
BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
ILLIQUID POOLED INVESTMENT PORTFOLIOS
REALPOOL INTERNATIONAL FUNDS

Realpool International Fund 1999
2001 Realpool International Fund
2006A Realpool International Fund
2007 Realpool International Fund

FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

**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 following Pooled Investment Portfolios for the years ended December 31, 2014:

Realpool International Fund 1999
2001 Realpool International Fund
2006A Realpool International Fund
2007 Realpool International Fund

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 International Financial Reporting Standards. The significant accounting policies used in the preparation of these statements are disclosed in note 3 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, reviewing the external audit plan, reviewing bcIMC's Service Organization Controls Report for the Investment System of British Columbia Investment Management Corporation, and reviewing the annual audited financial statements of the Pooled Investment Portfolios. 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 LLP 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.

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer / Chief Investment
Officer

(original signed by David Woodward)

David Woodward
Senior Vice President, Finance

Victoria, British Columbia
October 19, 2015



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INDEPENDENT AUDITORS' REPORT

To the Unitholders of the following funds managed by British Columbia Investment Management Corporation (the Manager):

Realpool International Fund 1999
2001 Realpool International Fund
2006A Realpool International Fund
2007 Realpool International Fund

(collectively, the Funds).

We have audited the accompanying financial statements of the Funds, which comprise the statement of financial position of the Funds as at December 31, 2014, December 31, 2013 and January 1, 2013 and their statements of comprehensive income, changes in net assets attributable to holders of redeemable units, and cash flows for the years ended December 31, 2014 and December 31, 2013, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Funds' Manager is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, and for such internal control as the Manager determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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 comply with ethical requirements and plan and perform an audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Manager, as well as evaluating the overall financial statement presentation.

We believe that the audit evidence we have obtained in our audits is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Funds as at December 31, 2014, December 31, 2013 and January 1, 2013 and their financial performance and their cash flows for the years ended December 31, 2014 and December 31, 2013 in accordance with International Financial Reporting Standards.



Chartered Professional Accountants

October 21, 2015

Vancouver, Canada

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

REALPOOL INTERNATIONAL FUND 1999

Statement of Financial Position (all amounts in thousands <i>except number of units</i>)				Statement of Comprehensive Income (all amounts in thousands)				
	Note	December 31, 2014 <i>(note 13)</i>	December 31, 2013 <i>(note 12)</i>	January 1, 2013 <i>(note 12)</i>		Note	Year Ended December 31, 2014 <i>(note 13)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Assets					Revenue:			
Cash		\$ 3	\$ -	\$ -	Interest income		\$ 1	\$ 7
Investments		-	3,620	29,368	Change in fair value of investments:	8		
					Net realized loss		(507)	(6,632)
Liabilities					Net change in unrealized appreciation		515	7,126
bcIMC funds management fees payable	4	-	-	5	Total Revenue		9	501
Other accounts payable		-	12	13	Expenses:			
		-	12	18	bcIMC funds management fees	4	-	105
Net assets attributable to holders of redeemable units		\$ 3	\$ 3,608	\$ 29,350	Audit fees		12	15
					Legal fees		1	8
<i>Number of redeemable units outstanding</i> *	5	-	0.535	4,357	Total operating expenses		13	128
Net assets attributable to holders of redeemable units per unit		\$ 6,488	\$ 6,744	\$ 6,736	Increase (decrease) in net assets attributable to holders of redeemable units from operations excluding distributions		(4)	373
<i>Contingent liability</i>	6				Distributions to holders of redeemable units:			
<i>Unfunded committed capital</i>	7				From net investment income		(398)	-
					From net realized gains on investments		(1,961)	-
							(2,359)	-
					Increase (decrease) in net assets attributable to holders of redeemable units		\$ (2,363)	\$ 373

* Fractional units remaining 0.000431244

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

REALPOOL INTERNATIONAL FUND 1999

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units
(all amounts in thousands)

	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of year	\$ 3,608	\$ 29,350
Increase (decrease) in net assets attributable to holders of redeemable units	(2,363)	373
Redeemable unit transactions:		
Proceeds from units issued	-	75
Reinvestment of distributions	2,359	-
Amounts paid for units redeemed	(3,601)	(26,190)
Net decrease from redeemable unit transactions	(1,242)	(26,115)
Balance, end of year	\$ 3	\$ 3,608

Statement of Cash Flows
(all amounts in thousands)

	Year Ended December 31, 2014 <i>(note 12)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (2,363)	\$ 373
Adjustments for:		
Interest income	(1)	(7)
Net realized loss from investments	507	6,632
Net change in unrealized appreciation from investments	(515)	(7,126)
Non cash distributions	2,359	-
Proceeds from sale of investments	5,312	53,923
Amounts paid for purchase of investments	(1,684)	(27,681)
bcIMC funds management fees payable	-	(5)
Other accounts payable	(12)	(1)
Interest received	1	7
	<u>3,604</u>	<u>26,115</u>
Financing activities:		
Proceeds from issue of redeemable units	-	75
Payments on redemption of redeemable units	(3,601)	(26,190)
	<u>(3,601)</u>	<u>(26,115)</u>
Net increase in cash	3	-
Cash, beginning of year	-	-
Cash, end of year	\$ 3	\$ -

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

REALPOOL INTERNATIONAL FUND 1999

Schedule of Investments

as at December 31

(all amounts in thousands)

	2014		2013	
	Fair Value	Cost	Fair Value	Cost
Real Estate Investments ¹:	\$ -	\$ -	\$ 3,493	\$ 4,013
Money Market Investments:				
Units in bcIMC Pooled Investment				
Portfolio				
Fund ST2	-	-	46	47
Fund ST3	-	-	81	75
	-	-	127	122
Total Investments	\$ -	\$ -	\$ 3,620	\$ 4,135

¹ As of December 31, 2013 the real estate investments were held through a private corporation and a limited partnership.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

REALPOOL INTERNATIONAL FUND 1999

Transfer of Investments Discussion

The majority of the investments held on December 31, 2013 were transferred from the Fund to the Realpool Global Fund, another pooled investment portfolio managed by bcIMC, on January 2, 2014.

Initial proceeds on disposition of \$3,470,000, which were based on preliminary December 31, 2013 values, were received by the Fund on January 2, 2014. The remaining proceeds of \$30,600, which reflected the difference between the initial proceeds and the final December 31, 2013 valuations, were received by the Fund on August 28, 2014.

These proceeds were used to redeem the following units of the Fund:

Date of Redemption	Redemption Amount (\$000s)	Units Redeemed
January 2, 2014	3,470	0.518
August 28, 2014	23	0.002
Total redemptions	<u>3,493</u>	<u>0.520</u>

**Financial Risk Management Discussion
as at December 31**

The investment objectives, eligible investments and general information on the financial risks related to the Realpool International Vintage Funds are described in note 9 of the financial statements. The information contained in this Financial Risk Management Discussion pertains specifically to the Realpool International Fund 1999.

As of December 31, 2013, the Fund held its private real estate investments through a corporation and a limited partnership. The corporation and limited partnership held the following net assets:

(in 000s)	2013	
	Total	% of Total
Unlisted Real Estate Investee Fund	\$ 1,960	56.1 %
Direct Real Estate Investment	1,446	41.4 %
bcIMC Money Market Funds	87	2.5 %
	<u>\$ 3,493</u>	<u>100.0 %</u>

The Fund's activities expose it to a variety of financial risks. For purposes of describing the financial risks of the Fund, the composition of the net assets held by the underlying corporation and the limited partnership and their investing activities have been considered.

Credit Risk

Substantially all of the Fund's financial assets and liabilities are held in securities that are not subject to significant credit risk.

Liquidity Risk

As at December 31, 2013, the Fund's financial assets included unlisted real estate investments, which were generally illiquid. To maintain liquidity in the Fund, the Chief Investment Officer may obtain funding from unitholders of the Fund through additional unit issuances to meet the Fund's ongoing liquidity requirements. The Fund's non-derivative liabilities are due within three months of the year-end of the Fund.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

REALPOOL INTERNATIONAL FUND 1999

**Financial Risk Management Discussion (continued)
as at December 31**

Interest Rate Risk

Substantially all of the Fund's financial assets and liabilities are non-interest bearing, accordingly, the Fund is not subject to significant amounts of risk due to fluctuations in the prevailing market interest rates.

Currency Risk

As at December 31, 2014, the Fund holds only Canadian dollar cash. As at December 31, 2013, the Fund held net financial assets denominated in U.S. currency totalling \$3,503,000 Cdn which represented 97.1% of the net asset value of the Fund. As at December 31, 2013, if the Canadian dollar had strengthened/weakened by 1 percent in relation to all other currencies, holding all other variables constant, net assets would have decreased/ increased, respectively, by \$35,000 Cdn, representing 1.0% of the Fund's net assets. In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

As at December 31, 2013, the Fund had additional exposure to currency risk through its future unfunded commitments in U.S. currency totalling \$1,560,000 Cdn. As at December 31, 2013 if the Canadian dollar had strengthened/weakened by 1 percent in relation to all other currencies, holding all other variables constant, future unfunded commitments would have decreased/increased, respectively, by \$16,000 Cdn. In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material. Total unfunded committed capital related to the Fund is described in note 7 of the financial statements.

Other Price Risk

As at December 31, 2014, substantially all of the Fund's financial assets and liabilities are held in securities that are not subject to significant other price risk.

As at December 31, 2013, the real estate investments held by the Fund directly and through the private corporation and limited partnership were in the liquidation stage and only held cash. Due to the nature of the financial instruments, the Fund was not subject to significant other price risk.

**Fair Value Measurement Discussion
as at December 31**

Fair Value Hierarchy

As described in note 10 of the financial statements, a three-tier hierarchy is used as a framework for disclosing fair value based on inputs used to value the Fund's financial instruments.

The tables below analyze financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the Statement of Financial Position. All fair value measurements below are recurring.

	2013			Total
	Quoted Price in Active Market (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
(in 000s)				
bcIMC Money Market Funds	\$ 214	\$ -	\$ -	\$ 214
Unlisted Real Estate Investee Fund	-	-	1,960	1,960
Direct Real Estate Investment	-	-	1,446	1,446
Total Investments	<u>\$ 214</u>	<u>\$ -</u>	<u>\$ 3,406</u>	<u>\$ 3,620</u>

During 2014 and 2013, there were no significant transfers between Level 1 and Level 2.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

REALPOOL INTERNATIONAL FUND 1999

**Fair Value Measurement Discussion (continued)
as at December 31**

Fair Value Hierarchy (continued)

The carrying amount of the Fund's net assets attributable to redeemable units also approximates fair value as they are measured at redemption amount and are classified as Level 2 in the fair value hierarchy.

The following table shows a reconciliation from the beginning balances to the ending balances for fair value measurements in Level 3 of the fair value hierarchy.

	2014			
	Direct Real Estate Investment	Unlisted Real Estate Investee Fund		Total
(in 000s)				
Balance, beginning of year	\$ 1,446	\$ 1,960		\$ 3,406
Total gains or (losses) recognized in profit or loss	-	-		-
Purchases	-	-		-
Sales	(1,446)	(1,960)		(3,406)
Balance, end of year	\$ -	\$ -		\$ -
Total unrealized gains or (losses) for the year included in profit or loss relating to financial assets and liabilities held at the reporting date	\$ 10,065	\$ 14,744		\$ 24,809

	2013			
	Direct Real Estate Investment	Unlisted Real Estate Investee Fund		Total
(in 000s)				
Balance, beginning of year	\$ 2,355	\$ 1,508		\$ 3,863
Total gains or (losses) recognized in profit or loss	147	452		599
Purchases	-	-		-
Sales	(1,056)	-		(1,056)
Balance, end of year	\$ 1,446	\$ 1,960		\$ 3,406
Total unrealized gains or (losses) for the year included in profit or loss relating to financial assets and liabilities held at the reporting date	\$ 147	\$ 452		\$ 599

During 2014 and 2013, there were no significant transfers into or out of Level 3.

**Fair Value Measurement Discussion (continued)
as at December 31**

Significant Unobservable Inputs Used in Measuring Fair Value

The table below sets out information about significant unobservable inputs used at year-end in measuring the fair value of direct real estate investment and unlisted real estate investee fund categorized as Level 3 in the fair value hierarchy as at December 31, 2013:

	2013				
	Fair Value (in 000s)	Valuation Technique	Unobservable Input	Amount / Range	Sensitivity to Change in Significant Unobservable Input
Direct Real Estate Investment	\$ 1,446	Unadjusted Net Asset Value	Net Asset Value	\$1,446	The estimated fair value would increase (decrease) if the fair value of the unlisted real estate investments were higher (lower)
Unlisted Real Estate Investee Fund	\$ 1,960	Unadjusted Net Asset Value	Net Asset Value	\$1,960	The estimated fair value would increase (decrease) if the fair value of the unlisted real estate investments were higher (lower)

Significant unobservable inputs are developed as follows:

- (i) **Net Asset Value:**
Represents the net asset value of the unlisted real estate investee fund and direct real estate investment. bcIMC management values these investments primarily based on the latest available financial information provided by their general partner and external manager.

The unlisted real estate investee fund is subject to redemption restrictions and accordingly the Fund is unable to dispose of the investee until the maturity or wind up and liquidation of the respective investee. In such cases, it is the Funds' policy to categorize the investee as level 3 within the fair value hierarchy.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

REALPOOL INTERNATIONAL FUND 1999

**Fair Value Measurement Discussion (continued)
as at December 31**

Effects of Unobservable Input on Fair Value Measurement

The unlisted real estate investee fund and direct real estate investment are valued based on information received from external managers through co-investment arrangements. The fair value of these investments fluctuates in response to changes in specific assumptions for that particular investee as determined by the external manager.

Although the Fund believes that its estimates of fair value in Level 3 are appropriate, the use of different methodologies or assumptions could lead to different measurements of fair value and net assets attributable to the holders of redeemable units.

The following table shows how the net assets attributable to holders of redeemable units would change if the valuations of unlisted real estate investee fund and direct real estate investment were calculated by adjusting the respective underlying investee fund's net assets and value of direct real estate by 10%.

(in 000s)	2013	
Favourable	\$	341
Unfavourable	\$	(341)

**Involvement with Structured Entities
as at December 31**

As at December 31, 2013, the Fund's investments were held primarily through an intermediary holding corporation and limited partnership which constitute structured entities. Structured entities are entities that have been designed so that voting or other similar rights are not the dominant factor in determining who controls the entity. These structured entities are set up by bcIMC to manage legal, tax and other risks that may arise in the course of administering the underlying investments. The carrying amount of these entities of approximately \$3,493,000 is included within Investments in the Statement of Financial Position.

In addition, as at December 31, 2013, the Fund held interests in other structured entities, both directly and indirectly (i.e. through the intermediary holding corporation and limited partnership). The other structured entities were comprised of directly held investee money market funds organized as unit trusts and indirectly held investee fund organized as limited partnerships. All of these investee funds were constituted to manage assets on behalf of third party investors and are financed through the issuance of units to investors or capital contributions made by the investors. Accordingly, the Fund's interest in these entities was reflected through the holding of trust units, partnership units or a partnership interest. The tables below set out the direct and indirect interests held by the Fund in these other structured entities as at December 31, 2013:

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying Amount Included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	2	\$ 1,783,925	\$ 214
Unlisted real estate investee fund administered by third party managers	1	\$ 1,960	\$ 1,960

The carrying amount of the investments held in these underlying funds represented the Fund's maximum exposure to loss. During 2013, the Fund did not provide financial support to these structured entities and has no intention of providing financial or other support.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

REALPOOL INTERNATIONAL FUND 1999

**Involvement with Subsidiaries and Associates
as at December 31**

As at December 31, 2013, the Fund also held through an intermediary holding corporation the following investment in which it has a controlling position or a position. The Fund measures this investment at FVTPL. The tables below set out the interest held by the Fund in the unconsolidated subsidiary:

December 31, 2013

Entity	Nature and Purpose of Entity	Interests Held	Relationship	Principal Place of Business	Country of Incorporation/ Registration	Ownership Interest	Voting Rights	Carrying Amount Included in Investments in the Statement of Financial Position (in 000s)
Wyncrest Holdings Inc.	Real estate holding company	Common shares	Subsidiary	U.S.	U.S.	100.0%	100.0%	\$ 1,446

During 2014 and 2013, the Fund did not provide financial support to the subsidiary and has no intention of providing financial or other support. Furthermore, the subsidiary listed in the table above is not subject to any restrictions.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

2001 REALPOOL INTERNATIONAL FUND

Statement of Financial Position

(all amounts in thousands *except number of units*)

	Note	December 31, 2014 <i>(note 13)</i>	December 31, 2013 <i>(note 12)</i>	January 1, 2013 <i>(note 12)</i>
Assets				
Cash		\$ 1	\$ -	\$ -
Investments		-	933	957
Liabilities				
bcIMC funds management fees payable	4	-	-	5
Other accounts payable		-	12	13
		-	12	18
Net assets attributable to holders of redeemable units				
		<u>\$ 1</u>	<u>\$ 921</u>	<u>\$ 939</u>
<i>Number of redeemable units outstanding</i>	5	0.012	0.762	0.737
Net assets attributable to holders of redeemable units per unit				
		<u>\$ 60</u>	<u>\$ 1,209</u>	<u>\$ 1,274</u>
<i>Contingent liability</i>	6			
<i>Unfunded committed capital</i>	7			

Statement of Comprehensive Income

(all amounts in thousands)

	Note	Year Ended December 31, 2014 <i>(note 13)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Revenue:			
Interest income		\$ -	\$ 1
Change in fair value of investments:	8		
Net realized gain		285	-
Net change in unrealized appreciation (depreciation)		(285)	35
Total Revenue		-	36
Expenses:			
bcIMC funds management fees	4	-	69
Audit fees		13	15
Legal fees		1	-
Total operating expenses		14	84
Decrease in net assets attributable to holders of redeemable units from operations excluding distributions		(14)	(48)
Distributions to holders of redeemable units:			
From net investment income		-	-
From net realized gains on investments		(62)	-
		(62)	-
Decrease in net assets attributable to holders of redeemable units		<u>\$ (76)</u>	<u>\$ (48)</u>

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

2001 REALPOOL INTERNATIONAL FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units
(all amounts in thousands)

	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of year	\$ 921	\$ 939
Decrease in net assets attributable to holders of redeemable units	(76)	(48)
Redeemable unit transactions:		
Proceeds from units issued	-	30
Reinvestment of distributions	62	-
Amounts paid for units redeemed	(906)	-
Net increase (decrease) from redeemable unit transactions	(844)	30
Balance, end of year	\$ 1	\$ 921

Statement of Cash Flows
(all amounts in thousands)

	Year Ended December 31, 2014 <i>(note 12)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Decrease in net assets attributable to holders of redeemable units	\$ (76)	\$ (48)
Adjustments for:		
Interest income	-	(1)
Net realized gain from investments	(285)	-
Net change in unrealized (appreciation) depreciation from investments	285	(35)
Non cash distributions	62	-
Proceeds from sale of investments	933	89
Amounts paid for purchase of investments	-	(30)
bcIMC funds management fees payable	-	(5)
Other accounts payable	(12)	(1)
Interest received	-	1
	<u>907</u>	<u>(30)</u>
Financing activities:		
Proceeds from issue of redeemable units	-	30
Payments on redemption of redeemable units	(906)	-
	<u>(906)</u>	<u>30</u>
Net increase in cash	1	-
Cash, beginning of year	-	-
Cash, end of year	\$ 1	\$ -

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

2001 REALPOOL INTERNATIONAL FUND

Schedule of Investments

as at December 31

(all amounts in thousands)

	2014		2013	
	Fair Value	Cost	Fair Value	Cost
Real Estate Investments ¹:	\$ -	\$ -	\$ 907	\$ 622
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio				
Fund ST2	-	-	26	26
Total Investments	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 933</u>	<u>\$ 648</u>

¹ As of December 31, 2013, the real estate investment was held through a private corporation.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

2001 REALPOOL INTERNATIONAL FUND

Transfer of Investments Discussion

The majority of the investments held on December 31, 2013 were transferred from the Fund to the Realpool Global Fund, another pooled investment portfolio managed by bcIMC, on January 2, 2014.

Initial proceeds on disposition of \$906,000, which were based on preliminary December 31, 2013 values, were received by the Fund on January 2, 2014. The remaining proceeds of \$1,000, which reflected the difference between the initial proceeds and the final December 31, 2013 valuations, were received by the Fund on August 28, 2014.

These proceeds were used to redeem the following units of the Fund:

Date of Redemption	Redemption Amount (\$000s)	Units Redeemed
January 2, 2014	906	0.749
August 28, 2014	1	0.001
Total redemptions	<u>907</u>	<u>0.750</u>

**Financial Risk Management Discussion
as at December 31**

The investment objectives, eligible investments and general information on the financial risks related to the Realpool International Vintage Funds are described in note 9 of the financial statements. The information contained in this Financial Risk Management Discussion pertains specifically to the 2001 Realpool International Fund.

As at December 31, 2013, the Fund held its real estate investment through a corporation. The corporation held the following net assets:

(in 000s)	2013	
	Total	% of Total
Direct Real Estate Investment	847	93.4 %
bcIMC Money Market Funds	60	6.6 %
	<u>\$ 907</u>	<u>100.0 %</u>

The Fund's activities expose it to a variety of financial risks. For purposes of describing the financial risks of the Fund, the composition of the net assets held by the underlying corporation and its investing activities have been considered.

Credit Risk

Substantially all of the Fund's financial assets and liabilities are held in securities that are not subject to significant credit risk.

Liquidity Risk

As at December 31, 2013, the Fund's financial assets included direct real estate investments, which were generally illiquid. To maintain liquidity in the Fund, the Chief Investment Officer may obtain funding from unitholders of the Fund through additional unit issuances to meet the Fund's ongoing liquidity requirements. The Fund's non-derivative liabilities are due within three months of the year-end of the Fund.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

2001 REALPOOL INTERNATIONAL FUND

**Financial Risk Management Discussion (continued)
as at December 31**

Interest Rate Risk

Substantially all of the Fund's financial assets and liabilities are non-interest bearing, accordingly, the Fund is not subject to significant amounts of risk due to fluctuations in the prevailing market interest rates.

Currency Risk

As at December 31, 2014, the Fund holds only Canadian dollar cash. As at December 31, 2013, the Fund held net financial assets denominated in U.S. currency totalling \$849,000 Cdn which represented 92.2% of the net asset value of the Fund. As at December 31, 2013, if the Canadian dollar had strengthened/weakened by 1 percent in relation to all other currencies, holding all other variables constant, net assets would have decreased/ increased, respectively, by \$8,500 Cdn, representing 0.9% of the Fund's net assets. In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

Other Price Risk

As at December 31, 2014, substantially all of the Fund's financial assets and liabilities are held in securities that are not subject to significant other price risk.

As at December 31, 2013, the real estate investment held by the Fund through the private corporation was in the liquidation stage and only held cash. Due to the nature of the financial instruments, the Fund was not subject to significant other price risk.

**Fair Value Measurement Discussion
as at December 31**

Fair Value Hierarchy

As described in note 10 of the financial statements, a three-tier hierarchy is used as a framework for disclosing fair value based on inputs used to value the Fund's financial instruments.

The tables below analyze financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the Statement of Financial Position. All fair value measurements below are recurring.

	2013			Total
	Quoted Price in Active Market (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
(in 000s)				
bcIMC Money Market Funds	\$ 86	\$ -	\$ -	\$ 86
Direct Real Estate Investment	-	-	847	847
Total Investments	<u>\$ 86</u>	<u>\$ -</u>	<u>\$ 847</u>	<u>\$ 933</u>

During 2014 and 2013, there were no significant transfers between Level 1 and Level 2.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

2001 REALPOOL INTERNATIONAL FUND

**Fair Value Measurement Discussion (continued)
as at December 31**

Fair Value Hierarchy (continued)

The carrying amount of the Fund's net assets attributable to redeemable units also approximates fair value as they are measured at redemption amount and are classified as Level 2 in the fair value hierarchy.

The following table shows a reconciliation from the beginning balances to the ending balances for fair value measurements in Level 3 of the fair value hierarchy.

	2014	
	Direct Real Estate Investment	Total
(in 000s)		
Balance, beginning of year	\$ 847	\$ 847
Total gains or (losses) recognized in profit or loss	-	-
Purchases	-	-
Sales	(847)	(847)
Balance, end of year	\$ -	\$ -
Total unrealized gains or (losses) for the year included in profit or loss relating to financial assets and liabilities held at the reporting date	\$ 714	\$ 714
	2013	
	Direct Real Estate Investment	Total
(in 000s)		
Balance, beginning of year	\$ 810	\$ 810
Total gains or (losses) recognized in profit or loss	37	37
Purchases	-	-
Sales	-	-
Balance, end of year	\$ 847	\$ 847
Total unrealized gains or (losses) for the year included in profit or loss relating to financial assets and liabilities held at the reporting date	\$ 37	\$ 37

During 2014 and 2013, there were no significant transfers into or out of Level 3.

**Fair Value Measurement Discussion (continued)
as at December 31**

Significant Unobservable Inputs Used in Measuring Fair Value

The table below sets out information about significant unobservable inputs used at year-end in measuring the fair value of direct private equity investment categorized as Level 3 in the fair value hierarchy as at December 31, 2013:

	2013				
	Fair Value (in 000s)	Valuation Technique	Unobservable Input	Amount / Range	Sensitivity to Change in Significant Unobservable Input
Direct Real Estate Investment	\$ 847	Unadjusted Net Asset Value	Net Asset Value	\$847	The estimated fair value would increase (decrease) if the fair value of the unlisted real estate investments were higher (lower)

Significant unobservable inputs are developed as follows:

- (i) Net Asset Value:
Represents the net asset value of the direct real estate investment. bcIMC management values this investment primarily based on the latest available financial information provided by the external manager.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

2001 REALPOOL INTERNATIONAL FUND

**Fair Value Measurement Discussion (continued)
as at December 31**

Effects of Unobservable Input on Fair Value Measurement

The direct real estate investment is valued based on information received from external managers through co-investment arrangement. The fair value of this investment fluctuates in response to changes in specific assumptions for that particular investee as determined by the external manager.

Although the Fund believes that its estimates of fair value in Level 3 are appropriate, the use of different methodologies or assumptions could lead to different measurements of fair value and net assets attributable to the holders of redeemable units.

The following table shows how the net assets attributable to holders of redeemable units would change if the valuations of direct real estate investment was calculated by adjusting the value of direct real estate by 10%.

(in 000s)	2013
Favourable	\$ 85
Unfavourable	\$ (85)

**Involvement with Structured Entities
as at December 31**

As at December 31, 2013, the Fund's investments were held primarily through an intermediary holding corporation which constituted a structured entity. Structured entities are entities that have been designed so that voting or other similar rights are not the dominant factor in determining who controls the entity. These structured entities are set up by bcIMC to manage legal, tax and other risks that may arise in the course of administering the underlying investments. The carrying amount of this entity of approximately \$907,000 is included within Investments in the Statement of Financial Position.

In addition, as at December 31, 2013, the Fund held interests in other structured entities, both directly and indirectly (i.e. through the intermediary holding corporations). The other structured entities were comprised of directly held investee money market funds organized as unit trusts. All of these investee funds were constituted to manage assets on behalf of third party investors and are financed through the issuance of units to investors or capital contributions made by the investors. Accordingly, the Fund's interest in these entities was reflected through the holding of trust units. The tables below set out the direct and indirect interests held by the Fund in these other structured entities as at December 31, 2013:

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying Amount Included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	2	\$ 1,783,925	\$ 86

The carrying amount of the investments held in these underlying funds represented the Fund's maximum exposure to loss. During 2013, the Fund did not provide financial support to these structured entities and has no intention of providing financial or other support.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

2006A REALPOOL INTERNATIONAL FUND

Statement of Financial Position

(all amounts in thousands *except number of units*)

	Note	December 31, 2014 <i>(note 13)</i>	December 31, 2013 <i>(note 12)</i>	January 1, 2013 <i>(note 12)</i>
Assets				
Cash		\$ 2	\$ -	\$ -
Investments		-	22,617	21,454
Liabilities				
bcIMC funds management fees payable	4	-	-	2
Other accounts payable		-	13	15
		-	13	17
Net assets attributable to holders of redeemable units				
		<u>\$ 2</u>	<u>\$ 22,604</u>	<u>\$ 21,437</u>
<i>Number of redeemable units outstanding</i>	5	0.025	208.741	208.741
Net assets attributable to holders of redeemable units per unit				
		<u>\$ 97</u>	<u>\$ 108</u>	<u>\$ 103</u>
<i>Contingent liability</i>	6			
<i>Unfunded committed capital</i>	7			

Statement of Comprehensive Income

(all amounts in thousands)

	Note	Year Ended December 31, 2014 <i>(note 13)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Revenue:			
Interest income		\$ 2	\$ 4
Change in fair value of investments:	8		
Net realized loss		(14,160)	-
Net change in unrealized appreciation		14,160	1,394
Total Revenue		<u>2</u>	<u>1,398</u>
Expenses:			
bcIMC funds management fees	4	-	81
Administrative fees		3	3
Audit fees		13	15
Legal fees		1	66
Pursuit cost		-	65
Withholding taxes	12	3	1
Total operating expenses		<u>20</u>	<u>231</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations excluding distributions		<u>(18)</u>	<u>1,167</u>
Distributions to holders of redeemable units:			
From net investment income		(99)	-
From net realized gains on investments		-	-
		<u>(99)</u>	<u>-</u>
Increase (decrease) in net assets attributable to holders of redeemable units		<u>\$ (117)</u>	<u>\$ 1,167</u>

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

2006A REALPOOL INTERNATIONAL FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units
(all amounts in thousands)

	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of year	\$ 22,604	\$ 21,437
Increase (decrease) in net assets attributable to holders of redeemable units	(117)	1,167
Redeemable unit transactions:		
Proceeds from units issued	-	-
Reinvestment of distributions	99	-
Amounts paid for units redeemed	(22,584)	-
Net decrease from redeemable unit transactions	(22,485)	-
Balance, end of year	\$ 2	\$ 22,604

Statement of Cash Flows
(all amounts in thousands)

	Year Ended December 31, 2014 <i>(note 12)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (117)	\$ 1,167
Adjustments for:		
Interest income	(2)	(4)
Withholding taxes	3	1
Net realized loss from investments	14,160	-
Net change in unrealized appreciation from investments	(14,160)	(1,394)
Non cash distributions	99	-
Proceeds from sale of investments	22,619	235
Amounts paid for purchase of investments	(2)	(4)
bcIMC funds management fees payable	-	(2)
Other accounts payable	(13)	(2)
Interest received	2	4
Withholding taxes paid	(3)	(1)
	<u>22,586</u>	<u>-</u>
Financing activities:		
Payments on redemption of redeemable units	(22,584)	-
	<u>(22,584)</u>	<u>-</u>
Net increase in cash	2	-
Cash, beginning of year	-	-
Cash, end of year	\$ 2	\$ -

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

2006A REALPOOL INTERNATIONAL FUND

Schedule of Investments

as at December 31

(all amounts in thousands)

	2014		2013	
	Fair Value	Cost	Fair Value	Cost
Real Estate Investments ¹:	\$ -	\$ -	\$ 22,434	\$ 36,594
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio				
Fund ST2	-	-	183	183
Total Investments	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,617</u>	<u>\$ 36,777</u>

¹ As of December 31, 2013, the real estate investments were held through private corporations.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

2006A REALPOOL INTERNATIONAL FUND

Transfer of Investments Discussion

The majority of the investments held on December 31, 2013 were transferred from the Fund to the Realpool Global Fund, another pooled investment portfolio managed by bcIMC, on January 2, 2014.

Initial proceeds on disposition of \$22.3 million, which were based on preliminary December 31, 2013 values, were received by the Fund on January 2, 2014. The remaining proceeds of \$0.1 million, which reflected the difference between the initial proceeds and the final December 31, 2013 valuations, were received by the Fund on August 28, 2014.

These proceeds were used to redeem the following units of the Fund:

Date of Redemption	Redemption Amount (\$000s)	Units Redeemed
January 2, 2014	22,326	207.142
August 28, 2014	108	0.028
Total redemptions	22,434	207.170

**Financial Risk Management Discussion
as at December 31**

The investment objectives, eligible investments and general information on the financial risks related to the Realpool International Vintage Funds are described in note 9 of the financial statements. The information contained in this Financial Risk Management Discussion pertains specifically to the 2006A Realpool International Fund.

As at December 31, 2013, the Fund held its private real estate investments through corporations. The corporations held the following net assets:

(in 000s)	2013	
	Total	% of Total
Direct Real Estate Investments	13,894	61.9 %
bcIMC Money Market Funds	8,540	38.1 %
	<u>\$ 22,434</u>	<u>100.0 %</u>

The Fund's activities expose it to a variety of financial risks. For purposes of describing the financial risks of the Fund, the composition of the net assets held by the underlying corporations and their investing activities have been considered.

Credit Risk

Substantially all of the Fund's financial assets and liabilities are held in securities that are not subject to significant credit risk.

Liquidity Risk

As at December 31, 2013, the Fund's financial assets included direct real estate investments, which were generally illiquid. To maintain liquidity in the Fund, the Chief Investment Officer may obtain funding from unitholders of the Fund through additional unit issuances to meet the Fund's ongoing liquidity requirements. The Fund's non-derivative liabilities are due within three months of the year-end of the Fund.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

2006A REALPOOL INTERNATIONAL FUND

Financial Risk Management Discussion (continued)
as at December 31

Interest Rate Risk

Substantially all of the Fund's financial assets and liabilities are non-interest bearing, accordingly, the Fund is not subject to significant amounts of risk due to fluctuations in the prevailing market interest rates.

Currency Risk

As at December 31, 2014, the Fund holds only Canadian dollar cash. As at December 31, 2013, the Fund held net financial assets denominated in U.S. currency totalling \$22,419,000 Cdn which represented 99.2% of the net asset value of the Fund. As at December 31, 2013, if the Canadian dollar had strengthened/weakened by 1 percent in relation to all other currencies, holding all other variables constant, net assets would have decreased/ increased, respectively, by \$224,000 Cdn, representing 1.0% of the Fund's net assets. In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

Other Price Risk

As at December 31, 2014, substantially all of the Fund's financial assets and liabilities are held in securities that are not subject to significant other price risk.

As at December 31, 2013, the Fund's direct private real estate investments were concentrated in the United States.

Financial Risk Management Discussion (continued)
as at December 31

Other Price Risk (continued)

The fair value of these investments fluctuates in response to specific property characteristics and developments in geographic regions, rather than from changes in the general level of market prices. Because of these factors, sensitivity analysis that would measure the impact from changes in the general level of market prices has not been provided as bcIMC does not believe this information would be meaningful.

As at December 31, 2013, had the fair value of the investments increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased by approximately \$2,245,000 or 9.9% of net assets attributable to redeemable units. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

2006A REALPOOL INTERNATIONAL FUND

**Fair Value Measurement Discussion
as at December 31**

Fair Value Hierarchy

As described in note 10 of the financial statements, a three-tier hierarchy is used as a framework for disclosing fair value based on inputs used to value the Fund's financial instruments.

The tables below analyze financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the Statement of Financial Position. All fair value measurements below are recurring.

	2013			Total
	Quoted Price in Active Market (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
(in 000s)				
bcIMC Money Market Funds	\$ 8,723	\$ -	\$ -	\$ 8,723
Direct Real Estate Investments	-	-	13,894	13,894
Total Investments	<u>\$ 8,723</u>	<u>\$ -</u>	<u>\$ 13,894</u>	<u>\$ 22,617</u>

During 2014 and 2013, there were no significant transfers between Level 1 and Level 2.

**Fair Value Measurement Discussion (continued)
as at December 31**

Fair Value Hierarchy (continued)

The carrying amount of the Fund's net assets attributable to redeemable units also approximates fair value as they are measured at redemption amount and are classified as Level 2 in the fair value hierarchy.

The following table shows a reconciliation from the beginning balances to the ending balances for fair value measurements in Level 3 of the fair value hierarchy.

	2014			Total
	Direct Real Estate Investments	Unlisted Real Estate Investee Funds		
(in 000s)				
Balance, beginning of year	\$ 13,894	\$ -	\$	13,894
Total gains or (losses) recognized in profit or loss	-	-	-	-
Purchases	-	-	-	-
Sales	(13,894)	-	-	(13,894)
Balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$</u>	<u>-</u>
Total unrealized gains or (losses) for the year included in profit or loss relating to financial assets and liabilities held at the reporting date	<u>\$ 17,284</u>	<u>\$ -</u>	<u>\$</u>	<u>17,284</u>

	2013			Total
	Direct Real Estate Investments	Unlisted Real Estate Investee Funds		
(in 000s)				
Balance, beginning of year	\$ 17,471	\$ -	\$	17,471
Total gains or (losses) recognized in profit or loss	(944)	-	-	(944)
Purchases	330	-	-	330
Sales	(2,963)	-	-	(2,963)
Balance, end of year	<u>\$ 13,894</u>	<u>\$ -</u>	<u>\$</u>	<u>13,894</u>
Total unrealized gains or (losses) for the year included in profit or loss relating to financial assets and liabilities held at the reporting date	<u>\$ (944)</u>	<u>\$ -</u>	<u>\$</u>	<u>(944)</u>

During 2014 and 2013, there were no significant transfers into or out of Level 3.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

2006A REALPOOL INTERNATIONAL FUND

**Fair Value Measurement Discussion (continued)
as at December 31**

Significant Unobservable Inputs Used in Measuring Fair Value

The table below sets out information about significant unobservable inputs used at year-end in measuring the fair value of direct real estate investments categorized as Level 3 in the fair value hierarchy as at December 31, 2013:

	2013				
	Fair Value (in 000s)	Valuation Technique	Unobservable Input	Amount / Range	Sensitivity to Change in Significant Unobservable Input
Direct Real Estate Investments	\$ 13,894	Discounted Cash Flows	Discount rate	11.5% - 13.5%	The estimated fair value would increase (decrease) if the discount rate were lower / (higher)

Significant unobservable inputs are developed as follows:

(i) Discount rate:

Represents the discount rate applied to the expected future cash flows of each direct real estate investment. For the discount rates used, bcIMC management assesses both the risk premium and the appropriate risk-free rate based on the economic environment in which the investee entity operates. The discount rate is adjusted for such matters as liquidity differences, credit and market factors. The estimated future cash flows are then discounted using the discount rate determined. Cash flows used in the discounted cash flow model are based on projected cash flows or earnings of the respective investee entity.

**Fair Value Measurement Discussion (continued)
as at December 31**

Effects of Unobservable Input on Fair Value Measurement

For certain direct real estate investments, bcIMC management engages third party independent valuers to estimate the fair market value. The valuers produce comprehensive reports for each applicable investment. The fair value of these investments fluctuates in response to changes in specific assumptions for the key unobservable inputs.

Although the Fund believes that its estimates of fair value in Level 3 are appropriate, the use of different methodologies or assumptions could lead to different measurements of fair value and net assets attributable to the holders of redeemable units.

The following table shows how the net assets attributable to holders of redeemable units would change if the valuations of direct real estate investments were calculated by adjusting the value of direct real estate by 10%.

(in 000s)	2013
Favourable	\$ 1,390
Unfavourable	\$ (1,390)

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
 POOLED INVESTMENT PORTFOLIO

2006A REALPOOL INTERNATIONAL FUND

**Involvement with Structured Entities
 as at December 31**

As at December 31, 2013, the Fund's investments were held primarily through 4 intermediary holding corporations which constitute structured entities. Structured entities are entities that have been designed so that voting or other similar rights are not the dominant factor in determining who controls the entity. These structured entities were set up by bcIMC to manage legal, tax and other risks that may arise in the course of administering the underlying investments. The carrying amount of these entities of approximately \$22,434,000 is included within Investments in the Statement of Financial Position.

In addition, as at December 31, 2013, the Fund held interests in other structured entities, both directly and indirectly (i.e. through the intermediary holding corporations). The other structured entities are comprised of directly held investee money market funds organized as unit trusts. All of these investee funds were constituted to manage assets on behalf of third party investors and are financed through the issuance of units to investors. Accordingly, the Fund's interest in these entities was reflected through the holding of trust units. The tables below set out the direct and indirect interests held by the Fund in these other structured entities as at December 31, 2013:

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying Amount Included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	2	\$ 1,783,925	\$ 8,723

The carrying amount of the investments held in these underlying funds represented the Fund's maximum exposure to loss. During 2013, the Fund did not provide financial support to these structured entities and has no intention of providing financial or other support.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

2006A REALPOOL INTERNATIONAL FUND

**Involvement with Subsidiaries and Associates
as at December 31**

As at December 31, 2013, the Fund also held through intermediary holding corporations the following investments in which it has a position where it could exert significant influence on the operations of the investee. The Fund measures these investments at FVTPL. The tables below set out interests held by the Fund in these unconsolidated associates:

December 31, 2013

Entity	Nature and Purpose of Entity	Interests Held	Relationship	Principal Place of Business	Country of Incorporation/Registration	Ownership Interest	Voting Rights	Carrying Amount Included in Investments in the Statement of Financial Position (in 000s)
6234739 Washington LP	Real estate investment advisory, property management and investor relationship services	Limited Partnership interest	Associate	U.S.	U.S.	26.7%	26.7%	\$ 782
Bentall Kennedy (US) LP	Investment advisory and real estate services	Limited Partnership interest	Associate	U.S.	U.S.	26.7%	26.7%	\$ 13,112
Total								\$ 13,894

During 2014 and 2013, the Fund did not provide financial support to associates and has no intention of providing financial or other support. Furthermore, the associates listed in the table above are not subject to any restrictions.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

2007 REALPOOL INTERNATIONAL FUND

Statement of Financial Position

(all amounts in thousands *except number of units*)

	Note	December 31, 2014 <i>(note 13)</i>	December 31, 2013 <i>(note 12)</i>	January 1, 2013 <i>(note 12)</i>
Assets				
Cash		\$ 2	\$ -	\$ -
Foreign currency contracts		-	-	163
Investments		-	190,611	153,924
Liabilities				
bcIMC funds management fees payable	4	-	-	9
Other accounts payable		-	12	13
Foreign currency contracts		-	-	973
		-	12	995
Net assets attributable to holders of redeemable units		\$ 2	\$ 190,599	\$ 153,092
<i>Number of redeemable units outstanding</i>	5	<i>0.004</i>	<i>284.661</i>	<i>272.846</i>
Net assets attributable to holders of redeemable units per unit		\$ 509	\$ 670	\$ 561
<i>Contingent liability</i>	6			
<i>Unfunded committed capital</i>	7			

Statement of Comprehensive Income

(all amounts in thousands)

	Note	Year Ended December 31, 2014 <i>(note 13)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Revenue:			
Interest income		\$ 1	\$ 2
Change in fair value of investments:	8		
Net realized gain (loss)		39,867	(2,677)
Net change in unrealized appreciation (depreciation)		(39,867)	33,724
Total Revenue		1	31,049
Expenses:			
bcIMC funds management fees	4	-	169
Audit fees		13	15
Legal fees		1	-
Total operating expenses		14	184
Increase (decrease) in net assets attributable to holders of redeemable units from operations excluding distributions		(13)	30,865
Distributions to holders of redeemable units:			
From net investment income		(379)	-
From net realized gains on investments		(40,281)	-
		(40,660)	-
Increase (decrease) in net assets attributable to holders of redeemable units		\$ (40,673)	\$ 30,865

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

2007 REALPOOL INTERNATIONAL FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units
(all amounts in thousands)

	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of year	\$ 190,599	\$ 153,092
Increase (decrease) in net assets attributable to holders of redeemable units	(40,673)	30,865
Redeemable unit transactions:		
Proceeds from units issued	-	12,482
Reinvestment of distributions	40,660	-
Amounts paid for units redeemed	(190,584)	(5,840)
Net increase (decrease) from redeemable unit transactions	(149,924)	6,642
Balance, end of year	\$ 2	\$ 190,599

Statement of Cash Flows
(all amounts in thousands)

	Year Ended December 31, 2014 <i>(note 12)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (40,673)	\$ 30,865
Adjustments for:		
Interest income	(1)	(2)
Net realized (gain) loss from investments	(39,867)	2,677
Net change in unrealized (appreciation) depreciation from investments	39,867	(33,724)
Non cash distributions	40,660	-
Proceeds from sale of investments	190,612	189,862
Amounts paid for purchase of investments	(1)	(196,312)
bcIMC funds management fees payable	-	(9)
Other accounts payable	(12)	(1)
Interest received	1	2
	<u>190,586</u>	<u>(6,642)</u>
Financing activities:		
Proceeds from issue of redeemable units	-	12,482
Payments on redemption of redeemable units	(190,584)	(5,840)
	<u>(190,584)</u>	<u>6,642</u>
Net increase in cash	2	-
Cash, beginning of year	-	-
Cash, end of year	\$ 2	\$ -

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

2007 REALPOOL INTERNATIONAL FUND

Schedule of Investments

as at December 31

(all amounts in thousands)

	2014		2013	
	Fair Value	Cost	Fair Value	Cost
Real Estate Investments ¹:	\$ -	\$ -	\$ 190,544	\$ 150,677
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio				
Fund ST2	-	-	67	67
Total Investments	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 190,611</u>	<u>\$ 150,744</u>

¹ As of December 31, 2013, the real estate investments were held through a private corporation.

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Transfer of Investments Discussion

The majority of the investments held on December 31, 2013 were transferred from the Fund to the Realpool Global Fund, another pooled investment portfolio managed by bcIMC, on January 2, 2014.

Initial proceeds on disposition of \$175.6 million, which were based on preliminary December 31, 2013 values, were received by the Fund on January 2, 2014. The remaining proceeds of \$14.9 million, which reflected the difference between the initial proceeds and the final December 31, 2013 valuations, were received by the Fund on August 28, 2014.

These proceeds were used to redeem the following units of the Fund:

Date of Redemption	Redemption Amount (\$000s)	Units Redeemed
January 2, 2014	(175,644)	284.570
August 28, 2014	(14,900)	0.009
Total redemptions	(190,544)	284.579

**Financial Risk Management Discussion
as at December 31**

The investment objectives, eligible investments and general information on the financial risks related to the Realpool International Vintage Funds are described in note 9 of the financial statements. The information contained in this Financial Risk Management Discussion pertains specifically to the 2007 Realpool International Fund.

As at December 31, 2013, the Fund held its private real estate investments through a corporation. The corporation held the following net assets:

(in 000s)	2013	
	Total	% of Total
Unlisted Real Estate Investee Funds	\$ 171,820	90.2 %
Direct Real Estate Investment	18,685	9.8 %
bcIMC Money Market Funds	39	- %
	<u>\$ 190,544</u>	<u>100.0 %</u>

The Fund's activities expose it to a variety of financial risks. For purposes of describing the financial risks of the Fund, the composition of the net assets held by the underlying corporations and their investing activities have been considered.

Credit Risk

Substantially all of the Fund's financial assets and liabilities are held in securities that are not subject to significant credit risk.

Liquidity Risk

As at December 31, 2013, the Fund's financial assets included direct real estate investment and unlisted real estate investee funds, which were generally illiquid. To maintain liquidity in the Fund, the Chief Investment Officer may obtain funding from unitholders of the Fund through additional unit issuances to meet the Fund's ongoing liquidity requirements. The Fund's non-derivative liabilities are due within three months of the year-end of the Fund.

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**Financial Risk Management Discussion (continued)
as at December 31**

Interest Rate Risk

Substantially all of the Fund's financial assets and liabilities are non-interest bearing, accordingly, the Fund is not subject to significant amounts of risk due to fluctuations in the prevailing market interest rates.

Currency Risk

At the reporting date, the carrying value of the Fund's net financial assets and financial liabilities held in individual foreign currencies expressed in Canadian dollars and as a percentage of its net assets were as follows:

CURRENCY (Cdn 000s)	2013	
	Net Investments and Investment- Related Receivables/ (Payables)	% of Total Net Assets
Danish Krone	28,249	14.8 %
Euro	56,267	29.5 %
United States Dollar	105,989	55.6 %
Net Exposure	\$ 190,505	100.0 %

The table above identifies currency exposure based on the currency in which the Fund's investments were denominated. In addition to the currency exposures set out above, the Fund may have additional indirect exposure to currency risk through its investments in underlying direct real estate investment and unlisted real estate investee funds. Such exposure may include currencies not listed in the table above as these investments may be operating in jurisdictions that utilize other currencies.

As at December 31, 2013 if the Canadian dollar had strengthened/weakened by 1 percent in relation to all other currencies, holding all other variables constant, net assets would have decreased/ increased, respectively, \$1,905,000 Cdn, representing 1.0% of the Fund's net assets. In practice, the actual trading results may differ from this sensitivity analysis and the difference could be material.

**Financial Risk Management Discussion (continued)
as at December 31**

Currency Risk (continued)

As at December 31, the Fund had the following additional exposure to currency risk through its future unfunded commitments:

CURRENCY (Cdn 000s)	2013
Danish Krone	1,659
Euro	15,280
United States Dollar	43,372
	\$ 60,311

As at December 31, 2013 if the Canadian dollar had strengthened/weakened by 1 percent in relation to all other currencies, holding all other variables constant, future unfunded commitments would have decreased/increased, respectively, by \$603,000 Cdn. In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

Total unfunded committed capital related to the Fund is described in note 7 of the financial statements.

Other Price Risk

As at December 31, 2014, substantially all of the Fund's financial assets and liabilities are held in securities that are not subject to significant other price risk.

As at December 31, 2013, the Fund's direct real estate investment was concentrated in Europe and the unlisted real estate investee funds were concentrated in Europe and Asia.

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**Financial Risk Management Discussion (continued)
as at December 31**

Other Price Risk (continued)

The fair value of these investments fluctuates in response to specific property characteristics and developments in geographic regions, rather than from changes in the general level of market prices. Because of these factors, sensitivity analysis that would measure the impact from changes in the general level of market prices has not been provided as bcIMC does not believe this information would be meaningful.

As at December 31, 2013, had the fair value of the investments increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased by approximately \$19,054,000 or 10.0% of net assets attributable to redeemable units. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

**Fair Value Measurement Discussion
as at December 31**

Fair Value Hierarchy

As described in note 10 of the financial statements, a three-tier hierarchy is used as a framework for disclosing fair value based on inputs used to value the Fund's financial instruments.

The tables below analyze financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the Statement of Financial Position. All fair value measurements below are recurring.

	2013			Total
	Quoted Price in Active Market (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
(in 000s)				
bcIMC Money Market Funds	\$ 106	\$ -	\$ -	\$ 106
Unlisted Real Estate Investee Funds	-	-	171,820	171,820
Direct Real Estate Investment	-	-	18,685	18,685
Total Investments	<u>\$ 106</u>	<u>\$ -</u>	<u>\$ 190,505</u>	<u>\$ 190,611</u>

During 2014 and 2013, there were no significant transfers between Level 1 and Level 2.

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**Fair Value Measurement Discussion (continued)
as at December 31**

Fair Value Hierarchy (continued)

The carrying amount of the Fund's net assets attributable to redeemable units also approximates fair value as they are measured at redemption amount and are classified as Level 2 in the fair value hierarchy.

The following table shows a reconciliation from the beginning balances to the ending balances for fair value measurements in Level 3 of the fair value hierarchy.

	2014			
	Direct Real Estate Investment	Unlisted Real Estate Investee Funds		Total
(in 000s)				
Balance, beginning of year	\$ 18,685	\$ 171,820		\$ 190,505
Total gains or (losses) recognized in profit or loss	-	-		-
Purchases	-	-		-
Sales	(18,685)	(171,820)		(190,505)
Balance, end of year	\$ -	\$ -		\$ -
Total unrealized gains or (losses) for the year included in profit or loss relating to financial assets and liabilities held at the reporting date	\$ (4,356)	\$ (30,033)		\$ (34,389)
	2013			
	Direct Real Estate Investment	Unlisted Real Estate Investee Funds		Total
(in 000s)				
Balance, beginning of year	\$ 14,151	\$ 138,177		\$ 152,328
Total gains or (losses) recognized in profit or loss	2,469	29,911		32,380
Purchases	4,191	5,025		9,216
Sales	(2,126)	(1,293)		(3,419)
Balance, end of year	\$ 18,685	\$ 171,820		\$ 190,505
Total unrealized gains or (losses) for the year included in profit or loss relating to financial assets and liabilities held at the reporting date	\$ 2,413	\$ 29,507		\$ 31,920

During 2014 and 2013, there were no significant transfers into or out of Level 3.

**Fair Value Measurement Discussion (continued)
as at December 31**

Significant Unobservable Inputs Used in Measuring Fair Value

The table below sets out information about significant unobservable inputs used at year-end in measuring the fair value of direct real estate investment and unlisted real estate investee funds categorized as Level 3 in the fair value hierarchy as at December 31, 2013:

	2013				
	Fair Value (in 000s)	Valuation Technique	Unobservable Input	Amount / Range	Sensitivity to Change in Significant Unobservable Input
Direct Real Estate Investment	\$ 18,685	Unadjusted Net Asset Value	Net Asset Value	\$18,685	The estimated fair value would increase (decrease) if the fair value of the unlisted real estate investment was higher (lower)
Unlisted Real Estate Investee Funds	\$ 134,238	Unadjusted Net Asset Value	Net Asset Value	\$134,238	The estimated fair value would increase (decrease) if the fair value of the unlisted real estate investments were higher (lower)
Unlisted Real Estate Investee Funds	\$ 37,582	Adjusted Net Asset Value	Net Asset Value	\$36,631	The estimated fair value would increase (decrease) if: - The fair value of the unlisted real estate investments were higher (lower) -The fair value adjustment was higher (lower)
			Fair Value Adjustment	\$951	

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Fair Value Measurement Discussion (continued)
as at December 31

Significant unobservable inputs are developed as follows:

- (i) Net Asset Value:
Represents the net asset value of the unlisted real estate investee funds and direct real estate investment. bcIMC management values these investments primarily based on the latest available financial information provided by their general partners and external managers.

The unlisted real estate investee funds are subject to redemption restrictions and accordingly the Fund is unable to dispose of the investee until the maturity or wind up and liquidation of the respective investee. In such cases, it is the Funds' policy to categorize the investee as level 3 within the fair value hierarchy.

Fair Value Measurement Discussion (continued)
as at December 31

Effects of Unobservable Input on Fair Value Measurement

The unlisted real estate investee funds and direct real estate investment are valued based on information received from external managers through co-investment arrangements. The fair value of these investments fluctuates in response to changes in specific assumptions for that particular investee as determined by the external manager.

Although the Fund believes that its estimates of fair value in Level 3 are appropriate, the use of different methodologies or assumptions could lead to different measurements of fair value and net assets attributable to the holders of redeemable units.

The following table shows how the net assets attributable to holders of redeemable units would change if the valuations of unlisted real estate investee funds and direct real estate investments were calculated by adjusting the respective underlying investee fund's net assets and value of direct real estate by 10%.

(in 000s)	2013
Favourable	\$ 19,051
Unfavourable	\$ (19,051)

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
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2007 REALPOOL INTERNATIONAL FUND

**Involvement with Structured Entities
as at December 31**

As at December 31, 2013, the Fund's investments were held primarily through an intermediary holding corporation which constitutes a structured entity. Structured entities are entities that have been designed so that voting or other similar rights are not the dominant factor in determining who controls the entity. These structured entities are set up by bcIMC to manage legal, tax and other risks that may arise in the course of administering the underlying investments. The carrying amount of this entity of approximately \$190,544,000 is included within Investments in the Statement of Financial Position.

In addition, as of December 31, 2013, the Fund held interests in other structured entities, both directly and indirectly (i.e. through the intermediary holding corporations). The other structured entities were comprised of directly held investee money market funds organized as unit trusts and indirectly held investee funds organized as limited partnerships. All of these investee funds were constituted to manage assets on behalf of third party investors and are financed through the issuance of units to investors or capital contributions made by the investors. Accordingly, the Fund's interest in these entities was reflected through the holding of trust units, partnership units or a partnership interest. The tables below set out the direct and indirect interests held by the Fund in these other structured entities as at December 31, 2013:

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying Amount Included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	2	\$ 1,783,925	\$ 106
Unlisted real estate investee funds administered by third party managers	3	\$ 4,689,264	\$ 171,820

The carrying amount of the investments held in these underlying funds represented the Fund's maximum exposure to loss. During 2013, the Fund did not provide financial support to these structured entities and has no intention of providing financial or other support.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
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2007 REALPOOL INTERNATIONAL FUND

**Involvement with Subsidiaries and Associates
as at December 31**

As at December 31, 2013, the Fund also held through an intermediary holding corporation the following investment in which it has a position where it could exert significant influence on the operations of the investee. The Fund measures this investment at FVTPL. The tables below set out interest held by the Fund in the unconsolidated associate:

December 31, 2013

Entity	Nature and Purpose of Entity	Interests Held	Relationship	Principal Place of Business	Country of Incorporation/Registration	Ownership Interest	Voting Rights	Carrying Amount Included in Investments in the Statement of Financial Position (in 000s)
Realstar European Capital Fund I, LP	Real estate assets	Limited Partner interest	Associate	Europe	England	26.7%	26.7%	\$ 18,685

During 2014 and 2013, the Fund did not provide financial support to the associate and has no intention of providing financial or other support. Furthermore, the associate listed in the table above is not subject to any restrictions.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
 POOLED INVESTMENT PORTFOLIOS
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2014

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. The address of the bcIMC’s registered office is at 300 - 2950 Jutland Road, Victoria, British Columbia Canada. 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 (the Funds) 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 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, 2001
2006A Realpool International Fund	July 25, 2006
2007 Realpool International Fund	February 28, 2007

* The majority of the investments in the above four Funds was transferred to the Realpool Global Fund, another pooled investment portfolio managed by bcIMC, on January 2, 2014. See additional discussion of the transfer in the Transfer of Investments Discussion following each Fund’s financial statements and Note 13.

2. Basis of preparation

(a) Statement of compliance

The financial statements of the Funds have been prepared in compliance with International Financial Reporting Standards (“IFRS”). This is the first time that the Funds have prepared the financial statements in accordance with IFRS, and IFRS 1 (*First – Time Adoption of International Financial Reporting Standards*) has been applied. Previously, the Funds financial statements were prepared in accordance with Canadian Generally Accepted Accounting Principles as defined in Part V of the CPA Handbook (Canadian GAAP). The Funds have consistently applied the accounting policies used in the preparation of the opening IFRS statement of financial position at January 1, 2013, or the applicable date, and throughout all periods presented, as if these policies had always been in effect. Details of the transition from Canadian GAAP to IFRS are provided in note 12. The financial statements were authorized for issue by the Chief Executive Officer / Chief Investment Officer on October 19, 2015.

(b) Basis of measurement

The financial statements have been prepared on a historical cost basis except for investments and derivatives, which are measured at fair value.

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NOTES TO THE FINANCIAL STATEMENTS
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2. Basis of preparation (continued)

(c) Functional and presentation currency

These financial statements are presented in Canadian dollars which is the Funds' functional currency.

(d) Use of estimates and judgment

The preparation of financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. In determining the fair value of some of its investments, bclMC reviews and assesses external 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 as determined by actual events could differ from those estimates and assumptions, and the difference could be material.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized in the period in which the estimates are revised and in any future period affected. Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment within the next fiscal year is included in note 9. This information relates to the determination of fair value of investments with significant unobservable inputs.

3. Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

(a) Financial instruments

(i) Recognition and measurement

Financial instruments are required to be classified into one of the following categories: held-for-trading, fair value through profit or loss ("FVTPL"), available-for-sale, loans and receivables, assets held-to-maturity, and other financial liabilities. All financial instruments are measured at fair value on initial recognition. Measurement in subsequent periods depends on the classification of the financial instrument. Transaction costs are included in the initial carrying amount of financial instruments except for financial instruments classified as held-for-trading or fair value through profit or loss in which case transaction costs are expensed as incurred.

Financial assets and financial liabilities held for trading or at fair value through profit or loss are recognized initially on the trade date, which is the date on which the Funds become a party to the contractual provisions of the instrument. Other financial assets and financial liabilities are recognized on the date on which they are originated. The Funds derecognize a financial liability when its contractual obligations are discharged, cancelled or expire.

Financial assets and liabilities are offset and the net amount presented in the statement of financial position only when the Funds have a legal right to offset the amounts and intend either to settle on a net basis or to realize the asset and settle the liability simultaneously.

The Funds have not classified any of their financial instruments as available-for-sale or assets held to maturity.

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3. Significant accounting policies (continued)

(a) Financial instruments (continued)

(ii) Held-for-trading and fair value through profit and loss

Financial instruments classified as held-for-trading or FVTPL are subsequently measured at fair value at each reporting period with changes in fair value recognized in the statement of comprehensive income in the period in which they occur. The Funds' derivative financial assets and derivative financial liabilities are classified as held-for-trading. The Funds' investments in securities are designated as FVTPL.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and marketable securities) is based on quoted market prices at the close of trading on the reporting date. The Funds use the last traded market price for both financial assets and financial liabilities where the last traded price falls within that day's bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, bcIMC determines the point within the bid-ask spread that is most representative of fair value based on the specific facts and circumstances. The Funds' policy is to recognize transfers into and out of the fair value hierarchy levels as of the date of the event or change in circumstances giving rise to the transfer.

The fair value of financial assets and liabilities that are not traded in an active market, including certain complex derivative instruments, is determined using valuation techniques. Valuation techniques include the use of comparable recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, and other valuation techniques commonly used by market participants and which make the maximum use of observable inputs. Should the value of the financial asset or liability, in the opinion of bcIMC, be inaccurate, unreliable or not readily available, the fair value is estimated on the basis of the most recently reported information for a similar financial asset or liability.

(iii) Loans and receivables

Loans and receivables are financial assets with fixed or determinable payments that are not quoted in an active market. Such assets are recognized initially at fair value plus any directly attributable transaction costs. Subsequent measurement of loans and receivables is at amortized cost using the effective interest method, less any impairment losses. Interest income is recognized by applying the effective interest rate. The Funds classify cash, dividends receivable, interest receivable, accounts receivable, receivable from sale of investments, receivable from issue of units, and accrued variation margin income as loans and receivables.

The effective interest method is a method of calculating the amortized cost of a financial asset or liability and of allocating interest income or expense over the relevant period. The effective interest rate is the rate that discounts estimated future cash payments through the expected life of the financial asset or liability, or where appropriate, a shorter period.

(iv) Other financial liabilities

Other financial liabilities are initially measured at fair value, net of transaction costs, and are subsequently measured at amortized cost using the effective interest method. The Funds' other financial liabilities are comprised of accounts payable, custodial fees payable, payable for purchase of investments, payable for redemption of units, external management fees payable, interest payable, accrued variation margin loss and bcIMC funds management fees payable.

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POOLED INVESTMENT PORTFOLIOS
NOTES TO THE FINANCIAL STATEMENTS
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3. Significant accounting policies (continued)

(b) Redeemable units

The Funds classify financial instruments issued as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments. In accordance with the *Pooled Investment Portfolios Regulation*, B.C. Reg. 447/99 (section 10), each Fund is required to distribute, to unitholders of the respective Fund's redeemable units, the taxable income and taxable capital gains of the Fund at least annually. Accordingly, such units are classified as financial liabilities at FVTPL and measured at redemption amount. Distributions to holders of redeemable units are recognized in comprehensive income when they are authorized and no longer at the discretion of bcIMC.

(c) Issue and redemption of units

Participation in each Fund is expressed in units. The initial value of a unit of a Fund on inception 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 Fund invests in another Fund, the unit issuances and redemptions are transacted on the same basis as client transactions. All unit transactions are recorded on a trade date basis.

(d) Foreign exchange

The financial statements of the Funds are denominated in Canadian dollars. Foreign denominated investments and other foreign denominated assets and liabilities are translated into Canadian dollars using the exchange rates prevailing on each valuation date. Purchases and sales of investments, as well as income and expense transactions denominated in foreign currencies, are translated using exchange rates prevailing on the date of the transaction. Foreign currency gains and losses are recognized in the Statement of Comprehensive Income.

(e) Income recognition

Interest income is recognized on an accrual basis using the effective interest method. Dividend income is recognized on the date that the right to receive payment is established, which for quoted equity securities is usually the ex-dividend date. Portfolio transactions are recorded on the trade date. Realized gains and losses arising from the sale of investments are determined using the average cost basis of the respective investments. Commissions, stock exchange fees and other identifiable transaction costs that are directly attributable to the acquisition or disposal of an investment are expensed as incurred. Pursuit costs are charged to net income of the respective Funds in the period incurred.

(f) Income taxes

The Funds qualify as an inter-vivos trusts under section 108(1) of the *Income Tax Act (Canada)*. All of a Fund's net income for tax purposes and net capital gains realized in any period are required to be distributed to unitholders such that no income tax is payable by the Fund. As a result, the Funds do not record income taxes. Income taxes associated with any of the Funds' underlying investments are accounted for in determining the fair value of the respective investments.

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4. Related party transactions

Third party costs that are attributable to a specific Fund are charged to that Fund. Other costs initially borne by bcIMC are recovered from the various Funds on a cost recovery basis. bcIMC cost recoveries and corresponding payable are disclosed in each Fund's statement of comprehensive income and statement of financial position as management fees expense and payable, respectively.

5. Redeemable units

The Funds are authorized to issue an unlimited number of units. Units issued and outstanding represent the capital of each Fund. The Funds are not subject to any internally or externally imposed restrictions on their capital. bcIMC manages the capital of each Fund in accordance with the respective Fund's investment objectives, including managing the redeemable units to ensure a stable base to maximize returns to all investors, and managing liquidity in order to meet redemptions. The following is a summary of the changes in redeemable units outstanding during the year ended:

	REALPOOL INTERNATIONAL FUND 1999		2001 REALPOOL INTERNATIONAL FUND		2006A REALPOOL INTERNATIONAL FUND	
	2014	2013	2014	2013	2014	2013
Outstanding, beginning of period	0.535	4.357	0.762	0.737	208.741	208.741
Issued for cash	-	0.012	-	0.025	-	-
Issued on reinvestment of distributions	0.364	-	1.032	-	1.021	-
Consolidation of units	(0.364)	-	(1.032)	-	(1.021)	-
Redeemed	<u>(0.535)</u>	<u>(3.834)</u>	<u>(0.750)</u>	<u>-</u>	<u>(208.716)</u>	<u>-</u>
Outstanding, end of period	<u>* -</u>	<u>0.535</u>	<u>0.012</u>	<u>0.762</u>	<u>0.025</u>	<u>208.741</u>

* Fractional units remaining in the Fund are 0.000431244

	2007 REALPOOL INTERNATIONAL FUND	
	2014	2013
Outstanding, beginning of period	284.661	272.846
Issued for cash	-	21.818
Issued on reinvestment of distributions	79.827	-
Consolidation of units	(79.827)	-
Redeemed	<u>(284.657)</u>	<u>(10.003)</u>
Outstanding, end of period	<u>0.004</u>	<u>284.661</u>

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
 POOLED INVESTMENT PORTFOLIOS
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6. Contingent Liability

As a crown agent and pursuant to its enabling legislation, bcIMC is immune from taxation, including in respect of assets it holds in pooled investment portfolios. In 2009, bcIMC was advised that Canada was in discussions with the Province regarding the application of goods and services tax and/or harmonized sales tax (“GST”) to costs recovered by bcIMC from assets held by bcIMC in pooled investment portfolios. In December 2013 bcIMC filed a petition in the Supreme Court of British Columbia seeking a declaration confirming its Crown immunity in respect of GST relating to costs recovered from assets held in pooled investment portfolios. Management is of the opinion that the Court will not deny bcIMC the ability to rely on its statutory Crown immunity and has therefore not accrued any liability for tax. However if the Court determines that GST applies to bcIMC in respect of costs recovered by it from assets held in pooled investment portfolios, management estimates the maximum cumulative GST owing at:

Name of Fund *	Potential Estimated GST Liability
Realpool International Fund 1999	\$24,500
2001 Realpool International Fund	\$13,500
2006A Realpool International Fund	\$32,700
2007 Realpool International Fund	\$37,100

* The transfer of investments to the Realpool Global Fund on January 2, 2014 result in nominal net asset values at December 31, 2014.

7. Unfunded committed capital

Unfunded capital commitments represent total commitments minus net contributions outstanding as of the reporting date. Net Contributions equals contributions less any recallable capital distributions. Recallable capital are distributions or previously contributed capital that has been returned, that may be recalled at some future date. Thus, due to changes in recallable capital, unfunded commitments may change at different reporting dates.

Furthermore, commitments to unlisted real estate investee funds and direct real estate investments are typically made in US dollars or Euro, but reported in Canadian dollars. Unfunded commitments are translated at the spot rate and net contributions are translated at historical exchange rates. Therefore, due to foreign exchange movements, unfunded commitments will vary on the reporting date.

The amounts in the table represent the contractual undiscounted cash commitments that can be called on demand.

Pooled Investment Portfolios (in \$000s)	Unfunded committed capital
	As of December 31, 2013
Realpool International Fund 1999	1,560
2001 Realpool International Fund	-
2006A Realpool International Fund	-
2007 Realpool International Fund	60,311

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8. Net gain (loss) from financial instruments at fair value through profit or loss

Pooled Investment Portfolios (in \$000s)	2014					
	Net Gain (Loss) from Financial instruments Held for Trading – Derivative Financial Instruments	Net Gain (Loss) from Financial Assets Designated as at Fair Value Through Profit or Loss – Investments	Total Net Gain (Loss) from Financial Assets Designated as at Fair Value Through Profit or Loss	Net Gain (Loss) from Financial Assets Designated as at Fair Value Through Profit or Loss		
				Realized	Unrealized	Total
Realpool International Fund 1999	8	-	8	(507)	515	8
2001 Realpool International Fund	-	-	-	285	(285)	-
2006A Realpool International Fund	-	-	-	(14,160)	14,160	-
2007 Realpool International Fund	-	-	-	39,867	(39,867)	-

Pooled Investment Portfolios (in \$000s)	2013					
	Net Gain (Loss) from Financial instruments Held for Trading – Derivative Financial Instruments	Net Gain (Loss) from Financial Assets Designated as at Fair Value Through Profit or Loss – Investments	Total Net Gain (Loss) from Financial Assets Designated as at Fair Value Through Profit or Loss	Net Gain (Loss) from Financial Assets Designated as at Fair Value Through Profit or Loss		
				Realized	Unrealized	Total
Realpool International Fund 1999	-	494	494	(6,632)	7,126	494
2001 Realpool International Fund	-	35	35	-	35	35
2006A Realpool International Fund	-	1,394	1,394	-	1,394	1,394
2007 Realpool International Fund	-	31,047	31,047	(2,677)	33,724	31,047

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9. Financial risk management

(a) Risk management framework

Each Fund has its own investment objectives. The Funds' overall risk management program seeks to minimize the potentially adverse effect of risk on the Funds' financial performance in a manner consistent with the Funds' investment objectives. The mandates and investment policies are described below.

Realpool International Vintage Funds

The Realpool International Vintage Funds provide unitholders with exposure to non-Canadian real estate and/or real estate related assets. The Funds' investments may include participating in externally managed funds (e.g. limited partnerships), direct real estate holdings, and/or shares in real estate companies. The Realpool International Vintage Funds provide unitholders with the opportunity to achieve diversification benefits through investments in real estate which tend to have a low correlation with the returns from other asset classes (e.g. stocks and bonds). In addition, real estate can act as a partial inflation hedge and thereby provide liability matching characteristics for clients who have inflation-sensitive payment obligations. Typically, clients seeking real estate exposure will first obtain a core holding through participation in bcIMC's domestic real estate fund (Realpool Investment Fund), which reports separately from these financial statements. The primary purpose of participating in the Realpool International Vintage Funds is to generate a higher return than would normally be available by investing in the Realpool Investment Fund. The performance benchmark for the Realpool International Vintage Funds is the Realpool Investment Fund return plus 300 basis points.

The Realpool International Vintage Funds may hold the following securities:

- international real estate investments and international real estate-related securities, including trust units, partnership interests, shares, debt instruments, and units in externally managed pooled investment portfolios,
- forward contracts for currency conversions and/or currency hedging, and
- units of bcIMC's Pooled Investment Portfolio Funds ST1, ST2 and ST3 (money market funds), and/or government debt securities with a maximum term to maturity of 1 year.

The following restrictions apply to the holding of securities in the Funds:

- No fund or direct investment will be made without extensive due diligence reviews being completed by bcIMC.
- No real estate investments will be made without a professional assessment of the properties' environmental condition where applicable.
- The Fund may not invest in derivatives with the exception of the securities noted above.
- The Fund may not sell short, borrow securities, or purchase securities via a margin account.
- The investments must comply with the *Pensions Benefits Standards Act*, R.S.B.C. 1996, c. 352.

Financial Risks

In the normal course of business, each Fund is exposed to financial risks including credit risk, liquidity risk, and market risk (including interest rate, currency and other price risks). The level of risk varies depending on the investment objective of the Fund and type of investments it holds.

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9. Financial risk management (continued)

(b) Credit risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund, resulting in a financial loss to the Fund. It arises principally from debt securities held, and also from derivative financial assets, cash and cash equivalents, and other receivables due to the Fund. The carrying value of these financial instruments as recorded in the statements of financial position reflects the Fund's maximum exposure to credit risk.

To avoid undue credit risk, the Funds have established specific investment criteria, such as minimum credit ratings for investees and counterparties. Counterparty risk represents the credit risk from current and potential future exposure related to transactions involving derivative contracts and securities lending. In order to minimize counterparty risk, counterparties are required to provide adequate collateral and meet minimum credit rating requirements. bcIMC management frequently monitors the credit rating of its counterparties as determined by recognized credit rating agencies.

The Funds' activities may also give rise to settlement risk. Settlement risk is the risk of loss due to failure of an entity to honour its obligations to deliver cash, securities, or other assets prior to the settlement of the transaction as contractually agreed. All investment transactions are settled or paid upon delivery with approved brokers. The risk of default is mitigated since the delivery of securities sold is made simultaneously with the broker receiving payment. Payment is made on a purchase once the securities have been received by the broker. The trade fails if either party fails to meet its obligations.

See additional discussion of credit risk in the Financial Risk Management Discussion following each Fund's financial statements.

(c) Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. bcIMC's approach to managing liquidity risk is to ensure, as far as possible, that each Fund has sufficient liquidity to meet its liabilities when due. Each Fund is exposed to the liquidity risk associated with the requirement to redeem units. Units of a Fund may only be acquired by eligible clients or client groups in accordance with the respective Fund's purchasing limits that may be established by the Chief Investment Officer (CIO). In order to protect the interest of all clients, the CIO may also establish redemption limits for each Fund. The purchase and redemption limits may vary depending on market circumstances, client demand, and the liquidity of the underlying investments.

The Funds' cash position is monitored on a daily basis. In general, investments in cash and bcIMC Money Market Funds are expected to be highly liquid. bcIMC management utilizes appropriate measures and controls to monitor liquidity risk in order to ensure that there is sufficient liquidity to meet financial obligations as they come due. The Funds' liquidity position is monitored daily by taking into consideration future forecasted cash flows. This ensures that sufficient cash reserves are available to meet forecasted cash outflows.

See additional discussion of liquidity risk in the Financial Risk Management Discussion following each Fund's financial statements.

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9. Financial risk management (continued)

(d) Market risk

Market risk is the risk that changes in market prices, such as interest rates, foreign exchange rates and equity prices will affect the Funds' income or the fair value of its holdings of financial instruments. Each Fund's strategy for the management of market risk is driven by the Fund's investment objective. Investment objectives for the Funds are outlined in the notes specific to each Fund.

(i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of financial instruments will fluctuate as a result of changes in market interest rates.

The money market investments, bonds, derivatives and mortgages are subject to interest rate risk. The Funds that hold these investments have established duration bands based on their relevant benchmarks to avoid undue active interest rate risk.

See additional discussion of interest rate risk in the Financial Risk Management Discussion following each Fund's financial statements.

(ii) Currency risk

Currency risk is the risk that the value of financial instruments denominated in currencies other than the functional currency of the Funds will fluctuate due to changes in foreign exchange rates.

Some Funds are exposed to currency risk through holding of investments, investment receivables and investment liabilities in various currencies. The Funds may 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, futures contracts, and/or options in order to achieve the desired currency exposure.

See additional discussion of currency risk in the Financial Risk Management Discussion following each Fund's financial statements.

(iii) Other price risk

Other price risk is the risk that the fair value of the financial instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment or its issuer or factors affecting all instruments traded in the market.

All financial instruments are subject to other price risk and a potential loss of capital. The maximum risk is determined by the market value of the financial instruments. The Funds may not sell short, borrow securities, or purchase securities on margin, which limits the potential loss of capital. There are established investment criteria for each Fund related to diversification of investments and investment mandates for external managers to avoid undue market risk.

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9. Financial risk management (continued)

(d) Market risk (continued)

(iii) Other price risk (continued)

Other market price risk arises from the Fund's investments in direct real estate and in unlisted real estate investee funds, whose valuation is based on the valuation of the underlying holdings of those investee funds. The Fund invests in such financial assets in order to take advantage of their long-term growth. All investments present a risk of loss of capital. bcIMC management moderates this risk through careful selection of the investee funds within specified limits. All of the investee funds and their underlying investments are subject to the risks inherent in the real estate industry. Moreover, established markets do not exist for these holdings, and they are therefore considered illiquid.

The Fund makes commitments to a diversified portfolio of real estate managed by managers with a strong track record. The Fund diversifies its portfolio of investee funds across managers, countries and investment stages.

bcIMC management follows a rigorous investment due diligence process prior to making an investment decision. bcIMC management considers both qualitative and quantitative criteria in the areas of financial performance, business strategy, tax and legal compliance, such as financial information obtained through the underlying manager of the investee funds through on-site visits, interviews and questionnaires together with information gathered from external sources. Prior to entering into an investment agreement, gathered information is confirmed through reference checks or through bcIMC's standing data and experience.

See additional discussion of other price risk in the Financial Risk Management Discussion following each Fund's financial statements.

10. Fair value of financial instruments

(a) Fair value hierarchy

The fair values of financial assets and financial liabilities that are traded in active markets are based on quoted market prices or dealer price quotations. For all other financial instruments, the Funds determine fair values using other valuation techniques.

For financial instruments that trade infrequently and have little price transparency, fair value is less objective, and requires varying degrees of judgment depending on liquidity, concentration, uncertainty of market factors, pricing assumptions and other risks affecting the specific instrument.

The Funds measure fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements.

Level 1 inputs that are quoted market prices (unadjusted) in active markets for identical instruments.

Level 2 inputs other than quoted prices included within Level 1 that are observable either directly (i.e., as prices) or indirectly (i.e., derived from prices).

Level 3 inputs that are unobservable.

See additional discussion on the three-tier hierarchy in the Fair Value Measurement Discussion following each Fund's financial statements.

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10. Fair value of financial instruments (continued)

(b) Valuation models

The objective of valuation techniques is to arrive at a fair value measurement that reflects the price that would be received to sell the asset or paid to transfer the liability in an orderly transaction between market participants at the measurement date.

The Funds use widely recognized valuation methods for determining the fair value of common and more simple financial instruments such as foreign currency contracts and money market instruments that use only observable market data which requires little management judgment and estimation. Valuation techniques include net present value and discounted cash flow models, comparison with similar instruments for which observable market prices exists and other valuation models. Assumptions and inputs used in valuation techniques include risk-free and benchmark interest rates, credit spreads and other factors used in estimating discount rates, money market prices, and foreign currency exchange rates in estimating valuations of foreign currency contracts.

Observable prices and model inputs are usually available in the market for listed debt and equity securities, exchange-traded derivatives and simple OTC derivatives. The availability of observable market prices and model inputs reduces the need for management judgment and estimation and reduces the uncertainty associated with the determination of fair values. The availability of observable market prices and inputs varies depending on the products and markets and is prone to changes based on specific events and general conditions in the financial markets.

For more complex instruments, such as direct real estate, the Funds use proprietary valuation models, which are usually developed from recognized valuation methods. Some or all of the significant inputs into these models may not be observable in the market, and are derived from market prices or rates, or are estimated based on assumptions. Valuation models that employ significant unobservable inputs require a higher degree of management judgment and estimation in the determination of fair value. Management judgment and estimation are usually required for the selection of the appropriate valuation model to be used, determination of expected future cash flows on the financial instrument being valued, determination of the probability of counterparty default and prepayments, and selection of appropriate discount rates.

Fair value estimates obtained from models are adjusted for any other factors, such as liquidity risk or model uncertainties; to the extent that the Funds believe that a third party market participant would take them into account in pricing a transaction. Fair values reflect the credit risk of the instrument and include adjustments to take account of the credit risk of the Funds and the counterparties where appropriate.

(c) Valuation framework

The Funds have an established framework with respect to the measurement of fair values. Where possible, for direct real estate investments held by the Funds, external, independent valuation specialists are engaged annually to assist in the determination of fair value. In those circumstances where the Funds are reliant on a third party manager for the determination of fair value, bcIMC reviews the appropriateness of such valuations using audited financial statements of the underlying investments, and other information from the underlying third party manager or other sources.

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10. Fair value of financial instruments (continued)

(c) Valuation framework (continued)

In addition, bcIMC applies the following specific controls in relation to the determination of fair values:

- ◆ verification of observable pricing inputs;
- ◆ appraisal of domestic real estate properties once every ten to eighteen months by accredited independent appraisers;
- ◆ analysis and investigation of significant valuation movements; and
- ◆ review of unobservable inputs and valuation adjustments.

When third party information, such as broker quotes or pricing services, is used to measure fair value, then bcIMC management assesses and documents the evidence obtained from the third parties to support the conclusion that such valuations are appropriate. This includes:

- ◆ verifying that the broker or pricing service is approved by the Funds for use in pricing the relevant type of financial instrument;
- ◆ understanding how the fair value has been arrived at and the extent to which it represents actual market transactions;
- ◆ when prices for similar instruments are used to measure fair value, how these prices have been adjusted to reflect the characteristics of the instrument subject to measurement; and
- ◆ if a number of quotes for the same financial instrument have been obtained, then how fair value has been determined using those quotes.

(d) Financial instruments not measured at fair value

The carrying value of cash, receivable from sale of investments, receivable from issuance of units, accrued variation margin income, dividends receivable, interest receivable, other receivables, payable for purchase of investments, payable for redemption of units, bcIMC funds management fees payable, and custodial fees payable approximates their fair value given their short-term nature. These financial instruments are classified as Level 2 in the fair value hierarchy because while prices are available, there is no active market for these instruments.

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11. Income taxes

Net cumulative capital losses and non-capital losses for each Fund are as follows:

Pooled Investment Portfolios (in \$000s)	As of December 31, 2014		As of December 31, 2013	
	Net Capital Losses	Non-capital Losses	Net Capital Losses	Non-capital Losses
Realpool International Fund 1999	(12,547)	-	(12,233)	(206)
2001 Realpool International Fund	-	-	-	(196)
2006A Realpool International Fund	-	(714)	-	(696)
2007 Realpool International Fund	(3,238)	-	(3,238)	-

12. Transition to IFRS

The nature and the effect of the Funds' transition to IFRS is summarized below.

(a) Transition elections

The only voluntary exemption adopted by the Funds upon transition was the ability to designate a financial asset or financial liability at Fair Value Through Profit and Loss (FVTPL) upon transition to IFRS. All financial assets designated at FVTPL upon transition were previously carried at fair value under Canadian GAAP as required by Accounting Guideline 18, *Investment Companies*.

(b) Classification of redeemable units issued by the Funds

On transition to IFRS, bcIMC has reassessed whether the Funds' units meet the criteria in IAS 32 for classification as equity. Under Canadian GAAP, the Funds accounted for their redeemable units as equity. Under IFRS, IAS 32 requires that units or shares of an entity which include a contractual obligation for the issuer to repurchase or redeem them for cash or another financial asset be classified as financial liability. The Funds' units do not meet the criteria in IAS 32 for classification as equity and therefore, have been reclassified as financial liabilities on transition to IFRS.

(c) Reconciliation of comprehensive income as previously reported under Canadian GAAP to IFRS

Pooled Investment Portfolios (in \$000s)	Year Ended December 31, 2013		
	Comprehensive income as reported under Canadian GAAP	Reclassification of distribution to holders of redeemable units to comprehensive income (refer to note (b) above)	Increase (decrease) in net assets attributable to holders of redeemable units
Realpool International Fund 1999	373	-	373
2001 Realpool International Fund	(48)	-	(48)
2006A Realpool International Fund	1,167	-	1,167
2007 Realpool International Fund	30,865	-	30,865

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13. Subsequent Events

On February 6, 2015, the Realpool International Fund 1999, 2001 Realpool International Fund, 2006A Realpool International Fund, and 2007 Realpool International Fund were wound up and the remaining values were distributed to the unitholders.