,920	0.6%
Malaysia	27,440	31,567	0.8%
Mexico	5,488	8,927	0.2%
Netherlands	118,814	155,092	4.0%
Norway	31,790	32,189	0.8%
Panama	1,696	3,624	0.1%
Philippines	8,389	12,209	0.3%
Portugal	11,490	16,737	0.4%
Singapore	57,230	78,170	2.0%
South Africa	3,592	4,598	0.1%
Spain	108,763	169,156	4.3%
Sweden	27,758	40,581	1.0%
Switzerland	290,156	380,468	9.7%
Taiwan	21,729	25,586	0.7%
Thailand	18,271	24,502	0.6%
Turkey	3,825	3,954	0.1%
United Kingdom	588,696	783,588	19.9%
United States	3,461	3,497	0.1%
	<u>2,905,920</u>	<u>3,925,632</u>	<u>100.0%</u>
<b>Money Market Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST2	244	244	0.0%
<b>Total Investments</b>	<u>\$ 2,906,164</u>	<u>\$ 3,925,876</u>	<u>100.0%</u>

**Schedule One - Unrealized Gain on Foreign Currency Contracts**  
**as at December 31, 2006**  
**(in thousands)**

<u>No of Contracts</u>	<u>Expiry Dates</u>	<u>Notional Value (\$ 000)</u>	<u>Unrealized Gain (\$ 000)</u>
17	January 2007	\$ 56,365	\$ 156

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>2006</u>	<u>2005</u>
<b>Assets</b>		
Investments at fair value	\$ 3,236,851	\$ 2,547,894
Cash	388	411
Receivable from sale of investments	2,086	-
Receivable from issue of units	-	70
Accrued investment income	3,088	2,648
Withholding taxes receivable	604	451
	<u>3,243,017</u>	<u>2,551,474</u>
<b>Liabilities</b>		
bcIMC funds management fees payable (note 7)	51	44
Payable for purchase of investments	2,312	-
Payable for redemption of units	-	70
Custodial fees payable	165	129
Accounts payable	5	3
	<u>2,533</u>	<u>246</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 3,240,484</u>	<u>\$ 2,551,228</u>
Number of units outstanding (note 12)	2,072,891	2,059,499
<b>Net asset value per unit</b>	<u>\$ 1,563</u>	<u>\$ 1,239</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>2006</u>	<u>2005</u>
Investment Income	\$ 76,871	\$ 58,290
Expenses (note 7):		
bcIMC funds management fees	643	542
Custodial fees	704	503
Administrative and professional fees	7	5
	<u>1,354</u>	<u>1,050</u>
<b>Net investment income</b>	75,517	57,240
Net realized gain	28,248 <sup>1</sup>	12,664 <sup>1</sup>
Change in unrealized gain	568,683 <sup>1</sup>	160,293 <sup>1</sup>
	<u>672,448</u>	<u>230,197</u>
<b>Net income from operations</b>	672,448	230,197
Capital Transactions:		
Proceeds from units issued	162,735	459,475
Amounts paid for units redeemed	(145,927)	(83,767)
	<u>16,808</u>	<u>375,708</u>
Increase in net assets	689,256	605,905
Net assets, beginning of year	2,551,228	1,945,323
<b>Net Assets, end of year</b>	<u>\$ 3,240,484</u>	<u>\$ 2,551,228</u>

<sup>1</sup> The net realized gain and change in unrealized gain include the following exchange gains (losses):

\$ 199,339	\$ (377,033)
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**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION  
POOLED INVESTMENT PORTFOLIOS**

**INDEXED INTERNATIONAL EQUITY FUND**

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Public Equity Investments</b>			
Common and Preferred Stock:			
Australia	\$ 120,141	\$ 178,973	5.5%
Austria	11,939	19,592	0.6%
Belgium	25,984	40,720	1.3%
Bermuda	165	134	0.0%
Cayman Islands	145	62	0.0%
Denmark	17,595	27,825	0.9%
Finland	34,597	45,819	1.4%
France	226,440	313,451	9.7%
Germany	170,812	239,096	7.4%
Greece	12,770	20,939	0.6%
Hong Kong	42,368	57,294	1.8%
Ireland	18,188	28,658	0.9%
Italy	91,811	125,282	3.9%
Japan	569,702	729,168	22.5%
Netherlands	92,126	124,683	3.8%
New Zealand	4,306	4,953	0.2%
Norway	17,868	29,628	0.9%
Portugal	8,071	11,529	0.4%
Singapore	20,042	30,821	1.0%
Spain	84,463	130,816	4.0%
Sweden	50,985	83,968	2.6%
Switzerland	154,241	221,332	6.8%
United Kingdom	588,625	767,642	23.7%
United States	1,315	1,387	0.0%
	<u>2,364,699</u>	<u>3,233,772</u>	<u>99.9%</u>
Exchange Traded Funds	2,796	2,844	0.1%
	<u>2,367,495</u>	<u>3,236,616</u>	<u>100.0%</u>
<b>Money Market Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST2	235	235	0.0%
<b>Total Investments</b>	<u>\$ 2,367,730</u>	<u>\$ 3,236,851</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**

**Statement of Net Assets**

as at December 31

(in thousands except number of units outstanding)

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 146,104	\$ 114,512
Prepaid expenses	-	16
	<u>146,104</u>	<u>114,528</u>
<b>Liabilities</b>		
bciMC funds management fees payable (note 7)	18	20
Accounts payable	<u>13</u>	<u>8</u>
	<u>31</u>	<u>28</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 146,073</u>	<u>\$ 114,500</u>
Number of units outstanding (note 12)	122,680	97,079
<b>Net asset value per unit</b>	<u>\$ 1,191</u>	<u>\$ 1,179</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>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income	\$ 2	\$ 11
Expenses (note 7):		
bciMC funds management fees	237	216
Administrative and professional fees	<u>167</u>	<u>(64)</u>
	<u>404</u>	<u>152</u>
<b>Net investment loss</b>	(402)	(141)
Net realized gain	877	941
Change in unrealized gain (loss)	<u>(652)</u>	<u>13,418</u>
<b>Net income (loss) from operations</b>	(177)	14,218
Capital Transactions:		
Proceeds from units issued	38,658	28,426
Amounts paid for units redeemed	<u>(6,908)</u>	<u>(18,746)</u>
	<u>31,750</u>	<u>9,680</u>
Increase in net assets	31,573	23,898
Net assets, beginning of year	<u>114,500</u>	<u>90,602</u>
<b>Net Assets, end of year</b>	<u>\$ 146,073</u>	<u>\$ 114,500</u>

See accompanying Notes to Financial Statements.

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

**STRATEGIC INV 100 DOMESTIC PP FUND**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income (loss) from operations	\$ (177)	\$ 14,218
Items not affecting cash:		
Net realized gain	(877)	(941)
Change in unrealized loss (gain)	<u>652</u>	<u>(13,418)</u>
	(402)	(141)
Changes in non-cash operating accounts:		
Prepaid expenses	16	(16)
bcIMC funds management fees payable	(2)	10
Accounts payable	<u>5</u>	<u>(460)</u>
	<u>(383)</u>	<u>(607)</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	7,380	20,105
Purchase of investments	<u>(38,747)</u>	<u>(29,178)</u>
	<u>(31,367)</u>	<u>(9,073)</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	38,658	28,426
Amounts paid for units redeemed	<u>(6,908)</u>	<u>(18,746)</u>
	<u>31,750</u>	<u>9,680</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Equity Investments</b> (Schedule One)			
Common Shares in Canadian Corporations	\$ 130,546	\$ 145,975	99.9%
<b>Money Market Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	<u>129</u>	<u>129</u>	<u>0.1%</u>
<b>Total Investments</b>	<u>\$ 130,675</u>	<u>\$ 146,104</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Equity Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Canadian Limited Partnerships	82,674	56.7%
Common Shares in Canadian Corporations	32,332	22.1%
Fixed-Rate Convertible Debentures	8,939	6.1%
Variable-Rate Convertible Debentures	21,185	14.5%
Money Market Investments	77	0.1%
Net Investment-Related Receivables	<u>768</u>	<u>0.5%</u>
	<u>\$ 145,975</u>	<u>100.0%</u>

The fixed-rate and variable-rate convertible debentures mature on May 19, 2021 and are redeemable into common shares at the holder's option in whole or in part at any time prior to the date of expiration. The fixed-rate convertible debentures bear interest at a rate of 5.75% per annum and the variable-rate convertible bear interest at a rate of between 8% and 15% per annum based on distributable cash. Under the terms of the Shareholders' Agreement, 62% of the amount of any interest payment on the fixed-rate convertible debentures and variable-rate convertible debentures is required to be re-invested in additional common shares.

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>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 871,452	\$ 179,425
Prepaid expenses	-	13
	<u>871,452</u>	<u>179,438</u>
<b>Liabilities</b>		
bciMC funds management fees payable (note 7)	17	20
Accounts payable	<u>13</u>	<u>8</u>
	<u>30</u>	<u>28</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 871,422</u>	<u>\$ 179,410</u>
Number of units outstanding (note 12)	760.627	168.019
<b>Net asset value per unit</b>	<u>\$ 1,146</u>	<u>\$ 1,068</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>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income	\$ 1	\$ -
Expenses (note 7):		
bciMC funds management fees	224	196
Administrative and professional fees	<u>663</u>	<u>(49)</u>
	<u>887</u>	<u>147</u>
<b>Net investment loss</b>	(886)	(147)
Net realized gain	3,260	374
Change in unrealized gain	<u>64,645</u>	<u>4,032</u>
<b>Net income from operations</b>	67,019	4,259
Capital Transactions:		
Proceeds from units issued	655,638	137,948
Amounts paid for units redeemed	<u>(30,645)</u>	<u>(27,792)</u>
	<u>624,993</u>	<u>110,156</u>
Increase in net assets	692,012	114,415
Net assets, beginning of year	<u>179,410</u>	<u>64,995</u>
<b>Net Assets, end of year</b>	<u>\$ 871,422</u>	<u>\$ 179,410</u>

See accompanying Notes to Financial Statements.



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

**STRATEGIC INV 100 FOREIGN PP FUND**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income from operations	\$ 67,019	\$ 4,259
Items not affecting cash:		
Net realized gain	(3,260)	(374)
Change in unrealized gain	<u>(64,645)</u>	<u>(4,032)</u>
	(886)	(147)
Changes in non-cash operating accounts:		
Prepaid expenses	13	(13)
bcIMC funds management fees payable	(3)	20
Accounts payable	<u>5</u>	<u>(159)</u>
	<u>(871)</u>	<u>(299)</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	65,323	27,978
Purchase of investments	<u>(689,445)</u>	<u>(137,835)</u>
	<u>(624,122)</u>	<u>(109,857)</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	655,638	137,948
Amounts paid for units redeemed	<u>(30,645)</u>	<u>(27,792)</u>
	<u>624,993</u>	<u>110,156</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Equity Investments</b> (Schedule One)			
Common Shares in Canadian Corporations	\$ 800,485	\$ 871,382	100.0%
<b>Money Market Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST1	<u>70</u>	<u>70</u>	<u>0.0%</u>
<b>Total Investments</b>	<u>\$ 800,555</u>	<u>\$ 871,452</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Equity Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Units in Canadian Limited Partnerships	\$ 36,541	4.2%
Units in Non-Canadian Limited Partnerships	253,467	29.1%
Common Shares in Canadian Corporations	299,247	34.4%
Convertible Debentures (1)	221,559	25.4%
Promissory Note (2)	6,597	0.8%
Eurobond (3)	32,629	3.7%
Money Market Investments	20,286	2.3%
Net Investment-Related Receivables	1,056	0.1%
	<u>\$ 871,382</u>	<u>100.0%</u>

(1) The convertible debentures bear interest at a rate of 8.24% per annum and mature on June 30, 2016.

(2) The promissory note bears interest at rate of 14% and matures on November 23, 2014.

(3) The Eurobond bears interest at a rate of 11% and matures on December 31, 2020.

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)**

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Assets</b>		
Investments at fair value	\$ 184,544	\$ 126,867
<b>Liabilities</b>		
bclMC funds management fees payable (note 7)	5	3
Accounts payable	<u>13</u>	<u>7</u>
	<u>18</u>	<u>10</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 184,526</u>	<u>\$ 126,857</u>
Number of units outstanding (note 12)	128,414	135,136
<b>Net asset value per unit</b>	<u>\$ 1,437</u>	<u>\$ 939</u>



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)**

	<u>2006</u>	<u>2005</u> (Restated - note 3)
Investment Income	\$ 2	\$ 1
Expenses (note 7):		
bclMC funds management fees	58	27
Administrative and professional fees	<u>130</u>	<u>11</u>
	<u>188</u>	<u>38</u>
<b>Net investment loss</b>	(186)	(37)
Net realized loss	(501)	(904)
Change in unrealized gain (loss)	<u>64,580</u>	<u>(8,241)</u>
<b>Net income (loss) from operations</b>	63,893	(9,182)
Capital Transactions:		
Proceeds from units issued	100	142,336
Amounts paid for units redeemed	<u>(6,324)</u>	<u>(6,297)</u>
	<u>(6,224)</u>	<u>136,039</u>
Increase in net assets	57,669	126,857
Net assets, beginning of year	<u>126,857</u>	-
<b>Net Assets, end of year</b>	<u>\$ 184,526</u>	<u>\$ 126,857</u>

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

**STRATEGIC INVESTMENT REAL ESTATE FUND**

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

	<u>2006</u>	<u>2005</u> (Restated - note 3)
<b>Cash flow provided by (used for):</b>		
<b>Cash flows from operating activities</b>		
Net income (loss) from operations	\$ 63,893	\$ (9,182)
Items not affecting cash:		
Net realized loss	501	904
Change in unrealized loss (gain)	<u>(64,580)</u>	<u>8,241</u>
	(186)	(37)
Changes in non-cash operating accounts:		
bclMC funds management fees payable	2	3
Accounts payable	<u>6</u>	<u>7</u>
	<u>(178)</u>	<u>(27)</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	6,504	6,324
Purchase of investments	<u>(102)</u>	<u>(142,336)</u>
	<u>6,402</u>	<u>(136,012)</u>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	100	142,336
Amounts paid for units redeemed	<u>(6,324)</u>	<u>(6,297)</u>
	<u>(6,224)</u>	<u>136,039</u>
<b>Net increase in cash</b>	-	-
<b>Cash, beginning of year</b>	-	-
<b>Cash, end of year</b>	<u>\$ -</u>	<u>\$ -</u>

**Statement of Investments  
as at December 31, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Private Real Estate Investments</b> (Schedule One)			
Common Shares in Canadian Corporations	\$ 128,159	\$ 184,498	100.0%
<b>Money Market Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio Fund ST2	<u>46</u>	<u>46</u>	<u>0.0%</u>
<b>Total Investments</b>	<u>\$ 128,205</u>	<u>\$ 184,544</u>	<u>100.0%</u>

**Schedule One - Additional Information on Private Real Estate Investments  
as at December 31, 2006  
(in thousands)**

The Canadian Corporations owned by the pooled investment portfolio hold the following underlying net assets:

	<u>Fair Value</u>	<u>% of Fair Value</u>
Non-Canadian Limited Partnerships	\$ 181,468	98.4%
Money Market Investments	<u>3,030</u>	<u>1.6%</u>
	<u>\$ 184,498</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)**

	<u>2006</u>	<u>2005</u>
<b>Assets</b>		
Investments at fair value	\$ 802,201	\$ 711,337
Receivable from sale of investments	-	1,756
Accrued investment income	1,306	935
	<u>803,507</u>	<u>714,028</u>
<b>Liabilities</b>		
bclMC funds management fees payable (note 7)	-	30
Payable for purchase of investments	-	9,512
Custodial fees payable	-	3
Accounts payable	40	3
	<u>40</u>	<u>9,548</u>
<b>Net assets representing unitholders' equity</b>	<u>\$ 803,467</u>	<u>\$ 704,480</u>
Number of units outstanding (note 12)	503.151	522.950
<b>Net asset value per unit</b>	<u>\$ 1,597</u>	<u>\$ 1,347</u>



Doug Pearce  
Chief Executive Officer  
Chief Investment Officer

**Statement of Operations and Changes in Net Assets**

**for the year ended December 31**

**(in thousands)**

	<u>2006</u>	<u>2005</u>
Investment Income	\$ 12,476	\$ 8,370
Expenses (note 7):		
bclMC funds management fees	387	282
Custodial fees payable	14	10
Administrative and professional fees	5	4
	<u>406</u>	<u>296</u>
<b>Net investment income</b>	12,070	8,074
Net realized gain	13,393 <sup>1</sup>	26,815 <sup>1</sup>
Change in unrealized gain	<u>101,524 <sup>1</sup></u>	<u>122,179 <sup>1</sup></u>
<b>Net income from operations</b>	126,987	157,068
Capital Transactions:		
Proceeds from units issued	232,110	621,136
Amounts paid for units redeemed	<u>(260,110)</u>	<u>(73,724)</u>
	<u>(28,000)</u>	<u>547,412</u>
Increase in net assets	98,987	704,480
Net assets, beginning of year	<u>704,480</u>	<u>-</u>
<b>Net Assets, end of year</b>	<u>\$ 803,467</u>	<u>\$ 704,480</u>

<sup>1</sup> The net realized gain and change in unrealized gain include the following exchange gains (losses):

\$	(9,132)	\$	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, 2006  
(in thousands)**

	<u>Cost</u>	<u>Fair Value</u>	<u>% of Fair Value</u>
<b>Canadian Public Equity Investments</b>			
Common and Preferred Stock:			
Energy	\$ 395,689	\$ 559,944	69.9%
Financial Services	82,641	93,316	11.6%
Industrial Products	55,216	65,187	8.1%
Materials and Processing	<u>43,014</u>	<u>81,792</u>	<u>10.2%</u>
	<u>576,560</u>	<u>800,239</u>	<u>99.8%</u>
<b>Short Term Investment</b>			
Units in British Columbia Investment Management Corporation Pooled Investment Portfolio			
Fund ST2	<u>1,940</u>	<u>1,962</u>	<u>0.2%</u>
<b>Total Investments</b>	<u><u>\$ 578,500</u></u>	<u><u>\$ 802,201</u></u>	<u><u>100.0%</u></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, 2006**

**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:

<b>Pooled Investment Portfolios</b>	<b>Investment Mandates</b>	<b>Dates Established</b>
Canadian Corporate High-Grade Bond Fund	Canadian corporate debentures and Canadian dollar fixed income securities issued by sovereign governments, supranational entities, and foreign corporations	July 25, 1991
Short Term Bond Fund	Canadian federal and provincial government short-term bonds and Canadian dollar short-term fixed income securities issued, insured or guaranteed by sovereign governments and supranational debt securities	November 1, 1995
Pension Bond Fund	Canadian federal and provincial government bonds with varying maturing dates	January 1, 1995
Canadian Universe Bond Fund	Government and investment-grade corporate debt issues, denominated in Canadian currency	April 20, 2006
Realpool Investment Fund	Diversified Canadian income-producing properties including institutional-grade Canadian office, industrial, residential, retail and mixed use properties	July 3, 1991
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
Asian Equity Fund	Diversified portfolio of Pacific Basin equity securities	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 Net Index	January 1, 2004
International Equity Fund	Diversified portfolio of non-North American equity securities	January 2, 1998
Indexed International Equity Fund	Securities comprising the Morgan Stanley Capital International Europe, Australasia Far East Net Index	January 1, 2004

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.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION  
 POOLED INVESTMENT PORTFOLIOS  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED DECEMBER 31, 2006**

**1. The Portfolios (continued)**

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.

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
2006 Realpool International Fund	July 25, 2006
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
2006 Private Placement Fund	January 27, 2006
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.

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.

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.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION  
POOLED INVESTMENT PORTFOLIOS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2006**

**2. Significant Accounting Policies (continued)**

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.
- (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 and are reviewed by bcIMC management.

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. Brokerage commissions are initially capitalized into the cost of the related investment. Pursuit costs are charged to net income of the respective pooled investment portfolios in the period incurred.

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).



**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION**  
**POOLED INVESTMENT PORTFOLIOS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2006**

**2. Significant Accounting Policies (continued)**

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.

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 current 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.

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 either actual cash distributions or an increase in the tax cost of the units prior to the end of each calendar year, resulting in no Canadian taxes being payable for the pooled investment portfolios. The intermediary holding 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 intermediary holding 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.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION  
 POOLED INVESTMENT PORTFOLIOS  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED DECEMBER 31, 2006**

**2. Significant Accounting Policies (continued)**

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' estimates and assumptions regarding investment industry performance and prospects, as well as general business and economic conditions that prevail or are expected to prevail. By nature, these asset valuations are subjective and do not necessarily result in precise determinations. Financial results are determined by actual events could differ from those estimates and assumptions and the difference could be material.

**3. Changes in Accounting Policy**

Under Accounting Guideline 18 – Investment Companies (AcG-18), an investment company that had a controlling interest in another investment company (as defined in AcG-18) was required to account for the underlying investment company on a consolidated basis, using proportionate consolidation, or the equity method, as appropriate. This requirement included situations when the investment company was the primary beneficiary of a variable interest entity that itself was an investment company as required under Accounting Guideline 15 – Consolidation of Variable Interest Entities (AcG-15). As a result, many pooled investment portfolios' financial statements were prepared on a consolidated basis in 2005.

The Canadian Institute of Chartered Accountants ("CICA") has amended AcG-18 and AcG-15 effective for annual and interim periods ending on or after September 30, 2007. The amendments remove the requirement to consolidate an investment company when an investment company has a controlling interest in or is determined to be the primary beneficiary of another investment company. As a result of early adoption of the amendments to AcG-18 and AcG-15, certain pooled investment portfolios' financial statements are no longer prepared on a consolidated basis. The amendments have been applied retroactively with restatement as required under the Guidelines. The following pooled investment portfolios have been restated accordingly as a result of adopting the amendments to the Guidelines for the fiscal year ended December 31, 2006:

<b>Pooled Investment Portfolios</b>	<b>Pooled Investment Portfolios</b>	<b>Pooled Investment Portfolios</b>
Realpool Investment Fund	Private Placement Fund 1996	2003 Private Placement Fund
Realpool International Fund 1999	Private Placement Fund 1997	2003A Private Placement Fund
2001 Realpool International Fund	Private Placement Fund 1998	2004 Private Placement Fund
Realpool International Fund 2002	Private Placement Fund 1999	2005 Private Placement Fund
2004 Realpool International Fund	Private Placement Fund 1999A	Strategic Inv 100 Domestic PP Fund
2005 Realpool International Fund	2000 Private Placement Fund	Strategic Inv 100 Foreign PP Fund
Specialty Mortgage Fund	2001 Private Placement Fund	Strategic Investment Real Estate Fund
Private Placement Fund 1995	2002 Private Placement Fund	

The change in accounting policy did not materially affect the opening total assets or total liabilities and had no effect on the net assets of the respective pooled investment portfolios as at January 1, 2005 and January 1, 2006.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION**  
**POOLED INVESTMENT PORTFOLIOS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2006**

**4. Future Accounting Policy Changes**

On April 1, 2005, the Canadian Institute of Chartered Accountants ("CICA") issued Section 3855, "Financial Instruments – Recognition and Measurement" of the CICA Handbook – Accounting, which establishes Canadian generally accepted accounting principles (GAAP) for measuring financial assets, financial liabilities and non-financial derivatives. Section 3855 will apply to the pooled investment portfolios for the fiscal year beginning on January 1, 2008.

Under Section 3855, the fair value of financial instruments traded in active markets must be measured based on their bid prices. Currently, the fair value of these financial instruments is measured based on the last traded price of the day (the closing price), where available, for both Canadian GAAP and the calculation of the Net Asset Value (NAV) for purchases and redemptions of units. After the introduction of Section 3855 on January 1, 2008, the pooled investment portfolios will continue to measure the fair value of financial instruments traded in active markets at closing prices when calculating the NAVs for the purchase and redemptions of units, in line with industry practice, but will measure the fair value of these financial instruments at bid prices for financial reporting under Canadian GAAP. Reconciliations will be provided between the NAVs calculated for the purchases and redemptions of units and the NAVs calculated in accordance with Section 3855 under Canadian GAAP.

Section 3855 also requires that transaction costs, such as brokerage commissions, incurred in the purchase and sale of securities must be charged to net income in the period in which they are incurred. The current accounting practices of the pooled investment portfolios is to add these expenses to the cost of the securities purchased or deduct them from the proceeds of sale. Starting January 1, 2008, these transaction costs will be charged to net income of the respective pooled investment fund in the period incurred. However, this change in itself will no impact on net income as there will be an offsetting affect on the net realized or unrealized gain (loss), as applicable.

**5. Financial Instruments**

A financial instrument is any contract that gives rise to a financial asset of one party and a financial liability or equity instrument of another party. 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 (U.S. dollar for Fund ST3) against these foreign currencies can result in a positive or negative effect on the fair value of the investments and investment-related receivables and liabilities. The pooled investment portfolios use foreign currency contracts to hedge some foreign currency exposure on investment-related 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 and investment-related receivables and 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.

**BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION**  
**POOLED INVESTMENT PORTFOLIOS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2006**

**5. Financial Instruments (continued)**

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 that a borrower may default or become insolvent or that a party may fail to deliver under a contract and the rights to any claims may 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.

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.

**6. Derivatives**

Derivative contracts are financial contracts, the value of which is derived from the value of underlying assets or indices. Derivative transactions are conducted either 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, 2006 are shown as Unrealized Gain or Unrealized Loss on Foreign Currency Contracts on the Statements of Net Assets and included in the Change in Unrealized Gain (Loss) on the Statements of Operations and Changes in 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.

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**7. Expenses**

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 bcIMC are recovered from the various pooled investment portfolios in which clients participate by charging bcIMC management fees, which are calculated on a cost recovery basis.

**8. Termination of Pooled Investment Portfolios**

The net assets of the Canadian Corporate Investment-Grade Bond Fund were transferred to the Canadian Universe Bond Fund on June 8, 2006. 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 Loss (in \$ millions)	Change in Unrealized Loss (in \$ millions)
Canadian Corporate Investment-Grade Bond Fund	868.9	47.6	34.3	33.8

**9. Commitments**

Wholly-owned corporations of the Realpool Investment Fund have property purchase and development commitments of \$103.6 million and have issued letters of credit totalling \$3.9 million.

**10. 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.

**11. Subsequent Events**

On April 2, 2007, a new pooled investment portfolio, the Enhanced Indexed European Equity Fund, was established through the transfer of \$295 million of net assets from the Indexed European Equity Fund and a further funding of \$55 million from unitholders.

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**12. Units Outstanding**

The number of portfolio units available for issue is unlimited. The following is a summary of the changes in units outstanding during the year:

	<b>CANADIAN CORPORATE HIGH-GRADE BOND FUND</b>		<b>SHORT TERM BOND FUND</b>		<b>PENSION BOND FUND</b>	
	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>
Outstanding, beginning of year	65.906	63.077	766.319	166.299	3,214.724	2,949.570
Issued	9.548	9.294	1,049.670	719.910	188.298	632.359
Redeemed	(5.927)	(6.465)	(790.061)	(119.890)	(3,263.600)	(367.205)
Outstanding, end of year	<u>69.527</u>	<u>65.906</u>	<u>1,025.928</u>	<u>766.319</u>	<u>139.422</u>	<u>3,214.724</u>
	<b>CANADIAN UNIVERSE BOND FUND</b>		<b>REALPOOL INVESTMENT FUND</b>		<b>REALPOOL INTERNATIONAL FUND 1999</b>	
	<b>2006 (note 1)</b>		<b>2006</b>	<b>2005</b>	<b>2005</b>	<b>2005</b>
Outstanding, beginning of year	-		1,714.914	1,728.108	93.193	118.076
Issued	11,893.705		79.474	42.753	.330	21.017
Redeemed	(164.647)		(9.478)	(55.947)	(44.670)	(45.900)
Outstanding, end of year	<u>11,729.058</u>		<u>1784.910</u>	<u>1,714.914</u>	<u>48.853</u>	<u>93.193</u>
	<b>2001 REALPOOL INTERNATIONAL FUND</b>		<b>REALPOOL INTERNATIONAL FUND 2002</b>		<b>2004 REALPOOL INTERNATIONAL FUND</b>	
	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>
Outstanding, beginning of year	75.294	75.195	63.569	76.393	190.906	158.797
Issued	-	0.099	1.110	0.269	54.667	49.191
Redeemed	(22.517)	-	(19.200)	(13.093)	(30.566)	(17.082)
Outstanding, end of year	<u>52.777</u>	<u>75.294</u>	<u>45.659</u>	<u>63.569</u>	<u>215.007</u>	<u>190.906</u>

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**12. Units Outstanding (continued)**

	<b>2005 REALPOOL INTERNATIONAL FUND</b>		<b>2006 REALPOOL INTERNATIONAL FUND</b>		<b>FIXED TERM MORTGAGE FUND</b>	
	<b>2006</b>	<b>2005</b>	<b>2006 (note 1)</b>		<b>2006</b>	<b>2005</b>
Outstanding, beginning of year	58.361	-	-		753.726	793.311
Issued	93.115	58.361	3.689		118.713	13.880
Redeemed	(28.771)	-	-		(44.564)	(53.465)
Outstanding, end of year	<u>122.705</u>	<u>58.361</u>	<u>3.689</u>		<u>827.875</u>	<u>753.726</u>
	<b>CONSTRUCTION MORTGAGE FUND</b>		<b>SPECIALTY MORTGAGE FUND</b>		<b>PRIVATE PLACEMENT FUND 1995</b>	
	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>
Outstanding, beginning of year	168.019	148.924	42.307	39.261	9.200	16.368
Issued	59.620	37.899	28.546	6.091	0.009	-
Redeemed	(0.877)	(18.804)	(2.416)	(3.045)	(5.393)	(7.168)
Outstanding, end of year	<u>226.762</u>	<u>168.019</u>	<u>68.437</u>	<u>42.307</u>	<u>3.816</u>	<u>9.200</u>
	<b>PRIVATE PLACEMENT FUND 1996</b>		<b>PRIVATE PLACEMENT FUND 1997</b>		<b>PRIVATE PLACEMENT FUND 1998</b>	
	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>
Outstanding, beginning of year	7.838	11.564	135.555	225.353	129.713	150.609
Issued	0.022	0.012	0.176	3.563	1.782	2.532
Redeemed	(2.992)	(3.738)	(44.151)	(93.361)	(29.950)	(23.428)
Outstanding, end of year	<u>4.868</u>	<u>7.838</u>	<u>91.580</u>	<u>135.555</u>	<u>101.545</u>	<u>129.713</u>

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**12. Units Outstanding (continued)**

	<b>PRIVATE PLACEMENT FUND 1999</b>		<b>PRIVATE PLACEMENT FUND 1999A</b>		<b>2000 PRIVATE PLACEMENT FUND</b>	
	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>
Outstanding, beginning of year	286.029	301.419	30.072	42.039	240.137	245.311
Issued	0.417	11.550	1.089	0.860	7.228	21.919
Redeemed	(56.449)	(26.940)	(6.383)	(12.827)	(61.518)	(27.093)
Outstanding, end of year	<u>229.997</u>	<u>286.029</u>	<u>24.778</u>	<u>30.072</u>	<u>185.847</u>	<u>240.137</u>
	<b>2001 PRIVATE PLACEMENT FUND</b>		<b>2002 PRIVATE PLACEMENT FUND</b>		<b>2003 PRIVATE PLACEMENT FUND</b>	
	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>
Outstanding, beginning of year	62.850	75.902	78.111	62.740	135.664	73.428
Issued	2.052	8.714	16.659	35.491	67.492	63.234
Redeemed	(11.794)	(21.766)	(9.111)	(20.120)	(9.056)	(0.998)
Outstanding, end of year	<u>53.108</u>	<u>62.850</u>	<u>85.659</u>	<u>78.111</u>	<u>194.100</u>	<u>135.664</u>
	<b>2003A PRIVATE PLACEMENT FUND</b>		<b>2004 PRIVATE PLACEMENT FUND</b>		<b>2005 PRIVATE PLACEMENT FUND</b>	
	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>
Outstanding, beginning of year	31.516	23.004	112.898	30.085	121.378	-
Issued	3.039	8.512	83.802	85.478	543.877	124.083
Redeemed	(29.013)	-	(8.471)	(2.665)	(68.884)	(2.705)
Outstanding, end of year	<u>5.542</u>	<u>31.516</u>	<u>188.229</u>	<u>112.898</u>	<u>596.371</u>	<u>121.378</u>



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**12. Units Outstanding (continued)**

	<b>2006 PRIVATE PLACEMENT FUND</b>		<b>ASIAN EQUITY FUND</b>		<b>EUROPEAN EQUITY FUND</b>	
	<b>2006 (note 1)</b>		<b>2006</b>		<b>2006</b>	<b>2005</b>
Outstanding, beginning of year	-		1,395.532	1,422.965	1,078.843	1,080.684
Issued	41.838		44.553	114.854	289.296	6.731
Redeemed	-		(43.712)	(142.287)	(53.301)	(8.572)
Outstanding, end of year	<u>41.838</u>		<u>1,396.373</u>	<u>1,395.532</u>	<u>1,314.838</u>	<u>1,078.843</u>

  

	<b>INDEXED EUROPEAN EQUITY FUND</b>		<b>INTERNATIONAL EQUITY FUND</b>		<b>INDEXED INTERNATIONAL EQUITY FUND</b>	
	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>
Outstanding, beginning of year	1,368.810	1,227.187	2,354.034	2,352.873	2,059.499	1,742.352
Issued	56.584	148.796	96.011	25.261	120.463	390.174
Redeemed	(37.567)	(7.173)	(126.553)	(24.100)	(107.071)	(73.027)
Outstanding, end of year	<u>1,387.827</u>	<u>1,368.810</u>	<u>2,323.492</u>	<u>2,354.034</u>	<u>2,072.891</u>	<u>2,059.499</u>

  

	<b>STRATEGIC INV 100 DOMESTIC PP FUND</b>		<b>STRATEGIC INV 100 FOREIGN PP FUND</b>		<b>STRATEGIC INVESTMENT REAL ESTATE FUND</b>	
	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>	<b>2006</b>	<b>2005</b>
Outstanding, beginning of year	97.079	88.213	168.019	62.808	135.136	-
Issued	31.548	26.710	621.399	132.051	0.111	142.342
Redeemed	(5.947)	(17.844)	(28.791)	(26.840)	(6.833)	(7.206)
Outstanding, end of year	<u>122.680</u>	<u>97.079</u>	<u>760.267</u>	<u>168.019</u>	<u>128.414</u>	<u>135.136</u>

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12. **Units Outstanding (continued)**

	<b>STRATEGIC INVESTMENT PUBLIC EQUITY FUND</b>	
	2006	2005
Outstanding, beginning of year	522.950	-
Issued	184.815	588.997
Redeemed	(204.614)	(66.047)
Outstanding, end of year	503.151	522.950