

**B.C. Pavilion Corporation**  
**Financial Statements**  
March 31, 2008

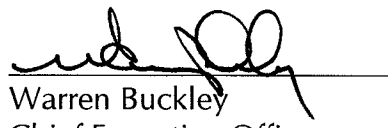
## B.C. Pavilion Corporation

### Statement of Management Responsibility

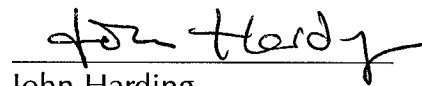
Management, in accordance with Canadian generally accepted accounting principles, has prepared the financial statements of *B.C. Pavilion Corporation*. These statements present fairly the financial position of the Corporation as at March 31, 2008 and results of its operations and cash flows for the year ended March 31, 2008.

Management is responsible for the preparation, integrity and objectivity of the financial statements. Systems of internal control are developed and maintained by management to provide reasonable assurance that transactions are properly authorized, assets are safeguarded, and financial records are properly maintained to provide a reliable basis for preparation of the financial statements.

The Auditor General of British Columbia has performed an independent audit of the financial statements. The Report of the Auditor General outlines the scope of his work on the financial statements of *B.C. Pavilion Corporation*.



Warren Buckley  
Chief Executive Officer



John Harding  
Chief Financial Officer

Vancouver, British Columbia  
May 9, 2008



Report of the  
Office of the Auditor General  
of British Columbia

To the Members of the Board of Directors of the  
B.C. Pavilion Corporation, and

To the Minister of Tourism, Sport and the Arts  
Province of British Columbia:

We have audited the balance sheet of the *B.C. Pavilion Corporation* as at March 31, 2006 and the statements of operations and operations deficiency and cash flows for the year then ended. These financial statements are the responsibility of the Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit 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 management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the *B.C. Pavilion Corporation* as at March 31, 2006 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Victoria, British Columbia  
April 28, 2006

Errol S. Price, CA  
Deputy Auditor General

# B.C. Pavilion Corporation

## Balance Sheet

(in \$000s)

March 31

2008

2007

### Assets

#### Current

Cash and cash equivalents (Note 4)	39,702	8,532
Accounts receivable	2,487	2,245
Prepaid expenditures	1,032	508
Assets held for sale (Note 5)	-	5,525

**43,221**      16,810

#### Capital assets (Note 6)

**51,684**      52,802

**94,905**      69,612

### Liabilities

#### Current

Trade payables and accrued liabilities	5,205	6,125
Current portion of long-term debt (Note 7)	75	75
Unearned revenue	4,452	3,645

**9,732**      9,845

#### Long-term

Long-term debt (Note 7)	168	268
Unearned revenue	608	513

**776**      781

**10,508**      10,626

### Shareholder's Equity

Share capital (Note 9)	-	-
Contributed surplus	31,131	31,131
Deferred government contributions (Note 8)	26,669	29,929
Retained earnings	26,597	(2,074)

**84,397**      58,986

**94,905**      69,612

On behalf of the Board

Chair

Director

See accompanying notes to the financial statements.

**B.C. Pavilion Corporation**  
**Statement of Operations and Retained Earnings**  
(in \$000s)

Year Ended March 31	2008	2007
Revenues from operations (Note 10)	33,174	32,447
Direct costs	17,031	17,827
	16,143	14,620
Facility expenses		
Staffing	8,508	7,381
Operating	6,090	5,546
BC Place redevelopment (Note 16)	2,074	-
General and administration	2,019	1,894
Business development	1,480	1,459
Fees	1,050	1,136
Depreciation	3,369	3,084
	24,590	20,500
<b>(Loss) on operations</b>	(8,447)	(5,880)
Province of British Columbia contribution to operations	289	387
Amortization of deferred government contribution (Note 8)	3,260	3,489
	(4,898)	(2,004)
<b>Discontinued operations</b>		
Net income from Bridge Studios (Note 5)	391	2,004
Gain on the sale of Bridge Studios	33,178	-
	33,569	2,004
<b>Net income</b>	28,671	-
Operations deficiency – beginning of year	(2,074)	(2,074)
Retained earnings (operations deficiency) – end of year	26,597	(2,074)

See accompanying notes to the financial statements.

**B.C. Pavilion Corporation**  
**Statement of Cash Flows**  
(in \$000s)

Year Ended March 31	2008	2007
<b>Operations</b>		
<b>(Loss) on operations</b>	<b>(8,447)</b>	(5,880)
Items not involving cash		
Depreciation	3,369	3,084
Unearned revenue	902	(233)
Change in non-cash operating working capital (Note 11)	3,839	5,273
	(337)	2,244
Net income from Bridge Studios (Note 5)	391	2,004
<i>Cash provided by (used in) operations</i>	54	4,248
<b>Investing</b>		
Capital asset additions	(2,251)	(3,853)
Gain on the sale of Bridge Studios	33,178	-
(Decrease) in long-term debt	(100)	(100)
<i>Cash provided by (used in) investing activities</i>	30,827	(3,953)
<b>Financing</b>		
Contributions from the Province of British Columbia	289	5,010
<i>Cash provided (used in) by financing activities</i>	289	5,010
Net increase in cash and cash equivalents	31,170	5,305
Cash and cash equivalents – beginning of year	8,532	3,227
Cash and cash equivalents – end of year (Note 4)	39,702	8,532

See accompanying notes to the financial statements.

# B.C. Pavilion Corporation

## Notes to the Financial Statements - March 31, 2008

(tabular amounts in \$000s)

---

### 1. Authority and purpose

B.C. Pavilion Corporation (PavCo) was incorporated under the laws of British Columbia on May 3, 1984. The mandate of PavCo is to generate economic and community benefit for the people of British Columbia through the management of public tourism and cultural facilities.

PavCo owns and operates BC Place and operates the Vancouver Convention & Exhibition Centre under a separate agreement with Canada Place Corporation.

PavCo is exempt from income taxes under the Income Tax Act as it is wholly owned by the Province of British Columbia.

### 2. Summary of significant accounting policies

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

#### Capital assets

Capital assets funded through contributions by the Province of British Columbia are recorded at cost less accumulated depreciation.

Capital assets funded by the Government of Canada are recorded at cost, net of the related contributions and less accumulated depreciation.

Capital assets contributed by other parties in exchange for services are recorded at their fair value less accumulated depreciation.

Assets are depreciated over their estimated useful lives to PavCo:

Buildings and improvements	10 to 50 years, straight line
Furniture	5 years, straight line
Computer equipment	3 years, straight line
Leasehold improvements	over the shorter of the estimated useful life of the improvement and the term of the lease
Motor vehicles	30% per annum, declining balance
Equipment and other capital assets	1 to 10 years, straight line

# **B.C. Pavilion Corporation**

## **Notes to the Financial Statements - March 31, 2008**

(tabular amounts in \$000s)

---

### **2. Summary of significant accounting policies (continued)**

#### **Government funding**

Funding received from the Province of British Columbia is recognized as deferred government contributions when received and is then recorded as recoveries to the extent operating expenses exceed revenues.

Funding for depreciable capital assets is recorded as deferred government contributions and is recognized as a recovery in the statements of operations equal to the depreciation charged on the related capital assets.

Funding for acquisition of non-depreciable capital assets, such as land, is recorded as contributed surplus.

#### **Revenue recognition**

Revenue from events at BC Place and the Vancouver Convention & Exhibition Centre is recognized on the completion of the events. Amounts received in advance of event completion are recorded as unearned revenue.

#### **Contra-transactions**

Unearned revenue resulting from contra-transactions, such as the exchange of goods or services for advertising, is amortized over the term of the services contract.

#### **Accounting estimates**

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires that management make estimates and assumptions based on information available. Such estimates and assumptions may affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities and the reported amounts of revenues and expenses. Actual results could differ from the amounts estimated.

#### **Environmental expenses**

Under the current legislation responsibility for site cleanup rests with the polluter. Environmental expenditures incurred as a result of the ongoing business activities of PavCo are expensed as appropriate.

#### **Foreign currency transactions**

Any foreign currency transactions are translated into Canadian dollars at the rate of exchange in effect at the transaction date. Any foreign currency denominated monetary assets and liabilities are stated using the prevailing rate of exchange at the balance sheet date.



## **B.C. Pavilion Corporation**

### **Notes to the Financial Statements - March 31, 2008**

(tabular amounts in \$000s)

---

#### **2. Summary of significant accounting policies (continued)**

##### **Impairment of long-lived assets**

PavCo reviews capital assets for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable in accordance with the accounting standard CICA Handbook Section 3063 "Impairment of Long-Lived Assets". An impairment loss is recognized when the carrying amount of an asset that is held and used exceeds the projected undiscounted future net cash flows expected from its use and disposal, and is measured as the amount by which the carrying amount of the asset exceeds its fair value, which is measured by discounted cash flows when quoted market prices are not available.

##### **Related parties**

PavCo is related through common ownership to all Province of British Columbia ministries, agencies and Crown corporations. Transactions with these entities considered to be in the normal course of operations, are recorded at the exchange amounts, predominantly under prevailing trade terms.

##### **New accounting policies**

Effective April 1, 2007 PavCo adopted two new accounting standards, CICA Handbook Section 1530 "Comprehensive Income" and Section 3855 "Financial Instruments - Recognition and Measurement". These accounting policy changes were adopted on a prospective basis with no restatement of prior period financial statements.

##### **Comprehensive income**

Section 1530 requires the presentation of comprehensive income, which consists of net income and other comprehensive income ("OCI"). OCI represents changes in shareholder's equity and includes items such as unrealized gains and losses on financial assets classified as available for sale.

##### **Financial Instruments – recognition and measurement**

Section 3855 establishes standards for recognizing and measuring financial assets, financial liabilities and non-financial derivatives. All financial assets and financial liabilities including derivatives are measured in the balance sheet at fair value, except for loans and receivables, and other financial liabilities, which are measured at amortized cost.

# **B.C. Pavilion Corporation**

## **Notes to the Financial Statements - March 31, 2008**

(tabular amounts in \$000s)

---

### **2. Summary of significant accounting policies (continued)**

PavCo has designated its financial instruments as follows:

Cash is classified as financial assets held for trading. Due to its nature, the carrying value equals its fair value. Investments are classified as held for trading and are carried at fair value with the changes in fair value recorded in revenues from operations. Gains and losses realized on the disposal of held for trading securities, along with interest are recorded in revenues from operations. Accounts receivable are measured at amortized cost.

Accounts payable are also recorded at amortized cost.

It is management's opinion that PavCo is not exposed to significant interest, currency or credit risk arising from these financial instruments.

#### **Short-term investments**

Short-term investments consist of units in the Province of British Columbia Pooled Investment Portfolios. The investments are held in Canadian Money Market funds and are receivable on demand. The units are carried at fair value as of the statement date. Income attributed to the units represents the unit holder's share of the interest earned by the Portfolio and may be realized upon the sale of the units.

### **3. Subsequent events**

On April 1, 2008 B.C. Pavilion Corporation (PavCo) amalgamated with Vancouver Convention Centre Expansion Project Ltd. (VCCEP), to form a new corporation. The newly formed corporation under the *British Columbia Business Corporations Act* is named B.C. Pavilion Corporation.

PavCo, VCCEP and B.C. Pavilion Corporation are all related by virtue of common ownership and control. All assets, liabilities and equities were transferred to the new B.C. Pavilion Corporation at the carrying values on April 1, 2008.

## B.C. Pavilion Corporation

### Notes to the Financial Statements - March 31, 2008

(tabular amounts in \$000s)

---

Based on the March 31, 2008 audited numbers for PavCo and VCCEP the balance sheet of the amalgamated corporation will be as follows:

	<u>VCCEP</u>	<u>PavCo</u>	<u>Combined</u>
Current assets	94,890	43,221	138,111
Capital assets	526,966	51,684	578,650
Liabilities	54,946	10,508	65,454
Deferred contributions	293,302	26,669	319,971
Contributed surplus	272,500	31,131	303,631
Retained earnings	1,108	26,597	27,705

#### 4. Cash and cash equivalents

PavCo considers deposits in banks and investments with original maturities of three months or less as cash and cash equivalents.

Fair value	<u>2008</u>	<u>2007</u>
Cash	757	3,230
Investments	<u>38,945</u>	<u>5,306</u>
	<u>39,702</u>	<u>8,536</u>
Book value of investments		
Cash	757	3,230
Investments	<u>38,831</u>	<u>5,302</u>
	<u>39,588</u>	<u>8,532</u>

## B.C. Pavilion Corporation

### Notes to the Financial Statements - March 31, 2008

(tabular amounts in \$000s)

#### 5. Discontinued operations

On May 30, 2007 the assets associated with the operations known as Bridge Studios were sold for \$40.1 million. The sale of Bridge Studios will result in a reduction of revenues, expenses and net income for PavCo.

Comparative financial results for Bridge Studios are:

Year Ended March 31	2008	2007
Revenues from operations	812	4,764
Direct costs	60	383
	752	4,381
Facility expenses		
Staffing	68	359
Operating	120	999
General and administration	64	325
Business development	7	41
Fees	4	59
Depreciation	98	594
	361	2,377
Net income	391	2,004

#### 6. Capital assets

Capital assets by facility	2008			2007
	Carrying Cost	Accumulated Depreciation	Net Book Value	Net Book Value
BC Place	100,561	50,707	49,854	51,103
Vancouver Convention & Exhibition Centre	8,498	6,695	1,803	1,657
Corporate Office	76	49	27	42
	109,135	57,451	51,684	52,802

**B.C. Pavilion Corporation**  
**Notes to the Financial Statements - March 31, 2008**  
(tabular amounts in \$000s)

**6. Capital assets (continued)**

Capital assets by type	2008			2007
	Carrying Cost	Accumulated Depreciation	Net Book Value	Net Book Value
Land (BC Place)	29,818	-	<b>29,818</b>	29,818
Buildings & Improvements	56,249	39,890	<b>16,359</b>	17,454
Equipment	19,979	14,967	<b>5,012</b>	4,926
Computer Equipment	1,714	1,326	<b>388</b>	471
Furniture	1,375	1,268	<b>107</b>	133
	<b>109,135</b>	<b>57,451</b>	<b>51,684</b>	52,802

Management performed an impairment test using the undiscounted future cash flows for the operations of BC Place, which indicated that the net book value exceeded the current and future projected cash flows from operations of the facility at March 31, 2005. The recoverable amount of the capital asset was written down to its estimated fair value, resulting in an impairment charge of \$75 million during fiscal 2005.

PavCo has a lease agreement with Canada Place Corporation relating to Vancouver Convention & Exhibition Centre. The lease is for a 20-year term, at nominal annual rent, and PavCo is responsible for all operating costs. As the lease term represents the full economic life of the asset it is included in the capital assets of the Corporation.

**7. Long-term debt**

	2008	2007
British Columbia Transportation Financing Authority	<b>243</b>	343
Less: Current portion	<b>75</b>	75
	<b>168</b>	268

The long-term non interest bearing debt is repayable over a ten year term to 2011. The minimum amount payable each year is \$75 thousand.

## B.C. Pavilion Corporation

### Notes to the Financial Statements - March 31, 2008

(tabular amounts in \$000s)

#### 8. Deferred government contributions

	2008	2007
Balance, beginning of year	29,929	28,795
Contributions received from the Province of British Columbia during the year	289	5,010
	<b>30,218</b>	33,805
Allocations during the year		
Operations	(289)	(387)
Offset to depreciation	(3,260)	(3,489)
Balance, end of year	<b>26,669</b>	29,929

#### 9. Share capital

PavCo has authorized capital of 10,000 common shares without par value of which one share is issued and outstanding. The Minister of Tourism, Sport and the Arts holds the share issued as the designated representative of Her Majesty the Queen in right of the Province of British Columbia.

#### 10. Revenue from operations by business segment

Year Ended March 31	2008	2007
Vancouver Convention & Exhibition Centre	18,122	19,106
BC Place	13,298	13,054
Corporate Office <sup>(1)</sup>	1,754	287
	<b>33,174</b>	32,447

<sup>(1)</sup> Corporate Office revenues

	2008	2007
Accumulated unrealized gain on investments April 1, 2007	-	-
Transitional adjustment	4	-
Unrealized gain on investments at April 1, 2007 restated	4	-
Unrealized gain on available-for-trade investments	110	-
Accumulated unrealized investment income	114	-
Realized interest income on cash and investments	1,640	287
Total Corporate Office revenue	<b>1,754</b>	287

Effective April 1, 2007, PavCo adopted a new accounting standard (Note 2), CICA Handbook Section 3855 "Financial Instruments – Recognition and Measurement".

## B.C. Pavilion Corporation

### Notes to the Financial Statements - March 31, 2008

(tabular amounts in \$000s)

---

This accounting policy change was adopted on a prospective basis with no restatement of prior period financial statements. In accordance with transitional rules resulting from this change in accounting policy, a one-time transitional adjustment of \$4 thousand has been applied to the opening balance of accumulated unrealized gain on investments to account for the difference between the carrying value and fair market value of investments as at April 1, 2007.

#### 11. Change in non-cash operating working capital

	<u>2008</u>	<u>2007</u>
Receivables	(242)	97
Due from Province of British Columbia	-	2,277
Prepays	(524)	54
Assets held for sale	5,525	526
Trade payables and accrued liabilities	(920)	2,319
	<u>3,839</u>	<u>5,273</u>

#### 12. Intangible rights

PavCo has had interests in two properties that have been sold or transferred to third parties. Under the terms of the transfer agreements, PavCo could have rights to further income or property at some future date if these or other adjacent properties are developed or sold.

The first relates to a parcel of land adjacent to BC Place that was transferred to a developer for future exchange for another piece of land of approximate size. If the adjacent land is sub-divided or developed, then PavCo will receive the land exchange, otherwise, PavCo will receive cash compensation of approximately \$150 thousand.

The second relates to a parcel of land in Surrey, British Columbia, that, if the land were to be sold or redeveloped before March 2016, then PavCo would receive three fifths of the sales proceeds of the land over \$1.1 million. No estimate is available of the current value of the land or of the intention of the owner to dispose of it at this time.

#### 13. Environmental costs

PavCo and predecessor property owners remain liable for environmental and reclamation obligations for known hazards that may exist at its facilities. Management is not aware of any existing environmental problems related to its facilities that may result in material liability to PavCo.

## B.C. Pavilion Corporation

### Notes to the Financial Statements - March 31, 2008

(tabular amounts in \$000s)

---

#### 14. Related party transactions

PavCo has the following related party transactions during the year, all of which were considered to be in the normal course of operations, and recorded at the exchange amount:

	<u>2008</u>	<u>2007</u>
Capital and operating funding	-	5,000
Signing bonus	<b>289</b>	10
Revenues from operations	<b>417</b>	488
Amounts included in accounts receivable	<b>28</b>	2
Payments for office and professional services	<b>1,665</b>	1,819
Amounts included in accounts payable and accrued liabilities	-	47
Repayment of long-term debt	<b>100</b>	100

#### 15. Employee benefits plan

PavCo and its employees contribute to the Public Service Pension Plan in accordance with the *Public Sector Pension Plans Act*. The British Columbia Pension Corporation administers the plan, including payment of pension benefits to employees to whom the act applies. The Public Service Pension (Plan) is a multi-employer, defined benefit plan. Under joint trusteeship, the risk and reward associated with the Plan's unfunded liability or surplus is shared between the employers and the plan members and will be reflected in their future contributions. The most recent actuarial valuation (March 31, 2005) has determined the Plan has an unfunded liability. As a result, the actuary determined that an increase in contribution rates of 1.88% each, for plan members and employers, was necessary in order for the Plan to maintain its long-term financial soundness and thus its ability to meet the pension promise made to plan members. The trustees therefore increased contributions effective April 1, 2006.

Contributions to the Plan by PavCo for fiscal 2008 were \$580 thousand (2007 - \$586 thousand).

#### 16. BC Place redevelopment

During the year \$2.074 million was spent on investigative costs for replacement of the roof of BC Place, upgrades to the facility and the comprehensive redevelopment of its lands. Subsequent to year-end, a further \$2.239 million was committed on revitalization and feasibility studies for BC Place.



# **B.C. Pavilion Corporation**

## **Notes to the Financial Statements - March 31, 2008**

(tabular amounts in \$000s)

---

### **17. Comparative numbers**

Certain comparative numbers have been restated to conform to the financial statement presentation used in the current year.

B.C. Pavilion Corporation  
Year Ending March 31, 2008  
Schedule of Indemnities

Name of Person / Company Indemnified	Risk Management Branch File No.	Date Issued
Her Majesty The Queen in Right of Canada represented by the Minister of Transport	96015	Sep. 13/91
CAPA Ventures Ltd.	92036	Aug. 8/91
Non-Union Employees of B.C. Pavilion Corporation	93028	Sep./92
Unionized Employees of B.C. Pavilion Corporation	970002	June 1/94
Her Majesty The Queen in Right of Canada represented by the Minister of Transport	96013	Sep. 15/94
Vancouver Ticket Centre Ltd. d.b.a. Ticketmaster	96012	Sep. 22/94
Law Brothers Productions Canada Inc.	960028	May/95
Her Majesty The Queen in Right of Canada represented by the Minister of Transport	960146	Mar. 1/96
Vancouver Port Corporation	970101	July 21/97
City Of Burnaby	970102	Oct./96
City Of Burnaby	970103	Oct./96
B.C. Tel Communications	970167	Mar./97
B.C. Tel	970168	Mar./97
Her Majesty The Queen in Right of The Province of British Columbia represented by the Minister of Employment and Investment	970169	Mar. 25/97
Telus Mobility	030046	June 13, 2002
City of Abbotsford	040100	Sept 30, 2003
Colliers Macaulay Nichols Inc.	070387	Oct 18, 2006
Labor Ready Inc.	070471	Dec 14, 2006
The Canada Employment Insurance Commission	070480	Dec 20, 2006
Larco Investments Ltd.	080026	April 23, 2007
Concert Real Estate Corporation Concert Properties	080059	May 11, 2007

B.C. Pavilion Corporation  
Year Ending March 31, 2008  
Schedule of Indemnities

<b>Name of Person / Company Indemnified</b>	<b>Risk Management Branch File No.</b>	<b>Date Issued</b>
Toronto Dominion Bank	080114	May 25, 2007
Singleton Urquhart LLP	080226	July 10, 2007
Hampton Inn and Suites by Hilton	080407	October 3, 2007
Express Services doing business as Express Personnel Services	080474	November 7, 2007
Georgian Court Hotel Limited	080534	December 13, 2007
Central Heat Distribution Limited	080624	January 23, 2008
Vancouver Fraser Port Authority and Imperial Parking Canada Corporation	080718	February 22, 2008
Board of Directors, BC Pavilion Corporation	080805	March 31, 2008

Note: None of the indemnities have expiry dates or limits of amounts of indemnity.

**B.C. PAVILION CORPORATION  
FINANCIAL REPORTING YEAR ENDING MARCH 31, 2008**

**SCHEDULE OF DEBT**

---

Debt at March 31, 2008 was as follows:

British Columbia Transportation Financing Authority

(in \$ thousands)

Current portion	\$ 75
Long-term portion	<u>168</u>
Total	<u>\$243</u>

The long-term non interest bearing debt is repayable over a ten year term to 2011.  
The minimum amount payable each year is \$75 thousand.



B.C. PAVILION CORPORATION  
 SCHEDULE OF REMUNERATION  
 APRIL 1, 2007 TO MARCH 31, 2008

**1. Elected Officials, Employees appointed by Cabinet and Member of the Board Directors**

NAME	Position	REMUNERATION	EXPENSES
PODMORE, DAVID	Chair	-	19,406
ANDREW, MARK	Member, Board	13,500	-
BRYANT, ROBERT	Member, Board	24,500	-
DAUGHNEY, DORIS	Member, Board (Past Chair)	18,000	-
GOMEZ, SUSAN	Member, Board	26,000	1,040
HORNING, JOHN	Member, Board	25,500	-
JARVIS, DANIEL	Member, Board	25,500	-
KRESIVO, MIRIAM	Member, Board	23,000	-
BROWN, PETER	Member, Board	-	-
DOBELL, KEN *	Member, Board	-	-
TAYLOR, PAUL *	Member, Board	-	-
BRINDLE, DEREK *	Member, Board	-	-
LYONS, TERRY *	Member, Board	-	-
RITCHIE, GRANT *	Member, Board	-	-
		<b>(A) \$ 156,000</b>	<b>\$ 1,040</b>

\* Jointly on the board of Pavco and Vancouver Convention Centre Expansion Project Ltd. (VCCEP) and were paid by VCCEP during the year.

**2. Other Employees** (excluding those listed in Section 1 above)

NAME	REMUNERATION	EXPENSES
HARDING, JOHN	183,674	4,496
CROSLEY, HOWARD	168,495	14,486
MAPLE, BARBARA	168,351	21,811
WONG, CATHERINE	129,780	8,297
JOHNSTON, VIC	115,340	7,718
STARKEY, ROBERT	109,756	7,246
GRIFFIN, BRIAN	105,837	4,514
BUCKLEY, WARREN	102,781	9,447
RAMSAY, GRAHAM	98,215	8,271
QUAN, DAN	95,713	1,488
DUTTON, DEBORAH	93,547	137
HUNTER, DONNA	92,758	7,128
LINGENFELTER, STEVEN	87,759	905
ATKINSON, TIM	84,691	3,618
KOKE, MICHAEL	82,658	10,544
MOK, WINNIE	79,101	2,553
FARZAD, FARSHI	76,188	2,577
Total, other employees with remuneration of less than \$75,000 or less	6,543,435	103,420
Total, Other Employees	<b>(B) \$ 8,418,079</b>	<b>\$ 218,656</b>

**3. Reconciliation**

Elected Officials, Employees appointed by Cabinet and Member of the Board Directors	<b>(A) \$ 156,000</b>
Other Employees' total remuneration	<b>(B) \$ 8,418,079</b>
Subtotal	<b>\$ 8,574,079</b>
Reconciling Items	<b>\$ (63,283)</b>
<b>Total, per Statement of Operations and Retained Earnings</b>	<b>\$ 8,510,795</b>



B.C. PAVILION CORPORATION  
STATEMENT OF SEVERANCE AGREEMENTS  
PAID IN FISCAL YEAR ENDED MARCH 31, 2008

There were no severance agreements under which payments commenced between PavCo and its non-unionized employees during fiscal year 2008.

This statement is produced under the Financial Information Regulation, Schedule 1, subsection 6(7).



**SCHEDULE SHOWING PAYMENTS MADE FOR THE PROVISION OF GOODS OR SERVICES**  
**For Year Ending March 31, 2008**

**1. Alphabetical list of supplier who received aggregate payments in excess of \$25,000**

<b>Supplier Name</b>	<b>Aggregate Amt paid to supplier</b>
4TH UTILITY INC.	82,132
ACKLANDS GRAINGER INC.	26,900
ALBRITE LIGHTING LTD.	30,989
ARGYLE SECONDARY SCHOOL	25,451
AUDITOR GENERAL OF BRITISH COLUMBIA	61,687
AVW-TELAV	735,857
B.C. AIR FILTER	32,565
B.C. TRANSPORTATION FINANCE AUTHORITY	100,000
B.C.G.E.U.	51,828
BARTLE & GIBSON CO. LTD.	34,065
BC HYDRO	1,113,654
BC LIONS FOOTBALL CLUB INC.	109,907
BCS CONSULTING LTD	38,057
BELL CANADA	95,586
BEST FACILITIES SERVICES LTD	1,080,437
BEST PERSONNEL	51,034
BESTBUY CANADA	147,999
BIRDAIR INC.	145,240
BORDEN LADNER GERVAIS LLP	194,930
BPC BUSINESS PRO COMPUTER	25,259
BROADCAST SYSTEMS & EQUIPMENT INC.	417,090
BUSINESS PRO COMPUTERS	53,530
CANADA PLACE CORPORATION	2,350,518
CANADIAN CONSORTIUM HEALTH PROMOTION RESEARCH	67,913
CENTERPLATE	310,401
CENTRAL HEAT DISTRIBUTION LTD	1,234,742
CHAN-TV	27,422
CHRISTOV SERVICES LTD.	40,299
CITIPARK LEASING	52,074
CITY OF BURNABY	326,662
CITY OF VANCOUVER	425,670
COAST MATERIALS HANDLING LTD.	27,367
COASTAL PACIFIC ELECTRIC LTD.	79,312
CRITERION COMMUNICATIONS INC.	73,906
DEPENDABLE DOOR MAINTENANCE	36,857
DMG WORLD MEDIA	27,864
DOMINION FAIRMILE CONSTRUCTION LTD	155,260
ECS ELECTRICAL CABLE SUPPLY	40,340
ELECTRIC SHOW SERVICE	284,790
ENTERPRISE PAPER CO. LTD.	92,612
ESC AUTOMATION INC.	132,698

EXECUTIVE SECURITY SYSTEMS LTD	48,926
FIRST CHOICE WASTE DISPOSAL	68,275
G.R. HUDSON SALES LTD.	32,685
GEIGER ENGINEERS	107,164
GENESIS SECURITY INC.	150,517
GESCAN ELECTRICAL	34,323
GLENTEL INC.	55,792
GRAND & TOY LTD.	25,428
GREAT WEST LIFE	380,597
HAYS SPECIALIST RECRUITMENT (CANADA) INC.	30,210
HEENAN BLAIKIE	54,195
HIGHTEX GMBH	508,533
HOULE ELECTRIC LIMITED	54,629
INFLATED IDEAS INC.	31,497
INTERNATIONAL BUILDING MAINTENANCE	49,575
IRWIN, WHITE & JENNINGS	27,944
JARDINE LLOYD THOMPSON CANADA INC	1,027,150
JMB POST PRODUCTION	60,967
KEYNOTE CONSULTING, LTD.	123,047
KONE INC.	43,534
LABOUR READY INC.	35,671
MEDICAL SERVICES PLAN OF B.C.	90,674
METROPOLITAN FINE PRINTERS INC.	48,441
MICROSOFT LICENSING	39,837
MINISTER OF FINANCE	344,317
MOORE CANADA	88,448
MOTT ELECTRIC LTD	31,944
NASCO STAFFING SOLUTIONS	289,640
NIELSEN BUSINESS MEDIA, INC.	72,771
NORTHSTAR TRAVEL MEDIA LLC	51,749
NORTHWESTERN SYSTEMS CORP	125,948
PACIFIC NEWSPAPER GROUP INC.	98,972
PALADIN SECURITY GROUP LTD.	989,828
PATCH COMPUTERS INC.	31,867
PATTISON SIGN GROUP	36,713
PCMA SERVICES, INC.	32,335
PENTON MEDIA INC.	32,896
PRIMA CARPETS LTD	45,360
PROACTIVE SAFETY SERVICES	49,310
PROTECH WELDING LTD	39,967
PUBLIC SERVICE PENSION PLAN	1,124,254
QUANTUM LIGHTING INC.	75,316
QUEST RETAIL TECHNOLOGY PTY LTD.	95,530
RECEIVER GENERAL FOR CANADA	1,794,686
REFRIGERATIVE SUPPLY	29,572
RENAISSANCE CONTRACTING	412,469
REPUTATIONS CORPORATION	123,053
RIGGIT SERVICES INC.	1,218,062
ROCK ADVERTISING INC.	288,048
ROGERS WIRELESS INC.	38,495
SALMON'S RENTALS	31,785



SEACOR ENVIRONMENTAL INC.	28,023
SECURE NETWORKING SOLUTIONS GROUP	71,365
SERVOMATION INCORPORATED	12,105,977
SMS MODERN CLEANING SERVICES INC.	223,620
SOFTCHOICE CORPORATION	82,507
SPARLINGS SPORTING GOODS (1977) LTD.	34,832
STERLING CRANE	137,144
SYSTEM DIRECTIONS LTD	27,459
TELUS	28,500
THE PERSONNEL DEPARTMENT	25,400
THE RC MEDIA TEAM INC.	96,256
TOURISM VANCOUVER	73,587
TRANSLINK	34,916
TRAPEZE COMMUNICATIONS INC.	83,518
UNGERBOECK SYSTEMS INC.	54,660
UNISOURCE CANADA, INC.	87,630
VIKING FIRE PROTECTION INC.	41,677
WEQ PRODUCTION EQUIPMENT LP	87,175
WESCO DISTRIBUTION-CANADA INC.	30,732
WESTERN COMPENSATION & BENEFITS CONSULTANTS	40,292
WILLIAMS MACHINERY RENTALS LTD	62,132
WORKERS COMPENSATION BOARD	89,369
XEROX CANADA LTD	29,994
<b>Total Aggregate Amts paid to suppliers</b>	<b>(A) 34,740,615</b>

**2. Consolidated total paid to suppliers who received aggregate payments less than \$25,000**

	<b>(B) 3,743,151</b>
--	----------------------

**3. Total of payments to suppliers for grants and contributions greater than \$25,000**

Consolidated total of grants greater than \$25,000	N/A
Consolidated total of contributions greater than \$25,000	N/A
Consolidated total of all grants and contributions greater than \$25,000	N/A

**4. Reconciliation**

Total of aggregate payments in excess of \$25,000 paid to suppliers	(A)	34,740,615
Consolidated total of payments less than \$25,000 paid to suppliers	(B)	3,743,151
Consolidated total of all grants and contributions greater than \$25,000	(C)	N/A
Reconciling Items		<u>91,539</u>
<b>Total per Statement of Operations and Operations Deficiency</b>		<b><u>\$ 38,575,306</u></b>

**Reconciliation to Financial Statements**

Direct Costs	17,031,238
Staffing	8,507,988
Operating	6,090,110
General and Administration net of Restructuring Costs	2,019,771
Expansion BC Place	2,074,600
Business Development	1,479,418
Fees	1,049,463
Expenses From Discontinued Operations - Bridge Studios	322,718
<b>Total per Statement of Revenue and Expenditures</b>	<b><u><u>38,575,306</u></u></b>



## STATEMENT OF FINANCIAL APPROVAL

---

The undersigned represents the Board of Directors of B.C. Pavilion Corporation and approves all statements and schedules included in this Statement of Financial information, produced under the *Financial Information Act*.

A handwritten signature in black ink, appearing to read "David Podmore", is written over a horizontal line.

David Podmore  
Chair, BC Pavilion Corporation Board of Directors

September 18, 2008