

**REPORT OF THE ACTIVITIES OF THE ETHICS COMMISSIONER
DECEMBER 14, 2001**

The Vancouver Whistler 2010 Bid Corporation (the "Bid Corporation") has adopted a Code of Conduct and Conflict of Interest Guidelines ("the Code of Conduct" or "the Code") which establishes standards of conduct expected and required of all Directors of the Corporation. The Code of Conduct includes the appointment of an Ethics Commissioner to help enforce and provide guidance in matters related to the Code. Among other things, the Ethics Commissioner is authorized to conduct investigations where he/she perceives a contravention or appearance of contravention of the Code or where a member of the Board has reported an alleged breach of the Code. As well, the Ethics Commissioner can be requested to consider whether the Corporation should enter into a contract involving pecuniary gain with a former member of the Board of Directors.

On April 15, 2001, the Corporation adopted a policy to prepare, on a semi-annual basis, a report for the public record summarizing these activities of the Ethics' Commissioner. This is the second such report, in satisfaction of that policy.

The Ethics Commissioner has been asked to consider only one matter since the Bid Corporation's last report dated June 14, 2001.

On October 3, 2001, the Ethics Commissioner was asked to determine whether it would be in the best interests of the Bid Corporation to enter into a contract with Mr. John Furlong to serve as Executive Vice President and Chief Operating Officer of the Bid Corporation. Mr. Furlong was a member of the Board of Directors of the Bid Corporation and the proposed contract would be subject to his resignation as a Director.

The Commissioner reviewed a memo dated October 1, 2001 from Jack Poole, CEO of the Bid Corporation, describing the rationale for the contract and a description of the unique skills and experience of John Furlong which would assist the Bid Corporation in the achievement of its Mission. The Commissioner also reviewed the resume of John Furlong and a proposed letter of agreement dated September 28, 2001 between Mr. Furlong and the Bid Corporation.

Finally, the Commissioner received the recommendation of the Ethics Committee in support of the proposed contract between the Bid Corporation and John Furlong.

The Ethics Commissioner had no hesitation in agreeing with the position of management and the Ethics Committee and accordingly, on October 5, 2001, concluded that the contract would be in the best interests of the Corporation.

THIS SUMMARY WAS PREPARED BY THE BID CORPORATION BASED ON THE REPORT OF THE ETHICS COMMISSIONER.