



INFRASTRUCTURE &
RENEWABLE RESOURCES

Pooled Fund Financial Statements

DECEMBER 2020

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION

**INFRASTRUCTURE & RENEWAL RESOURCES -
POOLED INVESTMENT PORTFOLIOS**

GROUP OF FUNDS

Strategic Inv 100 Foreign PP Fund
Bolsena (Australia) Fund
Bolsena (Australia B) Fund
Strategic Infrastructure Investment Fund 3
2020 Infrastructure Offering Fund
Renewable Resources Investment Fund
2016 Renewable Resources Fund
Renewable Resources Investment 2 Fund
IT Investment Trust
Renewable Resources Agricultural Fund

FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2020

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

British Columbia Investment Management Corporation (BCI) manages Pooled Investment Portfolios ("PIPs") on behalf of governing fiduciaries such as pension fund trustees and other public sector clients. This report contains the financial statements for the following PIPs for the year ended December 31, 2020:

Strategic Inv 100 Foreign PP Fund	Renewable Resources Investment Fund
Bolsena (Australia) Fund	2016 Renewable Resources Fund
Bolsena (Australia B) Fund	Renewable Resources Investment 2 Fund
Strategic Infrastructure Investment Fund 3	IT Investment Trust
2020 Infrastructure Offering Fund	Renewable Resources Agricultural Fund

The financial statements of the PIPs have been prepared by management of BCI 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.

BCI's Board has established an Audit Committee. The Committee's mandate includes making recommendations on the appointment of the external auditor for the PIPs, reviewing the external audit plan; reviewing BCI's System and Organization Controls Report for the Investment System of British Columbia Investment Management Corporation, and reviewing the annual audited financial statements of the PIPs. 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.

BCI 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. BCI'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 PIP Policies and client-approved investment mandates. BCI's system of internal control is supported by external auditors who review and evaluate internal controls and report directly to the Audit Committee.

BCI's external auditors, KPMG LLP, have full and unrestricted access to the Audit Committee and BCI management. KPMG LLP discusses with management and the Committee the results of their audit of the PIPs' financial statements and related findings with respect to such audits. Each of the PIP 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 PIP financial statements.

[S] Gordon J. Fyfe

Gordon J. Fyfe

Chief Executive Officer / Chief Investment Officer

[S] Umar Malik

Umar Malik

Senior Vice President, Finance & CFO

Victoria, British Columbia
July 12, 2021



KPMG LLP
PO Box 10426 777 Dunsmuir Street
Vancouver BC V7Y 1K3
Canada
Telephone (604) 691-3000
Fax (604) 691-3031

INDEPENDENT AUDITORS' REPORT

To the unitholders of the following Infrastructure & Renewable Resources – Pooled Investment Portfolios managed by British Columbia Investment Management Corporation

Strategic Inv 100 Foreign PP Fund
Bolsena (Australia) Fund
Bolsena (Australia B) Fund (formerly Strategic Infrastructure Investment Fund 2 (Foreign))
Strategic Infrastructure Investment Fund 3
2020 Infrastructure Offering Fund
Renewable Resources Investment Fund
2016 Renewable Resources Fund
Renewable Resources Investment 2 Fund
IT Investment Trust
Renewable Resources Agriculture Fund
(collectively, the “Funds”)

Opinion

We have audited the financial statements of the Funds, which comprise:

- the statements of financial position as at December 31, 2020
- the statements of comprehensive income (loss) for the year then ended (period from inception on December 4, 2020 to December 31, 2020 only for the Bolsena (Australia B) Fund and period from inception on March 17, 2020 to December 31, 2020 only for the 2020 Infrastructure Offering Fund))
- the statements of changes in net assets attributable to holders of redeemable units for the year then ended (period from inception on December 4, 2020 to December 31, 2020 only for the Bolsena (Australia B) Fund and period from inception on March 17, 2020 to December 31, 2020 only for the 2020 Infrastructure Offering Fund))
- the statements of cash flows for the year then ended (period from inception on December 4, 2020 to December 31, 2020 only for the Bolsena (Australia B) Fund and period from inception on March 17, 2020 to December 31, 2020 only for the 2020 Infrastructure Offering Fund))
- and notes to the financial statements, including a summary of significant accounting policies.

(hereinafter referred to as the “financial statements”).



In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Funds as at December 31, 2020, and their financial performance and their cash flows for the year then ended (period from inception on December 4, 2020 to December 31, 2020 only for the Bolsena (Australia B) Fund and period from inception on March 17, 2020 to December 31, 2020 only for the 2020 Infrastructure Offering Fund)) in accordance with International Financial Reporting Standards (“IFRS”).

Basis for Opinion

We conducted our audits in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the “***Auditors’ Responsibilities for the Audit of the Financial Statements***” section of our auditors’ report.

We are independent of the Funds in accordance with the ethical requirements that are relevant to our audits of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements.

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

Responsibilities of the Manager and Those Charged with Governance for the Financial Statements

The Manager is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS, 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.

In preparing the financial statements, the Manager is responsible for assessing the Funds’ abilities to continue as going concerns, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to liquidate the Funds or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Funds’ financial reporting process.

Auditors’ Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors’ report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.



As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit 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 Manager's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Funds' abilities to continue as going concerns. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Funds to cease to continue as going concerns.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audits and significant audit findings, including any significant deficiencies in internal control that we identify during our audits.

A handwritten signature in black ink that reads 'KPMG LLP' with a horizontal line underneath.

Chartered Professional Accountants

Vancouver, Canada
July 12, 2021

STRATEGIC INV 100 FOREIGN PP FUND**Statement of Financial Position**

(Expressed in thousands of dollars, except numbers of units)

As at December 31, 2020, with comparative information for 2019

Assets	NOTES	2020	2019
Investments		\$ 5,952,296	\$ 5,810,450
Total assets		5,952,296	5,810,450
Liabilities			
BCI cost recoveries payable	4	7,110	7,252
Other accounts payable		55	51
		7,165	7,303
Net assets attributable to holders of redeemable units			
		\$ 5,945,131	\$ 5,803,147
Number of redeemable units outstanding	5	3,109,311	3,097,707
Net assets attributable to holders of redeemable units per unit			
		\$ 1,912	\$ 1,873
<i>Unfunded committed capital</i>	6		
<i>Uncertainties related to COVID-19</i>	10		
<i>Subsequent events</i>	11		

[S] Gordon J. Fyfe

 Gordon J. Fyfe
 Chief Executive Officer
 Chief Investment Officer

STRATEGIC INV 100 FOREIGN PP FUND**Statement of Comprehensive Income (Loss)**

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

Revenue	NOTES	2020	2019
Interest income		\$ 23	\$ 9
Dividend income		415,319	347,324
Foreign exchange gain (loss)		(100)	282
Change in fair value of investments:			
Net realized gain (loss)		290	(44,417)
Net change in unrealized appreciation		138,010	25,267
Total revenue		553,542	328,465
Expenses			
BCI cost recoveries	4	11,670	11,843
Administrative fees		391	326
Pursuit costs		273	23
Total operating expenses		12,334	12,192
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		541,208	316,273
Distributions to holders of redeemable units:			
From net investment income		(404,692)	(338,706)
		(404,692)	(338,706)
Increase (decrease) in net assets attributable to holders of redeemable units		\$ 136,516	\$ (22,433)

STRATEGIC INV 100 FOREIGN PP FUND**Statement of Changes in Net Assets Attributable to Holders of Redeemable Units**

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

	2020	2019
Balance, beginning of year	\$ 5,803,147	\$ 5,744,975
Increase (decrease) in net assets attributable to holders of redeemable units	136,516	(22,433)
Return of capital distributions to holders of redeemable units	(15,397)	(66,732)
Redeemable unit transactions:		
Proceeds from units issued	20,870	147,337
Amounts paid for units redeemed	(5)	—
Net increase from redeemable unit transactions	20,865	147,337
Balance, end of year	\$ 5,945,131	\$ 5,803,147

STRATEGIC INV 100 FOREIGN PP FUND**Statement of Cash Flows**

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

Operating activities	2020	2019
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 136,516	\$ (22,433)
Adjustments for:		
Foreign exchange (gain) loss	100	(282)
Net realized (gain) loss from investments	(290)	44,417
Net change in unrealized appreciation of investments	(138,010)	(25,267)
Cash distributions	404,692	338,706
Proceeds from sale of investments	8,103	157,566
Amounts paid for purchase of investments	(11,649)	(237,279)
BCI cost recoveries payable	(142)	1,071
Other accounts payable	4	40
	399,324	256,539
Financing activities		
Proceeds from issuance of redeemable units	20,870	147,337
Distributions paid to holders of redeemable units	(420,089)	(405,438)
Payments on redemption of redeemable units	(5)	—
	(399,224)	(258,101)
Net increase (decrease) in cash	100	(1,562)
Effect of exchange rate changes on cash	(100)	282
Cash, beginning of year	—	1,280
Cash, beginning and end of year	\$ —	\$ —

STRATEGIC INV 100 FOREIGN PP FUND**Schedule of Investments**

(Expressed in thousands of dollars)

As at December 31, 2020, with comparative information for 2019

	2020		2019	
	Fair Value	Cost	Fair Value	Cost
Private Equity Investments ¹	\$ 5,952,286	\$ 4,856,545	\$ 5,810,438	\$ 4,852,707
Money Market Investments				
Units in BCI Pooled Investment Portfolio				
Fund ST1	2	2	10	10
Fund ST3	8	7	2	1
	10	9	12	11
Total Investments	\$ 5,952,296	\$ 4,856,554	\$ 5,810,450	\$ 4,852,718

¹ The private equity investments are held through private corporations and limited partnerships.

STRATEGIC INV 100 FOREIGN PP FUND

Financial Risk Management Discussion

(Expressed in thousands of dollars)

The investment objectives, eligible investments and general information on the financial risks related to the Infrastructure & Renewable Resources Program are described in note 7 of the financial statements. The information contained in this Financial Risk Management Discussion pertains specifically to the Strategic Inv 100 Foreign PP Fund.

The Fund holds its private equity investments through private corporations and limited partnerships and directly by the Fund. The Fund and its investments in private corporations and limited partnerships hold the following net assets:

	2020		2019	
	Total	% of Total	Total	% of Total
Net investment-related receivables	\$ 23,848	0.4 %	\$ 23,914	0.4 %
Direct private debt investments	608,951	10.2	320,532	5.5
Unlisted private equity investee funds	1,320,737	22.2	1,101,919	19.0
Direct private equity investments	4,289,269	72.1	4,363,608	75.1
BCI money market funds	1,082	—	465	—
Public equity investments	38,055	0.6	—	—
Debt issued	(329,656)	(5.5)	—	—
Total	\$ 5,952,286	100.0 %	\$ 5,810,438	100.0 %

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 underlying investments held by the Fund have been considered.

Credit Risk

The Fund's private debt investments are in closely held private companies. Due to the private nature of the debt, it is not subject to rating by a rating agency. The Fund's debt investments are not subject to credit risk as any decrease in fair value would result in an offsetting change in value of the related equity investment.

Liquidity Risk

The Fund's financial assets include unlisted private equity investee funds, direct private equity and debt investments, which are generally illiquid.

As a result, the Fund may not be able to liquidate some of its investments in these instruments in due time to meet its obligations when they become due. However, 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 liabilities are due within three months of the year-end of the Fund.

Interest Rate Risk

The value of the combined debt and equity investments is calculated based on enterprise values of the private companies and the value is then allocated to the debt and equity investments. Any change in market value of the debt investments due to fluctuations in interest rates would result in an offsetting change in value of the related equity investment. Accordingly, sensitivity analysis that would measure the impact of changes in interest rates would not be meaningful and has not been provided.

As at December 31, 2020 and 2019, the Fund had no other assets or liabilities which change in value as a result of changes in interest rates.

STRATEGIC INV 100 FOREIGN PP FUND

Currency Risk

At December 31, 2020, 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	2020		2019	
	Net Investments and Investment-Related Receivables/ (Payables)	% of Total Net Assets	Net Investments and Investment-Related Receivables/ (Payables)	% of Total Net Assets
Australian Dollar	\$ 537,715	9.0 %	\$ 535,490	9.2 %
British Pound Sterling	567,325	9.5	465,423	8.0
Euro	980,385	16.5	838,650	14.5
United States Dollar	3,392,112	57.1	3,486,438	60.1
Net foreign currency exposure	\$ 5,477,537	92.1 %	\$ 5,326,001	91.8 %

The table above identifies currency exposure based on the currency in which the Fund's investments are 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 unlisted private equity 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, 2020, if the Canadian dollar had strengthened/weakened by 1% in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased, by \$54,775 (2019 - \$53,260), representing 0.9% of the Fund's net assets (2019 - 0.9%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

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

CURRENCY	2020	2019
Euro	\$ 13,737	\$ 12,790
United States Dollar	127,816	115,061
Net foreign currency exposure through unfunded capital commitments	\$ 141,553	\$ 127,851

As at December 31, 2020, if the Canadian dollar had strengthened/weakened by 1% in relation to all other currencies, holding all other variables constant, future unfunded commitments would have decreased/increased, by \$1,416 (2019 - \$1,279). 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 6 of the financial statements.

Other Price Risk

The Fund's underlying investments include shares, bonds, and other securities of investees. Investee companies range from start-up companies to mature companies. Other price risk is moderated through diversification across various industry sectors, geographic regions and the maturity of the underlying investees.

The Fund's direct private equity investments, direct private debt investments, and unlisted private equity investee funds are concentrated in the following industries:

STRATEGIC INV 100 FOREIGN PP FUND

INDUSTRY SECTOR	2020		2019	
	Total	% of Total	Total	% of Total
Direct Private Equity and Debt Investments				
Transportation Infrastructure	\$ 614,035	9.8 %	\$ 628,548	10.9 %
Multi-Utilities	669,588	10.7	683,165	11.8
Electric Utilities	2,173,618	34.7	2,143,980	37.1
Gas Utilities	794,952	12.7	615,836	10.6
Road & Rail	78,702	1.3	78,957	1.4
Water Utilities	567,325	9.1	465,424	8.0
Paper & Forest Products	—	—	6	—
Oil, Gas & Consumable Fuels	—	—	68,224	1.2
	4,898,220	78.3	4,684,140	81.0
Public Equity				
Industrials	38,055	0.6	—	—
	38,055	0.6	—	—
Total Unlisted Private Equity Investee Funds in diversified industries	1,320,737	21.1	1,101,919	19.0
Total	\$ 6,257,012	100.0 %	\$ 5,786,059	100.0 %

The Fund's direct private equity investments, direct private debt investments, and unlisted private equity investee funds are concentrated in the following geographic regions:

GEOGRAPHIC REGION	2020		2019	
	Total	% of Total	Total	% of Total
Direct Private Equity and Debt Investments				
Australia	\$ 499,660	8.0 %	\$ 535,491	9.3 %
Brazil	114,375	1.8	161,281	2.8
Canada	281,258	4.5	292,148	5.0
Chile	931,413	14.9	936,759	16.2
Germany	794,952	12.7	615,836	10.6
United Kingdom	567,325	9.1	465,423	8.0
United States	1,709,237	27.3	1,677,202	29.1
	4,898,220	78.3	4,684,140	81.0
Public Equity diversified globally	38,055	0.6	—	—
	38,055	0.6	—	—
Total Unlisted Private Equity Investee Funds diversified globally	1,320,737	21.1	1,101,919	19.0
Total	\$ 6,257,012	100.0 %	\$ 5,786,059	100.0 %

The fair value of these investments fluctuates in response to specific investee developments, rather than from changes in the general level of market prices. Accordingly, sensitivity analysis that would measure the impact to changes in the general level of market prices has not been provided as BCI does not believe this information would be meaningful.

As at December 31, 2020, had the fair value of the investments increased or decreased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units would have increased or decreased by approximately \$595,230 (2019 - \$581,044), representing 10.0% of the Fund's net assets attributable to holders of redeemable units (2019 -10.0%).

In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

STRATEGIC INV 100 FOREIGN PP FUND

Fair Value Measurement Discussion

(Expressed in thousands of dollars)

Fair Value Hierarchy

As described in note 8 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.

As at December 31, all fair value measurements noted in the tables below are recurring.

	2020				2019			
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Level 3 (Significant Unobservable Inputs)	Total	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Level 3 (Significant Unobservable Inputs)	Total
Net investment-related receivables	\$ —	\$ 23,848	\$ —	\$ 23,848	\$ —	\$ 23,914	\$ —	\$ 23,914
Public equities	38,055	—	—	38,055	—	—	—	—
Direct private debt investments	—	—	608,951	608,951	—	—	320,532	320,532
Unlisted private equity investee funds	—	—	1,320,737	1,320,737	—	—	1,101,919	1,101,919
Direct private equity investments	—	—	4,289,269	4,289,269	—	—	4,363,608	4,363,608
BCI money market funds	1,092	—	—	1,092	477	—	—	477
Debt Issued	—	(329,656)	—	(329,656)	—	—	—	—
Total investments	\$ 39,147	\$ (305,808)	\$ 6,218,957	\$ 5,952,296	\$ 477	\$ 23,914	\$ 5,786,059	\$ 5,810,450

During 2020 and 2019, there were no significant transfers between Level 1 and Level 2.

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

STRATEGIC INV 100 FOREIGN PP FUND

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.

2020					
	Direct Private Equity Investments	Direct Private Debt Investments	Unlisted Private Equity Investee Funds		Total
Opening balance, beginning of year	\$ 4,363,608	\$ 320,532	\$ 1,101,919	\$	5,786,059
Total gains recognized in profit or loss	382,332	19,018	174,124		575,474
Purchases	6,929	—	329,036		335,965
Transfers	(293,249)	293,249	—		—
Sales	(170,351)	(23,848)	(284,342)		(478,541)
Closing balance, end of year	\$ 4,289,269	\$ 608,951	\$ 1,320,737	\$	6,218,957
Total unrealized gains for the year included in profit or loss related to level 3 investments held at the reporting date					
	\$ 371,122	\$ 144,498	\$ 19,018	\$	534,638

2019					
	Direct Private Equity Investments	Direct Private Debt Investments	Unlisted Private Equity Investee Funds		Total
Opening balance, beginning of year	\$ 4,081,632	\$ 335,995	\$ 1,299,658	\$	5,692,024
Total gains (losses) recognized in profit or loss	131,147	(22,344)	4,782		119,333
Purchases	450,391	45,874	21,628		537,406
Sales	(299,562)	(38,993)	(224,149)		(562,704)
Closing balance, end of year	\$ 4,363,608	\$ 320,532	\$ 1,101,919	\$	5,786,059
Total unrealized gains (losses) for the year included in profit or loss related to level 3 investments held at the reporting date					
	\$ (76,215)	\$ (23,178)	\$ 43,427	\$	(55,966)

During 2020 and 2019, there were no significant transfers into or out of Level 3.

STRATEGIC INV 100 FOREIGN PP FUND

Significant Unobservable Inputs Used in Measuring Fair Value

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

2020						
	Fair Value	Valuation Technique	Unobservable Input	Amount/ Range	Weighted Average	Sensitivity to Change in Significant Unobservable Input
Direct Private Equity Investments	\$ 202,555	Net Asset Value	Net Asset Value	\$ 202,555	N/A	The estimated fair value would increase (decrease) if the net asset value was higher (lower).
Direct Private Equity Investments	\$ 4,086,714	Discounted Cash Flows	Discount rate	5.4% - 14.1%	8.4%	The estimated fair value would increase (decrease) if the discount rate was lower (higher).
Unlisted Private Equity Investee Funds	\$ 503,234	Net Asset Value	Net Asset Value	\$ 503,234	N/A	The estimated fair value would increase (decrease) if the net asset value was higher (lower).
Unlisted Private Equity Investee Funds	\$ 817,503	Adjusted Net Asset Value	Adjusted Net Asset Value	\$ 817,503	N/A	The estimated fair value would increase (decrease) if: - the net asset value was higher (lower); - the fair value adjustment was lower (higher).
Direct Private Debt Investments	\$ 608,951	Discounted Cash Flows	Discount rate	5.4% - 8.6%	6.4%	The estimated fair value would increase (decrease) if the discount rate was lower (higher).

2019						
	Fair Value	Valuation Technique	Unobservable Input	Amount/ Range	Weighted Average	Sensitivity to Change in Significant Unobservable Input
Direct Private Equity Investments	\$ 233,154	Net Asset Value	Net Asset Value	\$ 233,154	N/A	The estimated fair value would increase (decrease) if the net asset value was higher (lower).
Direct Private Equity Investments	\$ 4,130,454	Discounted Cash Flows	Discount rate	5.6% - 17.0%	9.1%	The estimated fair value would increase (decrease) if the discount rate was lower (higher).
Unlisted Private Equity Investee Funds	\$ 260,822	Net Asset Value	Net Asset Value	\$ 260,822	N/A	The estimated fair value would increase (decrease) if the net asset value was higher (lower).
Unlisted Private Equity Investee Funds	\$ 841,097	Adjusted Net Asset Value	Adjusted Net Asset Value	\$ 841,097	N/A	The estimated fair value would increase (decrease) if: - the net asset value was higher (lower); - the fair value adjustment was lower (higher).
Direct Private Debt Investments	\$ 320,532	Discounted Cash Flows	Discount rate	5.6% - 9.0%	7.9%	The estimated fair value would increase (decrease) if the discount rate was lower (higher).

STRATEGIC INV 100 FOREIGN PP FUND

Significant unobservable inputs are developed as follows:

Discount Rate:

Represents the discount rate applied to the projected future cash flows of each investment. Discount rates and projected cash flows are based on various investment-specific and macroeconomic inputs and assumptions. Discount rates are adjusted to reflect the risk inherent in the projected cash flows.

Net Asset Value:

Represents the net asset value of direct private equity investments and unlisted private equity investee funds. BCI management values these investments primarily based on the latest available financial information provided by their general partners.

The unlisted private equity 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 Fund's policy to categorize the investee as Level 3 within the fair value hierarchy.

Adjusted Net Asset Value:

Represents the adjusted net asset value of the unlisted private equity investee funds. BCI management values these funds primarily based on the latest available financial information provided by their general partners, adjusted based on judgment, on an investee by investee basis, through review of information received from underlying investees and other sources.

Effects of Unobservable Input on Fair Value Measurement

For certain direct private equity and direct private debt investments, BCI 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.

The unlisted private equity investee funds are valued based on information received from external managers. 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 net assets attributable to holders of redeemable units would change if:

- (a) the valuations of certain direct private equity and direct private debt investments were calculated by recalibrating the model values using unobservable inputs based on the upper and lower threshold of the respective investment's range of possible estimates; and
- (b) the fair value of respective underlying investments was adjusted by 10%.

	2020	2019
Favourable	\$ 699,054	\$ 497,907
Unfavourable	(650,620)	(459,284)

STRATEGIC INV 100 FOREIGN PP FUND**Involvement with Structured Entities**

(Expressed in thousands of dollars, except number of investee funds)

The Fund holds interests in structured entities, both directly and indirectly (i.e. through intermediary holding corporations or limited partnerships, or both). 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. Structured entities have been set up to manage legal, tax and other risks that may arise in the course of administering the underlying investments.

Structured entities are comprised of investee funds administered by BCI which are organized as unit trusts; and investee funds administered by third party managers which are organized as limited partnerships. All of these investee funds have been 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 is 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 structured entities:

Entity	2020			2019		
	Number of Investee Funds	Total Net Assets of Investee Funds	Carrying amount included in Investments in the Statement of Financial Position	Number of Investee Funds	Total Net Assets of Investee Funds	Carrying amount included in Investments in the Statement of Financial Position
Investee money market funds administered by BCI	2	\$ 2,904,346	\$ 1,092	2	\$ 1,830,990	\$ 477
Unlisted private equity investee funds administered by third party managers	16	35,983,670	1,320,737	17	34,176,749	1,101,919

The carrying amount of the investments held in these underlying funds represents the Fund's maximum exposure to loss. During 2020 and 2019, the Fund did not provide financial support to these structured entities and has no intention of providing financial or other support.

STRATEGIC INV 100 FOREIGN PP FUND

Involvement with Subsidiaries and Associates

The Fund also holds, through intermediary holding corporations, the following investments in which it has a controlling position or a position where it could otherwise exert significant influence on the operations of the investee. The Fund measures these investments at fair value through profit or loss. The tables below set out interests held by the Fund in these unconsolidated subsidiaries and associates as at December 31:

2020

Entity	Nature and Purpose of Entity	Interests Held	Relationship	Principal Place of Business	County of Incorporation / Registration	Ownership Interest	Voting Rights
Cleco Corporation	Electric Utilities	Limited partnership interest	Associate	U.S.	USA	31.3 %	31.3 %
Corix Infrastructure Inc.	Multi-Utilities	Common shares and shareholder loan	Subsidiary	U.S. and Canada	Canada	24.1 %	24.1 %
InTransit BC Limited Partnership	Highways & Railtracks	Limited partnership interest	Associate	Canada	Canada	28.3 %	28.3 %
Open Grid Europe GmbH.	Gas Utilities	Common shares	Associate	Germany	Germany	27.4 %	27.4 %
ETC Holdings Ltd.	Electric Utilities	Common shares	Associate	Chile	Chile	22.1 %	22.1 %

2019

Entity	Nature and Purpose of Entity	Interests Held	Relationship	Principal Place of Business	County of Incorporation / Registration	Ownership Interest	Voting Rights
Cleco Corporation	Electric Utilities	Limited partnership interest	Associate	U.S.	USA	31.3 %	31.3 %
Corix Infrastructure Inc.	Multi-Utilities	Common shares and shareholder loan	Subsidiary	U.S. and Canada	Canada	24.1 %	24.1 %
InTransit BC Limited Partnership	Highways & Railtracks	Limited partnership interest	Associate	Canada	Canada	28.3 %	28.3 %
Open Grid Europe GmbH.	Gas Utilities	Common shares	Associate	Germany	Germany	27.4 %	27.4 %
ETC Holdings Ltd.	Electric Utilities	Common shares	Associate	Chile	Chile	22.1 %	22.1 %

During 2020 and 2019, the Fund did not provide financial support to subsidiaries or associates and has no intention of providing financial or other support. Furthermore, the subsidiaries and associates listed in the table above are not subject to any significant restrictions on their ability to transfer funds to the Fund.

BOLSENA (AUSTRALIA) FUND (formerly Strategic Infrastructure Investment Fund 2 (Foreign))

Statement of Financial Position

(Expressed in thousands of dollars, except numbers of units)

As at December 31, 2020, with comparative information for 2019

Assets	NOTES	2020	2019
Cash		\$ —	\$ 198
Interest receivable		2,726	26
Investments		430,105	2,659,989
Total assets		432,831	2,660,213
Liabilities			
BCI cost recoveries payable	4	3,128	3,288
Other accounts payable		23	21
		3,151	3,309
Net assets attributable to holders of redeemable units		\$ 429,680	\$ 2,656,904
Number of redeemable units outstanding	5	412,582	2,521,487
Net assets attributable to holders of redeemable units per unit		\$ 1,041	\$ 1,054
<i>Unfunded committed capital</i>	6		
<i>Uncertainties related to COVID-19</i>	10		
<i>Subsequent events</i>	11		

[S] Gordon J. Fyfe

Gordon J. Fyfe
 Chief Executive Officer
 Chief Investment Officer

BOLSENA (AUSTRALIA) FUND (formerly Strategic Infrastructure Investment Fund 2 (Foreign))

Statement of Comprehensive Income (Loss)

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

Revenue	NOTES	2020	2019
Interest income		\$ 20,115	\$ 40,999
Dividend income		151,277	215,381
Other income		194	—
Foreign exchange loss		(5)	(134)
Change in fair value of investments:			
Net realized gain (loss)		455,250	(1,038)
Net change in unrealized appreciation		(301,583)	(30,343)
Total revenue		325,248	224,865
Expenses			
BCI cost recoveries	4	4,907	5,256
Administrative fees		102	80
Pursuit costs		—	38
Withholding taxes		—	(1)
Total operating expenses		5,009	5,373
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		320,239	219,492
Distributions to holders of redeemable units:			
From net investment income		(15,295)	(237,217)
		(15,295)	(237,217)
Increase (decrease) in net assets attributable to holders of redeemable units		\$ 304,944	\$ (17,725)

BOLSENA (AUSTRALIA) FUND (formerly Strategic Infrastructure Investment Fund 2 (Foreign))

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

	Notes	2020	2019
Balance, beginning of year		\$ 2,656,904	\$ 2,606,768
Increase (decrease) in net assets attributable to holders of redeemable units		304,944	(17,725)
Return of capital distributions to holders of redeemable units		(148,345)	(20,859)
Redeemable unit transactions:			
Proceeds from units issued		41,203	88,720
Units redeemed for payment in-kind	4	(2,425,026)	—
Net increase (decrease) from redeemable unit transactions		(2,383,823)	88,720
Balance, end of year		\$ 429,680	\$ 2,656,904

BOLSENA (AUSTRALIA) FUND (formerly Strategic Infrastructure Investment Fund 2 (Foreign))

Statement of Cash Flows

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

	2020	2019
Operating activities		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 304,944	\$ (17,725)
Adjustments for:		
Foreign exchange loss	5	134
Interest income	(20,115)	(40,999)
Net realized (gain) loss from investments	(455,250)	1,038
Net change in unrealized appreciation of investments	301,583	30,343
Cash distributions	15,295	237,217
Proceeds from sale of investments	1,963	36,882
Amounts paid for purchase of investments	(43,438)	(118,982)
BCI cost recoveries payable	(160)	560
Other accounts payable	2	10
Interest received	17,415	41,001
	122,244	169,479
Financing activities		
Proceeds from issuance of redeemable units	41,203	88,720
Distributions paid to holders of redeemable units	(163,640)	(258,076)
	(122,437)	(169,356)
Net increase (decrease) in cash	(193)	123
Effect of exchange rate changes on cash	(5)	(134)
Cash, beginning of year	198	209
Cash, end of year	\$ —	\$ 198

BOLSENA (AUSTRALIA) FUND (formerly Strategic Infrastructure Investment Fund 2 (Foreign))

Schedule of Investments

(Expressed in thousands of dollars)

As at December 31, 2020, with comparative information for 2019

	2020		2019	
	Fair Value	Cost	Fair Value	Cost
Private Equity Investments ¹	\$ 213,610	\$ 218,900	\$ 2,464,819	\$ 2,152,627
Private Debt Investments ¹	216,486	222,029	195,160	216,602
Money Market Investments				
Units in BCI Pooled Investment Portfolio				
Fund ST2	9	9	10	10
Total Investments	\$ 430,105	\$ 440,938	\$ 2,659,989	\$ 2,369,239

¹ The private equity and debt investments are held through a private corporation, limited partnerships, or directly by the Fund.

BOLSENA (AUSTRALIA) FUND (formerly Strategic Infrastructure Investment Fund 2 (Foreign))

Financial Risk Management Discussion

(Expressed in thousands of dollars)

The investment objectives, eligible investments and general information on the financial risks related to the Infrastructure & Renewable Resources Program are described in note 7 of the financial statements. The information contained in this Financial Risk Management Discussion pertains specifically to the Bolsena (Australia) Fund.

The Fund holds its private equity and private debt investments through limited partnerships and directly by the Fund. The Fund and its investments in limited partnerships hold the following net assets:

	2020		2019	
	Total	% of Total	Total	% of Total
Net investment-related receivables	\$ —	— %	\$ 2,293	0.1 %
Direct private debt investments	216,486	50.3	694,596	26.1
Unlisted private equity investee funds	—	—	482,234	18.1
Direct private equity investments	213,609	49.7	1,480,708	55.7
BCI money market funds	1	—	148	—
Total	\$ 430,096	100.0 %	\$ 2,659,979	100 %

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 underlying investments held by the Fund have been considered.

Credit Risk

The Fund's private debt investments are in closely held private companies. Due to the private nature of the debt, it is not subject to rating by a rating agency. The Fund's debt investments are not subject to credit risk as any decrease in fair value would result in an offsetting change in value of the related equity investment.

Liquidity Risk

The Fund's financial assets include unlisted private equity investee funds, direct private equity and debt investments, which are generally illiquid.

As a result, the Fund may not be able to liquidate some of its investments in these instruments in due time to meet its obligations when they become due. However, 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 liabilities are due within three months of the year-end of the Fund.

Interest Rate Risk

The value of the combined debt and equity investments is calculated based on enterprise values of the private companies and the value is then allocated to the debt and equity investments. Any change in market value of the debt investments due to fluctuations in interest rates would result in an offsetting change in value of the related equity investment. Accordingly, sensitivity analysis that would measure the impact of changes in interest rates would not be meaningful and has not been provided.

As at December 31, 2020 and 2019, the Fund had no other assets or liabilities which change in value as a result of changes in interest rates.

BOLSENA (AUSTRALIA) FUND (formerly Strategic Infrastructure Investment Fund 2 (Foreign))

Currency Risk

At December 31, 2020, 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	2020		2019	
	Net Investments and Investment-Related Receivables/ (Payables)	% of Total Net Assets	Net Investments and Investment-Related Receivables/ (Payables)	% of Total Net Assets
Australian Dollar	\$ 432,821	100.7 %	\$ 451,539	17.0 %
Euro	—	—	255,386	9.6
United States Dollar	—	—	1,953,237	73.5
Net foreign currency exposure	\$ 432,821	100.7 %	\$ 2,660,162	100.1 %

The table above identifies currency exposure based on the currency in which the Fund's investments are 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 unlisted private equity 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, 2020, if the Canadian dollar had strengthened/weakened by 1% in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased, by \$4,328 (2019 - \$26,602), representing 1.0% of the Fund's net assets (2019 - 1.0%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

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

CURRENCY	2020	2019
Euro	\$ —	\$ 24,097
United States Dollar	—	73,182
Net foreign currency exposure through unfunded capital commitments	\$ —	\$ 97,279

As at December 31, 2020, if the Canadian dollar had strengthened/weakened by 1% in relation to all other currencies, holding all other variables constant, future unfunded commitments would have decreased/increased, by \$nil (2019 - \$973). 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 6 of the financial statements.

BOLSENA (AUSTRALIA) FUND (formerly Strategic Infrastructure Investment Fund 2 (Foreign))

Other Price Risk

The Fund's underlying investments include shares, bonds, and other securities of investees. Investee companies range from start-up companies to mature companies. Other price risk is moderated through diversification across various industry sectors, geographic regions and the maturity of the underlying investees.

The Fund's direct private equity investments, direct private debt investments, and unlisted private equity investee funds are concentrated in the following industries:

INDUSTRY SECTOR	2020		2019	
	Total	% of Total	Total	% of Total
Direct Private Equity and Debt Investments				
Electric Utilities	\$ 430,095	100.0 %	\$ 449,022	16.9 %
Food Products	—	—	567,471	21.4
Gas Utilities	—	—	245,531	9.2
Independent Power and Renewable Electricity Producers	—	—	913,280	34.4
	430,095	100.0	2,175,304	81.9
Total Unlisted Private Equity Investee Funds in diversified industries	—	—	482,234	18.1
Total	\$ 430,095	100.0 %	\$ 2,657,538	100.0 %

The Fund's direct private equity investments, direct private debt investments, and unlisted private equity investee funds are concentrated in the following geographic regions:

GEOGRAPHIC REGION	2020		2019	
	Total	% of Total	Total	% of Total
Direct Private Equity and Debt Investments				
Australia	\$ 430,095	100.0 %	\$ 449,022	16.9 %
Brazil	—	—	245,531	9.2
Canada	—	—	567,471	21.4
Colombia	—	—	913,280	34.4
	430,095	100.0	2,175,304	81.9
Total Unlisted Private Equity Investee Funds diversified globally	—	—	482,234	18.1
Total	\$ 430,095	100.0 %	\$ 2,657,538	100.0 %

The fair value of these investments fluctuates in response to specific investee developments, rather than from changes in the general level of market prices. Accordingly, sensitivity analysis that would measure the impact to changes in the general level of market prices has not been provided as BCI does not believe this information would be meaningful.

As at December 31, 2020, had the fair value of the investments increased or decreased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units would have increased or decreased by approximately \$43,011 (2019 - \$265,999), representing 10.0% of the Fund's net assets attributable to holders of redeemable units (2019 - 10.0%).

In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

BOLSENA (AUSTRALIA) FUND (formerly Strategic Infrastructure Investment Fund 2 (Foreign))

Fair Value Measurement Discussion

(Expressed in thousands of dollars)

Fair Value Hierarchy

As described in note 8 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.

As at December 31, all fair value measurements noted in the tables below are recurring.

	2020				2019			
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Level 3 (Significant Unobservable Inputs)	Total	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Level 3 (Significant Unobservable Inputs)	Total
Net investment-related receivables	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 2,293	\$ —	\$ 2,293
Direct private debt investments	—	—	216,486	216,486	—	—	694,596	694,596
Unlisted private equity investee funds	—	—	—	—	—	—	482,234	482,234
Direct private equity investments	—	—	213,609	213,609	—	—	1,480,708	1,480,708
BCI money market funds	10	—	—	10	158	—	—	158
Total investments	\$ 10	\$ —	\$ 430,095	\$ 430,105	\$ 158	\$ 2,293	\$ 2,657,538	\$ 2,659,989

During 2020 and 2019, there were no significant transfers between Level 1 and Level 2.

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

BOLSENA (AUSTRALIA) FUND (formerly Strategic Infrastructure Investment Fund 2 (Foreign))

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.

2020					
	Direct Private Equity Investments	Direct Private Debt Investments	Unlisted Private Equity Investee Funds		Total
Opening balance, beginning of year	\$ 1,480,708	\$ 694,596	\$ 482,234	\$	2,657,538
Total gains recognized in profit or loss	244,604	10,465	47,970		303,039
Purchases	6,216	—	77,590		83,806
Sales	(1,517,919)	(488,575)	(607,794)		(2,614,288)
Closing balance, end of year	\$ 213,609	\$ 216,486	\$ —	\$	430,095
Total unrealized gains for the year included in profit or loss related to level 3 investments held at the reporting date					
	\$ 18,422	\$ 18,698	\$ —	\$	37,120
2019					
	Direct Private Equity Investments	Direct Private Debt Investments	Unlisted Private Equity Investee Funds		Total
Opening balance, beginning of year	\$ 1,429,965	\$ 733,895	\$ 394,969	\$	2,558,829
Total gains (losses) recognized in profit or loss	44,465	(37,428)	21,430		28,467
Purchases	6,278	7,185	92,206		105,669
Sales	—	(9,056)	(26,371)		(35,427)
Closing balance, end of year	\$ 1,480,708	\$ 694,596	\$ 482,234	\$	2,657,538
Total unrealized gains (losses) for the year included in profit or loss related to level 3 investments held at the reporting date					
	\$ 44,465	\$ (36,948)	\$ 20,371	\$	27,888

During 2020 and 2019, there were no significant transfers into or out of Level 3.

BOLSENA (AUSTRALIA) FUND (formerly Strategic Infrastructure Investment Fund 2 (Foreign))

Significant Unobservable Inputs Used in Measuring Fair Value

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

2020						
	Fair Value	Valuation Technique	Unobservable Input	Amount/Range	Weighted Average	Sensitivity to Change in Significant Unobservable Input
Direct Private Equity Investments	\$ 213,609	Discounted Cash Flows	Discount rate		7.8%	N/A The estimated fair value would increase (decrease) if the discount rate was lower (higher).
Direct Private Debt Investments	\$ 216,486	Discounted Cash Flows	Discount rate		7.8%	N/A The estimated fair value would increase (decrease) if the discount rate was lower (higher).

2019						
	Fair Value	Valuation Technique	Unobservable Input	Amount/Range	Weighted Average	Sensitivity to Change in Significant Unobservable Input
Direct Private Equity Investments	\$ 1,480,708	Discounted Cash Flows	Discount rate		7.8% - 13.2%	11.1% The estimated fair value would increase (decrease) if the discount rate was lower (higher).
Unlisted Private Equity Investee Funds	\$ 255,387	Net Asset Value	Net Asset Value	\$ 255,387		N/A The estimated fair value would increase (decrease) if the net asset value was higher (lower).
Unlisted Private Equity Investee Funds	\$ 226,847	Adjusted Net Asset Value	Adjusted Net Asset Value	\$ 226,847		N/A The estimated fair value would increase (decrease) if: - the net asset value was higher (lower); - the fair value adjustment was lower (higher).
Direct Private Debt Investments	\$ 694,596	Discounted Cash Flows	Discount rate		7.8% - 13.2%	11.7% The estimated fair value would increase (decrease) if the discount rate was lower (higher).

Significant unobservable inputs are developed as follows:

Discount Rate:

Represents the discount rate applied to the projected future cash flows of each investment. Discount rates and projected cash flows are based on various investment-specific and macroeconomic inputs and assumptions. Discount rates are adjusted to reflect the risk inherent in the projected cash flows.

Net Asset Value:

Represents the net asset value of unlisted private equity investee funds. BCI management values these funds primarily based on the latest available financial information provided by their general partners.

The unlisted private equity 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 Fund's policy to categorize the investee as Level 3 within the fair value hierarchy.

Adjusted Net Asset Value:

Represents the adjusted net asset value of the unlisted private equity investee funds. BCI management values these funds primarily based on the latest available financial information provided by their general partners, adjusted based on judgment, on an investee by investee basis, through review of information received from underlying investees and other sources.

BOLSENA (AUSTRALIA) FUND (formerly Strategic Infrastructure Investment Fund 2 (Foreign))

Effects of Unobservable Input on Fair Value Measurement

For certain direct private equity and direct private debt investments, BCI 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.

The unlisted private equity investee funds are valued based on information received from external managers. 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 net assets attributable to holders of redeemable units would change if:

- (a) the valuations of certain direct private equity and direct private debt investments were calculated by recalibrating the model values using unobservable inputs based on the upper and lower threshold of the respective investment's range of possible estimates; and
- (b) the fair value of respective underlying investments was adjusted by 10%.

	2020	2019
Favourable	\$ 40,201	\$ 265,754
Unfavourable	(33,967)	(265,754)

BOLSENA (AUSTRALIA) FUND (formerly Strategic Infrastructure Investment Fund 2 (Foreign))

Involvement with Structured Entities

(Expressed in thousands of dollars, except number of investee funds)

The Fund holds interests in structured entities, both directly and indirectly (i.e. through intermediary holding corporations or limited partnerships, or both). 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. Structured entities have been set up to manage legal, tax and other risks that may arise in the course of administering the underlying investments.

Structured entities are comprised of investee funds administered by BCI which are organized as unit trusts; and investee funds administered by third party managers which are organized as limited partnerships. All of these investee funds have been 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 is 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 structured entities:

Entity	2020			2019		
	Number of Investee Funds	Total Net Assets of Investee Funds	Carrying amount included in Investments in the Statement of Financial Position	Number of Investee Funds	Total Net Assets of Investee Funds	Carrying amount included in Investments in the Statement of Financial Position
Investee money market funds administered by BCI	2	\$ 5,713,421	\$ 10	3	\$ 5,556,867	\$ 158
Unlisted private equity investee funds administered by third party managers	—	—	—	2	6,079,314	482,234

The carrying amount of the investments held in these underlying funds represents the Fund's maximum exposure to loss. During 2020 and 2019, the Fund did not provide financial support to these structured entities and has no intention of providing financial or other support.

BOLSENA (AUSTRALIA B) FUND**Statement of Financial Position**

(Expressed in thousands of dollars, except numbers of units)

As at December 31, 2020 (note 1)

Assets	NOTES	2020
Investments	\$	2,425,026
Total assets		2,425,026
Liabilities		—
		—
Net assets attributable to holders of redeemable units	\$	2,425,026
Number of redeemable units outstanding	5	2,200.283
Net assets attributable to holders of redeemable units per unit	\$	1,102
<i>Unfunded committed capital</i>	6	
<i>Uncertainties related to COVID-19</i>	10	
<i>Subsequent events</i>	11	

[S] Gordon J. Fyfe

 Gordon J. Fyfe
 Chief Executive Officer
 Chief Investment Officer

BOLSENA (AUSTRALIA B) FUND**Statement of Comprehensive Income**

(Expressed in thousands of dollars)

Period ended December 31, 2020 (note 1)

Revenue	NOTES	2020
Change in fair value of investments:		
Net change in unrealized appreciation	\$	—
Total revenue		—
Expenses		
Total operating expenses		—
Increase in net assets attributable to holders of redeemable units	\$	—

BOLSENA (AUSTRALIA B) FUND**Statement of Changes in Net Assets Attributable to Holders of Redeemable Units**

(Expressed in thousands of dollars)

Period ended December 31, 2020 (note 1)

	NOTES	2020
Balance, beginning of period		\$ —
Increase in net assets attributable to holders of redeemable units		—
Redeemable unit transactions:		
Proceeds from units issued		10
Units issued for payment in-kind	4	2,425,026
Amounts paid for units redeemed		(10)
Net increase from redeemable unit transactions		2,425,026
Balance, end of period		\$ 2,425,026

BOLSENA (AUSTRALIA B) FUND**Statement of Cash Flows**

(Expressed in thousands of dollars)

Period ended December 31, 2020 (note 1)

	2020
Operating activities	
Increase in net assets attributable to holders of redeemable units	\$ —
Adjustments for:	
Proceeds from sale of investments	10
Amounts paid for purchase of investments	(10)
	—
Financing activities	
Proceeds from issuance of redeemable units	10
Payments on redemption of redeemable units	(10)
	—
Net changes in cash	—
Cash, beginning and end of period	\$ —

BOLSENA (AUSTRALIA B) FUND**Schedule of Investments**

(Expressed in thousands of dollars)

As at December 31, 2020

	2020	
	Fair Value	Cost
Private Equity Investments ¹	\$ 2,425,026	\$ 2,425,026
Total Investments	\$ 2,425,026	\$ 2,425,026

¹ The private equity investments are held through a private corporation.

BOLSENA (AUSTRALIA B) FUND

Financial Risk Management Discussion

(Expressed in thousands of dollars)

The investment objectives, eligible investments and general information on the financial risks related to the Infrastructure & Renewable Resources Program are described in note 7 of the financial statements. The information contained in this Financial Risk Management Discussion pertains specifically to the Bolsena (Australia) Fund.

The Fund holds its private equity investments through a private corporation. The private corporation holds the following net assets:

	2020	
	Total	% of Total
Direct private debt investments	\$ 490,674	20.2 %
Unlisted private equity investee funds	530,720	21.9
Direct private equity investments	1,403,511	57.9
BCI money market funds	121	—
Total	\$ 2,425,026	100.0 %

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 underlying investments held by the Fund have been considered.

Credit Risk

The Fund's private debt investments are in closely held private companies. Due to the private nature of the debt, it is not subject to rating by a rating agency. The Fund's debt investments are not subject to credit risk as any decrease in fair value would result in an offsetting change in value of the related equity investment.

Liquidity Risk

The Fund's financial assets include unlisted private equity investee funds, direct private equity and debt investments, which are generally illiquid.

As a result, the Fund may not be able to liquidate some of its investments in these instruments in due time to meet its obligations when they become due. However, 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 liabilities are due within three months of the year-end of the Fund.

Interest Rate Risk

The value of the combined debt and equity investments is calculated based on enterprise values of the private companies and the value is then allocated to the debt and equity investments. Any change in market value of the debt investments due to fluctuations in interest rates would result in an offsetting change in value of the related equity investment. Accordingly, sensitivity analysis that would measure the impact of changes in interest rates would not be meaningful and has not been provided.

As at December 31, 2020, the Fund had no other assets or liabilities which change in value as a result of changes in interest rates.

BOLSENA (AUSTRALIA B) FUND

Currency Risk

At December 31, 2020, 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	2020	
	Net Investments and Investment-Related Receivables/ (Payables)	% of Total Net Assets
Australian Dollar	\$ 67,305	2.8 %
Euro	297,700	12.3
United States Dollar	2,059,996	84.9
Net foreign currency exposure	\$ 2,425,001	100.0 %

The table above identifies currency exposure based on the currency in which the Fund's investments are 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 unlisted private equity 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, 2020, if the Canadian dollar had strengthened/weakened by 1% in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased, by \$24,250, 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, the Fund had the following additional exposure to currency risk through its future unfunded commitments:

CURRENCY	2020	
Euro	\$	7,368
United States Dollar		29,595
Net foreign currency exposure through unfunded capital commitments	\$	36,963

As at December 31, 2020, if the Canadian dollar had strengthened/weakened by 1% in relation to all other currencies, holding all other variables constant, future unfunded commitments would have decreased/increased, by \$370. 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 6 of the financial statements.

BOLSENA (AUSTRALIA B) FUND

Other Price Risk

The Fund's underlying investments include shares, bonds, and other securities of investees. Investee companies range from start-up companies to mature companies. Other price risk is moderated through diversification across various industry sectors, geographic regions and the maturity of the underlying investees.

The Fund's direct private equity investments, direct private debt investments, and unlisted private equity investee funds are concentrated in the following industries:

INDUSTRY SECTOR	2020	
	Total	% of Total
Direct Private Equity and Debt Investments		
Electric Utilities	\$ 67,305	2.8 %
Food Products	664,329	27.4
Gas Utilities	233,307	9.6
Independent Power and Renewable Electricity Producers	929,244	38.3
	1,894,185	78.1
Total Unlisted Private Equity Investee Funds in diversified industries	530,720	21.9
Total	\$ 2,424,905	100.0 %

The Fund's direct private equity investments, direct private debt investments, and unlisted private equity investee funds are concentrated in the following geographic regions:

GEOGRAPHIC REGION	2020	
	Total	% of Total
Direct Private Equity and Debt Investments		
Australia	\$ 67,305	2.8 %
Brazil	233,307	9.6
Canada	664,329	27.4
Colombia	929,244	38.3
	1,894,185	78.1
Total Unlisted Private Equity Investee Funds diversified globally	530,720	21.9
Total	\$ 2,424,905	100.0 %

The fair value of these investments fluctuates in response to specific investee developments, rather than from changes in the general level of market prices. Accordingly, sensitivity analysis that would measure the impact to changes in the general level of market prices has not been provided as BCI does not believe this information would be meaningful.

As at December 31, 2020, had the fair value of the investments increased or decreased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units would have increased or decreased by approximately \$242,503, representing 10.0% of the Fund's net assets attributable to holders of redeemable units.

In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

BOLSENA (AUSTRALIA B) FUND**Fair Value Measurement Discussion**

(Expressed in thousands of dollars)

Fair Value Hierarchy

As described in note 8 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.

As at December 31, all fair value measurements noted in the tables below are recurring.

	2020			
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Level 3 (Significant Unobservable Inputs)	Total
Direct private debt investments	\$ —	\$ —	\$ 490,674	\$ 490,674
Unlisted private equity investee funds	—	—	530,720	530,720
Direct private equity investments	—	—	1,403,511	1,403,511
BCI money market funds	121	—	—	121
Total investments	\$ 121	\$ —	\$ 2,424,905	\$ 2,425,026

During 2020, there were no significant transfers between Level 1 and Level 2.

The carrying amount of the Fund's net assets attributable to holders of 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.

	2020			
	Direct Private Equity Investments	Direct Private Debt Investments	Unlisted Private Equity Investee Funds	Total
Opening balance, beginning of year	\$ —	\$ —	\$ —	\$ —
Total gains recognized in profit or loss	—	—	—	—
Purchases	1,403,511	490,674	530,720	2,424,905
Closing balance, end of year	\$ 1,403,511	\$ 490,674	\$ 530,720	\$ 2,424,905
Total unrealized gains for the year included in profit or loss related to level 3 investments held at the reporting date	\$ —	\$ —	\$ —	\$ —

During 2020, there were no significant transfers into or out of Level 3.

BOLSENA (AUSTRALIA B) FUND

Significant Unobservable Inputs Used in Measuring Fair Value

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

	2020					
	Fair Value	Valuation Technique	Unobservable Input	Amount/ Range	Weighted Average	Sensitivity to Change in Significant Unobservable Input
Direct Private Equity Investments	\$ 1,403,511	Discounted Cash Flows	Discount rate	7.8% - 13.5%	11.2%	The estimated fair value would increase (decrease) if the discount rate was lower (higher).
Unlisted Private Equity Investee Funds	\$ 297,700	Net Asset Value	Net Asset Value	\$ 297,700	N/A	The estimated fair value would increase (decrease) if the net asset value was higher (lower).
Unlisted Private Equity Investee Funds	\$ 233,020	Adjusted Net Asset Value	Adjusted Net Asset Value	\$ 233,020	N/A	The estimated fair value would increase (decrease) if: - the net asset value was higher (lower); - the fair value adjustment was lower (higher).
Direct Private Debt Investments	\$ 490,674	Discounted Cash Flows	Discount rate	13.5%	N/A	The estimated fair value would increase (decrease) if the discount rate was lower (higher).

Significant unobservable inputs are developed as follows:

Discount Rate:

Represents the discount rate applied to the projected future cash flows of each investment. Discount rates and projected cash flows are based on various investment-specific and macroeconomic inputs and assumptions. Discount rates are adjusted to reflect the risk inherent in the projected cash flows.

Net Asset Value:

Represents the net asset value of unlisted private equity investee funds. BCI management values these funds primarily based on the latest available financial information provided by their general partners.

The unlisted private equity 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 Fund's policy to categorize the investee as Level 3 within the fair value hierarchy.

Adjusted Net Asset Value:

Represents the adjusted net asset value of the unlisted private equity investee funds. BCI management values these funds primarily based on the latest available financial information provided by their general partners, adjusted based on judgment, on an investee by investee basis, through review of information received from underlying investees and other sources.

BOLSENA (AUSTRALIA B) FUND

Effects of Unobservable Input on Fair Value Measurement

For certain direct private equity and direct private debt investments, BCI 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.

The unlisted private equity investee funds are valued based on information received from external managers. 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 net assets attributable to holders of redeemable units would change if:

- (a) the valuations of certain direct private equity and direct private debt investments were calculated by recalibrating the model values using unobservable inputs based on the upper and lower threshold of the respective investment's range of possible estimates; and
- (b) the fair value of respective underlying investments was adjusted by 10%.

	2020
Favourable	\$ 220,750
Unfavourable	(219,506)

BOLSENA (AUSTRALIA B) FUND

Involvement with Structured Entities

(Expressed in thousands of dollars, except number of investee funds)

The Fund holds interests in structured entities, both directly and indirectly (i.e. through intermediary holding corporations or limited partnerships, or both). 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. Structured entities have been set up to manage legal, tax and other risks that may arise in the course of administering the underlying investments.

Structured entities are comprised of investee funds administered by BCI which are organized as unit trusts; and investee funds administered by third party managers which are organized as limited partnerships. All of these investee funds have been 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 is 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 structured entities:

2020			
Entity	Number of Investee Funds	Total Net Assets of Investee Funds	Carrying amount included in Investments in the Statement of Financial Position
Investee money market funds administered by BCI	2	\$ 2,904,346	\$ 121
Unlisted private equity investee funds administered by third party managers	2	22,456,290	530,720

The carrying amount of the investments held in these underlying funds represents the Fund's maximum exposure to loss. During 2020, the Fund did not provide financial support to these structured entities and has no intention of providing financial or other support.

STRATEGIC INFRASTRUCTURE INVESTMENT FUND 3

Statement of Financial Position

(Expressed in thousands of dollars, except numbers of units)

As at December 31, 2020, with comparative information for 2019

Assets	NOTES	2020	2019
Investments		\$ 1,816,530	\$ 1,277,040
Total assets		1,816,530	1,277,040
Liabilities			
BCI cost recoveries payable	4	1,711	1,678
Other accounts payable		65	23
		1,776	1,701
Net assets attributable to holders of redeemable units		\$ 1,814,754	\$ 1,275,339
Number of redeemable units outstanding	5	1,732,461	1,247,441
Net assets attributable to holders of redeemable units per unit		\$ 1,048	\$ 1,022
<i>Unfunded committed capital</i>	6		
<i>Uncertainties related to COVID-19</i>	10		
<i>Subsequent events</i>	11		

[S] Gordon J. Fyfe

Gordon J. Fyfe
Chief Executive Officer
Chief Investment Officer

STRATEGIC INFRASTRUCTURE INVESTMENT FUND 3**Statement of Comprehensive Income**

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

Revenue	NOTES	2020	2019
Interest income		\$ 4	\$ —
Dividend income		40,803	—
Change in fair value of investments:			
Net realized gain		329	62
Net change in unrealized appreciation		60,091	45,661
Total revenue		101,227	45,723
Expenses			
BCI cost recoveries	4	12,965	10,036
Administrative fees		165	130
Pursuit costs		3,081	4,565
Total operating expenses		16,211	14,731
Increase in net assets attributable to holders of redeemable units		\$ 85,016	\$ 30,992

STRATEGIC INFRASTRUCTURE INVESTMENT FUND 3**Statement of Changes in Net Assets Attributable to Holders of Redeemable Units**

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

	2020	2019
Balance, beginning of year	\$ 1,275,339	\$ 563,484
Increase in net assets attributable to holders of redeemable units	85,016	30,992
Return of capital distributions to holders of redeemable units	(40,813)	—
Redeemable unit transactions:		
Proceeds from units issued	510,293	686,412
Amounts paid for units redeemed	(15,081)	(5,549)
Net increase from redeemable unit transactions	495,212	680,863
Balance, end of year	\$ 1,814,754	\$ 1,275,339

STRATEGIC INFRASTRUCTURE INVESTMENT FUND 3**Statement of Cash Flows**

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

Operating activities	2020	2019
Increase in net assets attributable to holders of redeemable units	\$ 85,016	\$ 30,992
Adjustments for:		
Interest income	(4)	—
Dividend income	(40,803)	—
Net realized gain from investments	(329)	(62)
Net change in unrealized appreciation of investments	(60,091)	(45,661)
Proceeds from sale of investments	14,993	5,596
Amounts paid for purchase of investments	(494,063)	(672,704)
BCI cost recoveries payable	33	953
Other accounts payable	42	23
Interest received	4	—
Dividends received	40,803	—
	(454,399)	(680,863)
Financing activities		
Proceeds from issuance of redeemable units	510,293	686,412
Distributions paid to holders of redeemable units	(40,813)	—
Payments on redemption of redeemable units	(15,081)	(5,549)
	454,399	680,863
Net changes in cash	—	—
Cash, beginning and end of year	\$ —	\$ —

STRATEGIC INFRASTRUCTURE INVESTMENT FUND 3**Schedule of Investments**

(Expressed in thousands of dollars)

As at December 31, 2020, with comparative information for 2019

	2020		2019	
	Fair Value	Cost	Fair Value	Cost
Private Equity Investments ¹	\$ 1,816,530	\$ 1,707,376	\$ 1,277,030	\$ 1,227,967
Money Market Investments				
Units in BCI Pooled Investment Portfolio Fund ST1	—	—	10	10
Total Investments	\$ 1,816,530	\$ 1,707,376	\$ 1,277,040	\$ 1,227,977

¹ The private equity investments are held through private corporations and limited partnerships.

STRATEGIC INFRASTRUCTURE INVESTMENT FUND 3

Financial Risk Management Discussion

(Expressed in thousands of dollars)

The investment objectives, eligible investments and general information on the financial risks related to the Infrastructure & Renewable Resources Program are described in note 7 of the financial statements. The information contained in this Financial Risk Management Discussion pertains specifically to the Strategic Infrastructure Investment Fund 3.

The Fund holds its private equity investments through private corporations and limited partnerships. The private corporations and limited partnerships hold the following net assets:

	2020		2019	
	Total	% of Total	Total	% of Total
Net investment-related receivables	\$ 8,600	0.4 %	\$ 7,555	0.6 %
Direct private debt investments	804,755	44.3	496,911	38.9
Unlisted private equity investee funds	11,896	0.7	15,471	1.2
Direct private equity investments	991,245	54.6	757,054	59.3
BCI money market funds	34	—	39	—
Total	\$ 1,816,530	100.0 %	\$ 1,277,030	100.0 %

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 underlying investments held by the Fund have been considered.

Credit Risk

The Fund's private debt investments are in closely held private companies. Due to the private nature of the debt, it is not subject to rating by a rating agency. The Fund's debt investments are not subject to credit risk as any decrease in fair value would result in an offsetting change in value of the related equity investment.

Liquidity Risk

The Fund's financial assets include unlisted private equity investee funds, direct private equity and debt investments, which are generally illiquid.

As a result, the Fund may not be able to liquidate some of its investments in these instruments in due time to meet its obligations when they become due. However, 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 liabilities are due within three months of the year-end of the Fund.

Interest Rate Risk

The value of the combined debt and equity investments is calculated based on enterprise values of the private companies and the value is then allocated to the debt and equity investments. Any change in market value of the debt investments due to fluctuations in interest rates would result in an offsetting change in value of the related equity investment. Accordingly, sensitivity analysis that would measure the impact of changes in interest rates would not be meaningful and has not been provided.

As at December 31, 2020 and 2019, the Fund had no other assets or liabilities which change in value as a result of changes in interest rates.

STRATEGIC INFRASTRUCTURE INVESTMENT FUND 3

Currency Risk

At December 31, 2020, 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	2020		2019	
	Net Investments and Investment-Related Receivables/ (Payables)	% of Total Net Assets	Net Investments and Investment-Related Receivables/ (Payables)	% of Total Net Assets
Czech Koruna	\$ 749,084	41.3 %	\$ 663,295	52.0 %
Indian Rupee	104,804	5.8	—	—
United States Dollar	433,292	23.9	85,343	6.7
Net foreign currency exposure	\$ 1,287,180	71.0 %	\$ 748,638	58.7 %

The table above identifies currency exposure based on the currency in which the Fund's investments are 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 unlisted private equity 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, 2020, if the Canadian dollar had strengthened/weakened by 1% in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased, by \$12,872 (2019 - \$7,486), representing 0.7% of the Fund's net assets (2019 - 0.6%) In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

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

CURRENCY	2020	2019
United States Dollar	\$ 247,005	\$ 256,991
Net foreign currency exposure through unfunded capital commitments	\$ 247,005	\$ 256,991

As at December 31, 2020, if the Canadian dollar had strengthened/weakened by 1% in relation to all other currencies, holding all other variables constant, future unfunded commitments would have decreased/increased, by \$2,470 (2019 - \$2,570). 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 6 of the financial statements.

STRATEGIC INFRASTRUCTURE INVESTMENT FUND 3

Other Price Risk

The Fund's underlying investments include shares, bonds, and other securities of investees. Investee companies range from start-up companies to mature companies. Other price risk is moderated through diversification across various industry sectors, geographic regions and the maturity of the underlying investees.

The Fund's direct private equity investments, direct private debt investments, and unlisted private equity investee funds are concentrated in the following industries:

INDUSTRY SECTOR	2020		2019	
	Total	% of Total	Total	% of Total
Direct Private Equity and Debt Investments				
Transportation Infrastructure	\$ 596,795	33.0 %	\$ 594,135	46.8 %
Gas Utilities	745,401	41.2	659,830	52.0
Diversified Telecommunication Services	453,804	25.2	—	—
	1,796,000	99.4	1,253,965	98.8
Total Unlisted Private Equity Investee Funds in diversified industries	11,896	0.7	15,471	1.2
Total	\$ 1,807,896	100.1 %	\$ 1,269,436	100.0 %

The Fund's direct private equity investments, direct private debt investments, and unlisted private equity investee funds are concentrated in the following geographic regions:

GEOGRAPHIC REGION	2020		2019	
	Total	% of Total	Total	% of Total
Direct Private Equity and Debt Investments				
Canada	\$ 596,795	33.0 %	\$ 594,135	46.8 %
Czech Republic	745,401	41.2	659,830	52.0
India	453,804	25.2	—	—
	1,796,000	99.4	1,253,965	98.8
Total Unlisted Private Equity Investee Funds diversified globally	11,896	0.7	15,471	1.2
Total	\$ 1,807,896	100.1 %	\$ 1,269,436	100.0 %

The fair value of these investments fluctuates in response to specific investee developments, rather than from changes in the general level of market prices. Accordingly, sensitivity analysis that would measure the impact to changes in the general level of market prices has not been provided as BCI does not believe this information would be meaningful.

As at December 31, 2020, had the fair value of the investments increased or decreased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units would have increased or decreased by approximately \$181,653 (2019 - \$127,704), representing 10.0% of the Fund's net assets attributable to holders of redeemable units (2019 - 10.0%).

In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

STRATEGIC INFRASTRUCTURE INVESTMENT FUND 3

Fair Value Measurement Discussion

(Expressed in thousands of dollars)

Fair Value Hierarchy

As described in note 8 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.

As at December 31, all fair value measurements noted in the tables below are recurring.

	2020				2019			
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Level 3 (Significant Unobservable Inputs)	Total	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Level 3 (Significant Unobservable Inputs)	Total
Net investment-related receivables	\$ —	\$ 8,600	\$ —	\$ 8,600	\$ —	\$ 7,555	\$ —	\$ 7,555
Direct private debt investments	—	—	804,755	804,755	—	—	496,911	496,911
Unlisted private equity investee funds	—	—	11,896	11,896	—	—	15,471	15,471
Direct private equity investments	—	—	991,245	991,245	—	—	757,054	757,054
BCI money market funds	34	—	—	34	49	—	—	49
Total investments	\$ 34	\$ 8,600	\$ 1,807,896	\$ 1,816,530	\$ 49	\$ 7,555	\$ 1,269,436	\$ 1,277,040

During 2020 and 2019, there were no significant transfers between Level 1 and Level 2.

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

STRATEGIC INFRASTRUCTURE INVESTMENT FUND 3

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.

2020							
	Direct Private Equity Investments		Direct Private Debt Investments		Unlisted Private Equity Investee Funds		Total
Opening balance, beginning of year	\$	757,054	\$	496,911	\$	15,471	\$ 1,269,436
Total gains (losses) recognized in profit or loss		77,088		22,659		(8,820)	90,927
Purchases		180,965		582,327		5,783	769,075
Sales		(23,862)		(297,142)		(538)	(321,542)
Closing balance, end of year	\$	991,245	\$	804,755	\$	11,896	\$ 1,807,896
Total unrealized gains (losses) for the year included in profit or loss related to level 3 investments held at the reporting date							
	\$	73,962	\$	28,688	\$	(8,627)	\$ 94,023

2019							
	Direct Private Equity Investments		Direct Private Debt Investments		Unlisted Private Equity Investee Funds		Total
Opening balance, beginning of year	\$	354,237	\$	208,761	\$	—	\$ 562,998
Total gains (losses) recognized in profit or loss		35,651		(1,047)		(2,072)	32,532
Purchases		367,166		290,964		22,445	680,575
Sales		—		(1,767)		(4,902)	(6,669)
Closing balance, end of year	\$	757,054	\$	496,911	\$	15,471	\$ 1,269,436
Total unrealized gains (losses) for the year included in profit or loss related to level 3 investments held at the reporting date							
	\$	35,651	\$	(1,019)	\$	(1,573)	\$ 33,059

During 2020 and 2019, there were no significant transfers into or out of Level 3.

Significant Unobservable Inputs Used in Measuring Fair Value

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

2020						
	Fair Value	Valuation Technique	Unobservable Input	Amount/Range	Weighted Average	Sensitivity to Change in Significant Unobservable Input
Direct Private Equity Investments	\$ 174,656	Market approach	EBITDA multiple	14.5x	N/A	The estimated fair value would increase (decrease) if the EBITDA multiple was higher (lower).
Direct Private Equity Investments	\$ 816,589	Discounted Cash Flows	Discount rate	7.4% - 12.3%	9.6%	The estimated fair value would increase (decrease) if the discount rate was lower (higher).
Unlisted Private Equity Investee Funds	\$ 11,896	Net Asset Value	Net Asset Value	\$ 11,896	N/A	The estimated fair value would increase (decrease) if the net asset value was higher (lower).
Direct Private Debt Investments	\$ 279,147	Market approach	EBITDA multiple	14.5x	N/A	The estimated fair value would increase (decrease) if the EBITDA multiple was higher (lower).
Direct Private Debt Investments	\$ 525,608	Discounted Cash Flows	Discount rate	7.4% - 12.3%	9.5%	The estimated fair value would increase (decrease) if the discount rate was lower (higher).

STRATEGIC INFRASTRUCTURE INVESTMENT FUND 3

	2019					
	Fair Value	Valuation Technique	Unobservable Input	Amount/Range	Weighted Average	Sensitivity to Change in Significant Unobservable Input
Direct Private Equity Investments	\$ 379,404	Market approach	EBITDA multiple	10.4x	N/A	The estimated fair value would increase (decrease) if the EBITDA multiple was higher (lower).
Direct Private Equity Investments	\$ 377,650	Discounted Cash Flows	Discount rate	12.0%	N/A	The estimated fair value would increase (decrease) if the discount rate was lower (higher).
Unlisted Private Equity Investee Funds	\$ 15,471	Net Asset Value	Net Asset Value	\$ 15,471	N/A	The estimated fair value would increase (decrease) if the net asset value was higher (lower).
Direct Private Debt Investments	\$ 280,427	Market approach	EBITDA multiple	10.4x	N/A	The estimated fair value would increase (decrease) if the EBITDA multiple was higher (lower).
Direct Private Debt Investments	\$ 216,484	Discounted Cash Flows	Discount rate	12.0%	N/A	The estimated fair value would increase (decrease) if the discount rate was lower (higher).

Significant unobservable inputs are developed as follows:

EBITDA multiples:

EBITDA multiples are selected from comparable public companies and transactions in private companies based on geographic location, industry, size, target markets, and other factors that management considers to be reasonable. The trading multiples for the comparable companies are determined by dividing the enterprise value of the company by its EBITDA. Multiples may be adjusted for considerations such as the lack of marketability and other differences between the comparable peer group and specific company.

Net Asset Value:

Represents the net asset value of unlisted private equity investee funds. BCI management values these funds primarily based on the latest available financial information provided by their general partners.

The unlisted private equity 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 Fund's policy to categorize the investee as Level 3 within the fair value hierarchy.

Discount Rate:

Represents the discount rate applied to the projected future cash flows of each investment. Discount rates and projected cash flows are based on various investment-specific and macroeconomic inputs and assumptions. Discount rates are adjusted to reflect the risk inherent in the projected cash flows.

STRATEGIC INFRASTRUCTURE INVESTMENT FUND 3

Effects of Unobservable Input on Fair Value Measurement

For certain direct private equity and direct private debt investments, BCI 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.

The unlisted private equity investee funds are valued based on information received from external managers. 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 net assets attributable to holders of redeemable units would change if:

- (a) the valuations of certain direct private equity and direct private debt investments were calculated by recalibrating the model values using unobservable inputs based on the upper and lower threshold of the respective investment's range of possible estimates; and
- (b) the fair value of respective underlying investments was adjusted by 10%.

	2020	2019
Favourable	\$ 172,877	\$ 126,944
Unfavourable	(169,387)	(126,944)

STRATEGIC INFRASTRUCTURE INVESTMENT FUND 3

Involvement with Structured Entities

(Expressed in thousands of dollars, except number of investee funds)

The Fund holds interests in structured entities, both directly and indirectly (i.e. through intermediary holding corporations or limited partnerships, or both). 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. Structured entities have been set up to manage legal, tax and other risks that may arise in the course of administering the underlying investments.

Structured entities are comprised of investee funds administered by BCI which are organized as unit trusts; and investee funds administered by third party managers which are organized as limited partnerships. All of these investee funds have been 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 is 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 structured entities:

Entity	2020			2019		
	Number of Investee Funds	Total Net Assets of Investee Funds	Carrying amount included in Investments in the Statement of Financial Position	Number of Investee Funds	Total Net Assets of Investee Funds	Carrying amount included in Investments in the Statement of Financial Position
Investee money market funds administered by BCI	2	\$ 2,904,346	\$ 34	2	\$ 1,830,990	\$ 49
Unlisted private equity investee funds administered by third party managers	1	67,056	11,896	1	85,425	15,471

The carrying amount of the investments held in these underlying funds represents the Fund's maximum exposure to loss. During 2020 and 2019, the Fund did not provide financial support to these structured entities and has no intention of providing financial or other support.

STRATEGIC INFRASTRUCTURE INVESTMENT FUND 3

Involvement with Subsidiaries and Associates

The Fund also holds, through intermediary holding corporations, the following investments in which it has a controlling position or a position where it could otherwise exert significant influence on the operations of the investee. The Fund measures these investments at fair value through profit or loss. The tables below set out interests held by the Fund in these unconsolidated subsidiaries and associates as at December 31:

2020							
Entity	Nature and Purpose of Entity	Interests Held	Relationship	Principal Place of Business	County of Incorporation / Registration	Ownership Interest	Voting Rights
iGH (Czech Gas Networks)	Gas Utilities	Shares and Unsecured Subordinated Loan Notes	Associate	Czech Republic	Czech Republic	22.9 %	22.9 %
GCT Global Container Terminals Inc	Marine Ports & Services	Ordinary Shares, Class A and Class B Shares, and Revolving Debt	Associate	U.S. and Canada	Canada	21.1 %	21.1 %

2019							
Entity	Nature and Purpose of Entity	Interests Held	Relationship	Principal Place of Business	County of Incorporation / Registration	Ownership Interest	Voting Rights
iGH (Czech Gas Networks)	Gas Utilities	Shares and Unsecured Subordinated Loan Notes	Associate	Czech Republic	Czech Republic	22.9 %	22.9 %
GCT Global Container Terminals Inc	Marine Ports & Services	Ordinary Shares, Class A and Class B Shares, and Revolving Debt	Associate	U.S. and Canada	Canada	21.1 %	21.1 %

During 2020 and 2019, the Fund did not provide financial support to subsidiaries or associates and has no intention of providing financial or other support. Furthermore, the subsidiaries and associates listed in the table above are not subject to any significant restrictions on their ability to transfer funds to the Fund.

2020 INFRASTRUCTURE OFFERING FUND

Statement of Financial Position

(Expressed in thousands of dollars, except numbers of units)

As at December 31, 2020 (note 1)

Assets	NOTES	2020
Investments	\$	330,627
Total assets		330,627
Liabilities		
BCI cost recoveries payable	4	57
Other accounts payable		2
		59
Net assets attributable to holders of redeemable units	\$	330,568
Number of redeemable units outstanding	5	228,918
Net assets attributable to holders of redeemable units per unit	\$	1,444
<i>Unfunded committed capital</i>	6	
<i>Uncertainties related to COVID-19</i>	10	
<i>Subsequent events</i>	11	

[S] Gordon J. Fyfe

Gordon J. Fyfe
Chief Executive Officer
Chief Investment Officer

2020 INFRASTRUCTURE OFFERING FUND

Statement of Comprehensive Income

(Expressed in thousands of dollars)

Period ended December 31, 2020 (note 1)

Revenue	NOTES	2020
Interest income	\$	2
Securities lending income		538
Foreign exchange gain		706
Change in fair value of investments:		
Net realized gain		991
Net change in unrealized appreciation		85,357
Total revenue		87,594
Expenses		
BCI cost recoveries	4	400
Administrative fees		94
Commissions and stock exchange fees		135
Pursuit costs		748
Total operating expenses		1,377
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		86,217
Distributions to holders of redeemable units:		
From net investment income		(5)
From net realized gains on investments		(990)
		(995)
Increase in net assets attributable to holders of redeemable units	\$	85,222

2020 INFRASTRUCTURE OFFERING FUND**Statement of Changes in Net Assets Attributable to Holders of Redeemable Units**

(Expressed in thousands of dollars)

Period ended December 31, 2020 (note 1)

	2020
Balance, beginning of period	\$ —
Increase in net assets attributable to holders of redeemable units	85,222
Redeemable unit transactions:	
Proceeds from units issued	311,899
Reinvestment of distributions	995
Amounts paid for units redeemed	(67,548)
Net increase from redeemable unit transactions	245,346
Balance, end of period	\$ 330,568

2020 INFRASTRUCTURE OFFERING FUND

Statement of Cash Flows

(Expressed in thousands of dollars)

Period ended December 31, 2020 (note 1)

Operating activities	2020
Increase in net assets attributable to holders of redeemable units	\$ 85,222
Adjustments for:	
Foreign exchange gain	(706)
Interest income	(2)
Net realized gain from investments	(991)
Net change in unrealized appreciation of investments	(85,357)
Non cash distributions	995
Proceeds from sale of investments	80,600
Amounts paid for purchase of investments	(324,879)
BCI cost recoveries payable	57
Other accounts payable	2
Interest received	2
	(245,057)
Financing activities	
Proceeds from issuance of redeemable units	311,899
Payments on redemption of redeemable units	(67,548)
	244,351
Net decrease in cash	(706)
Effect of exchange rate changes on cash	706
Cash, beginning and end of period	\$ —

2020 INFRASTRUCTURE OFFERING FUND**Schedule of Investments**

(Expressed in thousands of dollars)

As at December 31, 2020

	2020	
	Fair Value	Cost
Public Equity Investments ¹	\$ 330,617	\$ 245,260
Money Market Investments		
Units in BCI Pooled Investment Portfolio		
Fund ST1	10	10
Total Investments	\$ 330,627	\$ 245,270

¹ The public equity investments are held by the fund directly.

2020 INFRASTRUCTURE OFFERING FUND

Financial Risk Management Discussion

(Expressed in thousands of dollars)

The investment objectives, eligible investments and general information on the financial risks related to the Infrastructure & Renewable Resources Program are described in note 7 of the financial statements. The information contained in this Financial Risk Management Discussion pertains specifically to the 2020 Infrastructure Offering Fund.

The Fund holds its public equity investment directly.

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 underlying investments held by the Fund 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

The Fund's liabilities are due within three months of the year-end of the Fund.

Interest Rate Risk

As at December 31, 2020, the Fund had no other assets or liabilities which change in value as a result of changes in interest rates.

Currency Risk

At December 31, 2020, 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.

	2020	
CURRENCY	Net Investments and Investment- Related Receivables/ (Payables)	% of Total Net Assets
Euro	\$ 330,617	100.0 %
Net foreign currency exposure	\$ 330,617	100.0 %

The table above identifies currency exposure based on the currency in which the Fund's investments are 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 unlisted private equity 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, 2020, if the Canadian dollar had strengthened/weakened by 1% in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased, by \$3,306, 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, the Fund had the following additional exposure to currency risk through its future unfunded commitments:

CURRENCY	2020	
Euro	\$	401,172
Net foreign currency exposure through unfunded capital commitments	\$	401,172

2020 INFRASTRUCTURE OFFERING FUND

As at December 31, 2020, if the Canadian dollar had strengthened/weakened by 1% in relation to all other currencies, holding all other variables constant, future unfunded commitments would have decreased/increased, by \$4,012. 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 6 of the financial statements.

Other Price Risk

Management monitors the concentration of risk for equity investments based on industry and geographic location. The Fund's public equity investment is a transportation company operating in Germany.

As at December 31, 2020, had the fair value of the investments increased or decreased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units would have increased or decreased by approximately \$33,063 representing 10.0% of the Fund's net assets attributable to holders of redeemable units.

Actual trading results may differ from the above sensitivity analysis and the difference could be material.

2020 INFRASTRUCTURE OFFERING FUND

Fair Value Measurement Discussion

(Expressed in thousands of dollars)

Fair Value Hierarchy

As described in note 8 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.

As at December 31, all fair value measurements noted in the tables below are recurring.

	2020	
	Level 1 (Quoted Price in Active Market)	Total
Public equities	\$ 330,617	\$ 330,617
BCI money market funds	10	10
Total investments	\$ 330,627	\$ 330,627

During 2020, there were no significant transfers between Level 1 and Level 2.

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

2020 INFRASTRUCTURE OFFERING FUND

Involvement with Structured Entities

(Expressed in thousands of dollars, except number of investee funds)

A structured entity is an entity that has been designed so that voting or other similar rights are not the dominant factor in determining who controls the entity. The Fund holds interests in structured entities. These structured entities are comprised of investee funds organized as unit trusts. These investee funds have been constituted to manage assets on behalf of third party investors and are financed through the issue of units to these investors. Accordingly, the Fund's interests in these entities is reflected through the holdings of units issued by the investee funds. During 2020, the Fund did not provide additional financial or other support to these structured entities, other than through its investment in units of these entities. Furthermore, these structured units are not subject to restrictions over operations or redemptions, other than certain investment related restrictions in accordance with maintaining their investment objectives. The tables below set out the interests held by the Fund in these structured entities:

2020			
Entity	Number of Investee Funds	Total Net Assets of Investee Funds	Carrying amount included in Investments in the Statement of Financial Position
Investee money market funds administered by BCI	1	\$ 1,909,999	\$ 10

The carrying amount of the investments held in these underlying funds represents the Fund's maximum exposure to loss. During 2020, the Fund did not provide financial support to these structured entities and has no intention of providing financial or other support.

RENEWABLE RESOURCES INVESTMENT FUND**Statement of Financial Position**

(Expressed in thousands of dollars, except numbers of units)

As at December 31, 2020, with comparative information for 2019

Assets	NOTES	2020	2019
Investments		\$ 5,533	\$ 12,749
Total assets		5,533	12,749
Liabilities			
BCI cost recoveries payable	4	408	396
Other accounts payable		—	21
		408	417
Net assets attributable to holders of redeemable units		\$ 5,125	\$ 12,332
Number of redeemable units outstanding	5	15,982	15,982
Net assets attributable to holders of redeemable units per unit		\$ 321	\$ 772
<i>Unfunded committed capital</i>	6		
<i>Uncertainties related to COVID-19</i>	10		
<i>Subsequent events</i>	11		

[S] Gordon J. Fyfe

 Gordon J. Fyfe
 Chief Executive Officer
 Chief Investment Officer

RENEWABLE RESOURCES INVESTMENT FUND**Statement of Comprehensive Loss**

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

Revenue	NOTES	2020	2019
Interest income		\$ 4	\$ 10
Other income		1	—
Change in fair value of investments:			
Net change in unrealized appreciation		(7,080)	(959)
Total revenue		(7,075)	(949)
Expenses			
BCI cost recoveries	4	118	138
Administrative fees		14	43
Total operating expenses		132	181
Decrease in net assets attributable to holders of redeemable units		\$ (7,207)	\$ (1,130)

RENEWABLE RESOURCES INVESTMENT FUND**Statement of Changes in Net Assets Attributable to Holders of Redeemable Units**

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

	2020		2019	
Balance, beginning of year	\$	12,332	\$	13,462
Decrease in net assets attributable to holders of redeemable units		(7,207)		(1,130)
Balance, end of year	\$	5,125	\$	12,332

RENEWABLE RESOURCES INVESTMENT FUND**Statement of Cash Flows**

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

Operating activities	2020	2019
Decrease in net assets attributable to holders of redeemable units	\$ (7,207)	\$ (1,130)
Adjustments for:		
Interest income	(4)	—
Net change in unrealized appreciation of investments	7,080	959
Proceeds from sale of investments	138	139
Amounts paid for purchase of investments	(2)	(9)
BCI cost recoveries payable	12	31
Other accounts payable	(21)	10
Interest received	4	—
	—	—
Net changes in cash	—	—
Cash, beginning and end of year	\$ —	\$ —

RENEWABLE RESOURCES INVESTMENT FUND**Schedule of Investments**

(Expressed in thousands of dollars)

As at December 31, 2020, with comparative information for 2019

	2020		2019	
	Fair Value	Cost	Fair Value	Cost
Private Equity Investments ¹	\$ 5,195	\$ 35,217	\$ 12,275	\$ 35,217
Money Market Investments				
Units in BCI Pooled Investment Portfolio				
Fund ST2	338	339	474	475
Total Investments	\$ 5,533	\$ 35,556	\$ 12,749	\$ 35,692

¹ The private equity investments are held through private corporations.

RENEWABLE RESOURCES INVESTMENT FUND

Financial Risk Management Discussion

(Expressed in thousands of dollars)

The investment objectives, eligible investments and general information on the financial risks related to the Infrastructure & Renewable Resources Program are described in note 7 of the financial statements. The information contained in this Financial Risk Management Discussion pertains specifically to the Renewable Resources Investment Fund.

The Fund holds its private equity investments through corporations. The corporations hold the following net assets:

	2020		2019	
	Total	% of Total	Total	% of Total
Unlisted private equity investee funds	\$ 5,170	99.5 %	\$ 12,246	99.8 %
BCI money market funds	25	0.5	29	0.2
Total	\$ 5,195	100.0 %	\$ 12,275	100.0 %

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 underlying investments held by the Fund 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

The Fund's financial assets include unlisted private equity investments, which are generally illiquid. As a result, the Fund may not be able to liquidate some of its investments in these instruments in due time to meet its obligations when they become due. However, 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 liabilities are due within three months of the year-end of the Fund.

Interest Rate Risk

Substantially all of the Fund's financial assets and liabilities are non-interest bearing or have a short term to maturity. Accordingly, the Fund is not subject to significant amounts of risk due to fluctuations in the prevailing market interest rates.

RENEWABLE RESOURCES INVESTMENT FUND

Currency Risk

The Fund holds net financial assets denominated in U.S. currency, totalling \$5,179 CAD which represents 101.1% of the net asset value of the Fund (2019 - \$12,246 CAD which represented 99.3% of the net asset value of the Fund).

In addition to the currency exposures set out above, the Fund may have additional indirect exposure to currency risk through its investments in underlying unlisted private equity 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, 2020, if the Canadian dollar had strengthened/weakened by 1% in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased, by \$52 (2019 - \$123), representing 1.0% of the Fund's net assets (2019 - 1.0%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

As at December 31, 2020, the Fund had additional exposure to currency risk through its future unfunded commitments in U.S. currency totalling \$8 (2019 - \$8). As at December 31, 2020, if the Canadian dollar had strengthened/weakened by 1% in relation to the foreign currency, holding all other variables constant, future unfunded commitments would have decreased/increased, respectively, by \$nil (2019 - \$nil). 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 6 of the financial statements.

Other Price Risk

The net assets include real estate properties and other related receivables and payables. The real estate investments are primarily in timberlands and concentrated in Brazil.

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

As at December 31, 2020, had the fair value of the investments increased or decreased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units would have increased or decreased by approximately \$553 (2019 - \$1,275), representing 10.8% of the Fund's net assets attributable to holders of redeemable units (2019 - 10.3%).

In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

RENEWABLE RESOURCES INVESTMENT FUND

Fair Value Measurement Discussion

(Expressed in thousands of dollars)

Fair Value Hierarchy

As described in note 8 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.

As at December 31, all fair value measurements noted in the tables below are recurring.

	2020				2019			
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Level 3 (Significant Unobservable Inputs)	Total	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Level 3 (Significant Unobservable Inputs)	Total
Unlisted private equity investee funds	\$ —	\$ —	\$ 5,170	\$ 5,170	\$ —	\$ —	\$ 12,246	\$ 12,246
BCI money market funds	363	—	—	363	503	—	—	503
Total investments	\$ 363	\$ —	\$ 5,170	\$ 5,533	\$ 503	\$ —	\$ 12,246	\$ 12,749

During 2020 and 2019, there were no significant transfers between Level 1 and Level 2.

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

RENEWABLE RESOURCES INVESTMENT FUND

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.

	2020		2019	
	Unlisted Private Equity Investee Funds		Unlisted Private Equity Investee Funds	
Opening balance, beginning of year	\$	12,246	\$	13,200
Total losses recognized in profit or loss		(7,076)		(954)
Closing balance, end of year	\$	5,170	\$	12,246
Total unrealized losses for the year included in profit or loss related to level 3 investments held at the reporting date	\$	(7,076)	\$	(954)

During 2020 and 2019, there were no significant transfers into or out of Level 3.

Significant Unobservable Inputs Used in Measuring Fair Value

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

2020						
	Fair Value	Valuation Technique	Unobservable Input	Amount/Range	Weighted Average	Sensitivity to Change in Significant Unobservable Input
Unlisted Private Equity Investee Funds	\$ 5,170	Net Asset Value	Net Asset Value	\$ 5,170	N/A	The estimated fair value would increase (decrease) if the net asset value was higher (lower).

2019						
	Fair Value	Valuation Technique	Unobservable Input	Amount/Range	Weighted Average	Sensitivity to Change in Significant Unobservable Input
Unlisted Private Equity Investee Funds	\$ 12,246	Net Asset Value	Net Asset Value	\$ 12,246	N/A	The estimated fair value would increase (decrease) if the net asset value was higher (lower).

Significant unobservable inputs are developed as follows:

Net Asset Value:

Represents the net asset value of unlisted private equity investee funds. BCI management values these funds primarily based on the latest available financial information provided by their general partners.

The unlisted private equity 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 Fund's policy to categorize the investee as Level 3 within the fair value hierarchy.

RENEWABLE RESOURCES INVESTMENT FUND

Effects of Unobservable Input on Fair Value Measurement

The unlisted private equity investee funds are valued based on information received from external managers. 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 net assets attributable to holders of redeemable units would change if the fair value of underlying investments was adjusted by 10%.

	2020	2019
Favourable	\$ 517	\$ 1,225
Unfavourable	(517)	(1,225)

RENEWABLE RESOURCES INVESTMENT FUND

Involvement with Structured Entities

(Expressed in thousands of dollars, except number of investee funds)

The Fund holds interests in structured entities, both directly and indirectly (i.e. through intermediary holding corporations or limited partnerships, or both). 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. Structured entities have been set up to manage legal, tax and other risks that may arise in the course of administering the underlying investments.

Structured entities are comprised of investee funds administered by BCI which are organized as unit trusts; and investee funds administered by third party managers which are organized as limited partnerships. All of these investee funds have been 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 is 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 structured entities:

Entity	2020			2019		
	Number of Investee Funds	Total Net Assets of Investee Funds	Carrying amount included in Investments in the Statement of Financial Position	Number of Investee Funds	Total Net Assets of Investee Funds	Carrying amount included in Investments in the Statement of Financial Position
Investee money market funds administered by BCI	2	\$ 4,797,769	\$ 363	2	\$ 4,430,290	\$ 503
Unlisted private equity investee funds administered by third party managers	1	34,238	5,170	1	80,809	12,246

The carrying amount of the investments held in these underlying funds represents the Fund's maximum exposure to loss. During 2020 and 2019, the Fund did not provide financial support to these structured entities and has no intention of providing financial or other support.

2016 RENEWABLE RESOURCES FUND

Statement of Financial Position

(Expressed in thousands of dollars, except numbers of units)

As at December 31, 2020, with comparative information for 2019

Assets	NOTES	2020	2019
Interest receivable		\$ 236	\$ —
Investments		877,658	508,811
Total assets		877,894	508,811
Liabilities			
BCI cost recoveries payable	4	271	203
Other accounts payable		4	21
		275	224
Net assets attributable to holders of redeemable units		\$ 877,619	\$ 508,587
Number of redeemable units outstanding	5	485,259	285,876
Net assets attributable to holders of redeemable units per unit		\$ 1,809	\$ 1,779
<i>Uncertainties related to COVID-19</i>	<i>10</i>		
<i>Subsequent events</i>	<i>11</i>		

[S] Gordon J. Fyfe

Gordon J. Fyfe
Chief Executive Officer
Chief Investment Officer

2016 RENEWABLE RESOURCES FUND

Statement of Comprehensive Loss

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

Revenue	NOTES	2020	2019
Interest income		\$ 26,498	\$ 25,501
Dividend income		—	1,263
Foreign exchange loss		—	(186)
Change in fair value of investments:			
Net realized gain (loss)		1,138	(9)
Net change in unrealized appreciation		(6,864)	(53,824)
Total revenue		20,772	(27,255)
Expenses			
BCI cost recoveries	4	710	620
Administrative fees		42	50
Pursuit costs		1,553	—
Total operating expenses		2,305	670
Increase (decrease) in net assets attributable to holders of redeemable units from operations excluding distributions		18,467	(27,925)
Distributions to holders of redeemable units:			
From net investment income		(24,206)	(25,908)
From net realized gains on investments		(264)	—
		(24,470)	(25,908)
Decrease in net assets attributable to holders of redeemable units		\$ (6,003)	\$ (53,833)

2016 RENEWABLE RESOURCES FUND**Statement of Changes in Net Assets Attributable to Holders of Redeemable Units**

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

	2020	2019
Balance, beginning of year	\$ 508,587	\$ 550,812
Decrease in net assets attributable to holders of redeemable units	(6,003)	(53,833)
Redeemable unit transactions:		
Proceeds from units issued	410,531	725
Reinvestment of distributions	24,470	25,908
Amounts paid for units redeemed	(59,966)	(15,025)
Net increase from redeemable unit transactions	375,035	11,608
Balance, end of year	\$ 877,619	\$ 508,587

2016 RENEWABLE RESOURCES FUND**Statement of Cash Flows**

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

Operating activities	2020	2019
Decrease in net assets attributable to holders of redeemable units	\$ (6,003)	\$ (53,833)
Adjustments for:		
Foreign exchange loss	—	186
Interest income	(26,498)	(25,501)
Net realized (gain) loss from investments	(1,138)	9
Net change in unrealized appreciation of investments	6,864	53,824
Non cash distributions	24,470	25,908
Proceeds from sale of investments	59,341	13,762
Amounts paid for purchase of investments	(433,914)	(28,336)
BCI cost recoveries payable	68	37
Other accounts payable	(17)	10
Interest received	26,262	28,420
	(350,565)	14,486
Financing activities		
Proceeds from issuance of redeemable units	410,531	725
Payments on redemption of redeemable units	(59,966)	(15,025)
	350,565	(14,300)
Net increase in cash	—	186
Effect of exchange rate changes on cash	—	(186)
Cash, beginning and end of year	\$ —	\$ —

2016 RENEWABLE RESOURCES FUND**Schedule of Investments**

(Expressed in thousands of dollars)

As at December 31, 2020, with comparative information for 2019

	2020		2019	
	Fair Value	Cost	Fair Value	Cost
Private Equity Investments ¹	\$ 877,658	\$ 773,346	\$ 508,801	\$ 397,625
Money Market Investments				
Units in BCI Pooled Investment Portfolio Fund ST1	—	—	10	10
Total Investments	\$ 877,658	\$ 773,346	\$ 508,811	\$ 397,635

¹ The private equity investments are held through private corporations.

2016 RENEWABLE RESOURCES FUND

Financial Risk Management Discussion

(Expressed in thousands of dollars)

The investment objectives, eligible investments and general information on the financial risks related to the Infrastructure & Renewable Resources Program are described in note 7 of the financial statements. The information contained in this Financial Risk Management Discussion pertains specifically to the 2016 Renewable Resources Fund.

The Fund owns one private equity investment. The investment is a U.S. based company with interests in multiple food and agriculture focused businesses that are leaders in their respective industries.

The Fund holds its private equity investments through a limited partnership and a corporation, or directly by the Fund. The Fund and its investments in a limited partnership and corporations hold the following net assets:

	2020		2019	
	Total	% of Total	Total	% of Total
Net investment-related payables	\$ (235)	— %	\$ —	— %
Direct private equity investments	877,859	100.0	508,338	99.9
BCI money market funds	34	—	463	0.1
Total	\$ 877,658	100.0 %	\$ 508,801	100.0 %

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 underlying investments held by the Fund 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. The Fund's debt investments are not subject to credit risk as any decrease in fair value would result in an offsetting change in value of the related equity investment.

Liquidity Risk

The Fund's financial assets include direct private equity investments, which are generally illiquid. As a result, the Fund may not be able to liquidate some of its investments in these instruments in due time to meet its obligations when they become due. However, 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 liabilities are due within three months of the year-end of the Fund.

Interest Rate Risk

The value of the combined debt and equity investments is calculated based on enterprise values of the private companies and the value is then allocated to the debt and equity investments. Any change in market value of the debt investments due to fluctuations in interest rates would result in an offsetting change in value of the related equity investment. Accordingly, sensitivity analysis that would measure the impact of changes in interest rates would not be meaningful and has not been provided.

As at December 31, 2020 and 2019, the Fund had no other assets or liabilities which change in value as a result of changes in interest rates.

2016 RENEWABLE RESOURCES FUND

Currency Risk

The Fund holds net financial assets denominated in U.S. currency, totalling \$877,894 CAD which represents 100.0% of the net asset value of the Fund (2019 - \$508,793 CAD which represented 100.0% of the net asset value of the Fund). As at December 31, 2020, if the Canadian dollar had strengthened/weakened by 1% in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased, by \$8,779 (2019 - 5,088), representing 1.0% of the Fund's net assets (2019 - 1.0%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

In addition to the currency exposures set out above, the Fund may have additional indirect exposure to currency risk through its investments in underlying unlisted private equity 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.

Other Price Risk

The fair value of the Fund fluctuates in response to global demand and economic growth, the regulatory environment or changes among other factors. Accordingly, sensitivity analysis that would measure the impact to changes in the general level of market prices has not been provided as BCI does not believe this information would be meaningful.

As at December 31, 2020, had the fair value of the investments increased or decreased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units would have increased or decreased by approximately \$87,766 (2019 - \$50,881), representing 10.0% of the Fund's net assets attributable to holders of redeemable units (2019 - 10.0%).

In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

2016 RENEWABLE RESOURCES FUND

Fair Value Measurement Discussion

(Expressed in thousands of dollars)

Fair Value Hierarchy

As described in note 8 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.

As at December 31, all fair value measurements noted in the tables below are recurring.

	2020				2019			
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Level 3 (Significant Unobservable Inputs)	Total	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Level 3 (Significant Unobservable Inputs)	Total
Net investment-related payables	\$ —	\$ (235)	\$ —	\$ (235)	\$ —	\$ —	\$ —	\$ —
Direct private equity investments	—	—	877,859	877,859	—	—	508,338	508,338
BCI money market funds	34	—	—	34	473	—	—	473
Total investments	\$ 34	\$ (235)	\$ 877,859	\$ 877,658	\$ 473	\$ —	\$ 508,338	\$ 508,811

During 2020 and 2019, there were no significant transfers between Level 1 and Level 2.

The carrying amount of the Fund's net assets attributable to holders of 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.

	2020		2019	
	Direct Equity Investments	Private Equity Investments	Direct Equity Investments	Private Equity Investments
Opening balance, beginning of year	\$ —	\$ 508,338	\$ —	\$ 546,392
Total gains (losses) recognized in profit or loss	—	19,742	—	(38,054)
Purchases	—	349,779	—	—
Closing balance, end of year	\$ —	\$ 877,859	\$ —	\$ 508,338
Total unrealized gains (losses) for the year included in profit or loss related to level 3 investments held at the reporting date	\$ —	\$ 19,742	\$ —	\$ (38,054)

During 2020 and 2019, there were no significant transfers into or out of Level 3.

Significant Unobservable Inputs Used in Measuring Fair Value

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

2016 RENEWABLE RESOURCES FUND

2020

	Fair Value	Valuation Technique	Unobservable Input	Amount/Range	Weighted Average	Sensitivity to Change in Significant Unobservable Input
Direct Private Equity Investments	\$ 877,859	Discounted Cash Flows	Discount rate	8.1%	N/A	The estimated fair value would increase (decrease) if the discount rate was lower (higher).

2019

	Fair Value	Valuation Technique	Unobservable Input	Amount/Range	Weighted Average	Sensitivity to Change in Significant Unobservable Input
Direct Private Equity Investments	\$ 508,338	Discounted Cash Flows	Discount rate	8.3%	N/A	The estimated fair value would increase (decrease) if the discount rate was lower (higher).

Significant unobservable inputs are developed as follows:

Discount Rate:

Represents the discount rate applied to the projected future cash flows of each investment. Discount rates and projected cash flows are based on various investment-specific and macroeconomic inputs and assumptions. Discount rates are adjusted to reflect the risk inherent in the projected cash flows.

Effects of Unobservable Input on Fair Value Measurement

For certain direct private equity investments, BCI 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 net assets attributable to holders of redeemable units would change if the fair value of underlying investments was adjusted by 10%.

	2020	2019
Favourable	\$ 87,786	\$ 50,834
Unfavourable	(87,786)	(50,834)

2016 RENEWABLE RESOURCES FUND

Involvement with Structured Entities

(Expressed in thousands of dollars, except number of investee funds)

The Fund holds interests in structured entities, both directly and indirectly (i.e. through intermediary holding corporations or limited partnerships, or both). 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. Structured entities have been set up to manage legal, tax and other risks that may arise in the course of administering the underlying investments.

Structured entities are comprised of investee funds administered by BCI which are organized as unit trusts; and investee funds administered by third party managers which are organized as limited partnerships. All of these investee funds have been 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 is 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 structured entities:

Entity	2020			2019		
	Number of Investee Funds	Total Net Assets of Investee Funds	Carrying amount included in Investments in the Statement of Financial Position	Number of Investee Funds	Total Net Assets of Investee Funds	Carrying amount included in Investments in the Statement of Financial Position
Investee money market funds administered by BCI	1	\$ 994,347	\$ 34	2	\$ 1,830,990	\$ 473

The carrying amount of the investments held in these underlying funds represents the Fund's maximum exposure to loss. During 2020 and 2019, the Fund did not provide financial support to these structured entities and has no intention of providing financial or other support.

RENEWABLE RESOURCES INVESTMENT 2 FUND**Statement of Financial Position**

(Expressed in thousands of dollars, except numbers of units)

As at December 31, 2020, with comparative information for 2019

Assets	NOTES	2020	2019
Investments		\$ 200,954	\$ 167,696
Total assets		200,954	167,696
Liabilities			
BCI cost recoveries payable	4	419	434
Other accounts payable		13	72
		432	506
Net assets attributable to holders of redeemable units			
		\$ 200,522	\$ 167,190
Number of redeemable units outstanding	5	172,963	155,983
Net assets attributable to holders of redeemable units per unit			
		\$ 1,159	\$ 1,072
<i>Unfunded committed capital</i>	6		
<i>Uncertainties related to COVID-19</i>	10		
<i>Subsequent events</i>	11		

[S] Gordon J. Fyfe

Gordon J. Fyfe

Chief Executive Officer

Chief Investment Officer

RENEWABLE RESOURCES INVESTMENT 2 FUND**Statement of Comprehensive Income (Loss)**

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

Revenue	NOTES	2020	2019
Change in fair value of investments:			
Net realized gain		\$ 610	\$ 1,218
Net change in unrealized appreciation		16,630	(7,345)
Total revenue		17,240	(6,127)
Expenses			
BCI cost recoveries	4	2,259	2,024
Administrative fees		31	43
Pursuit costs		682	189
Total operating expenses		2,972	2,256
Increase (decrease) in net assets attributable to holders of redeemable units		\$ 14,268	\$ (8,383)

RENEWABLE RESOURCES INVESTMENT 2 FUND**Statement of Changes in Net Assets Attributable to Holders of Redeemable Units**

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

	2020	2019
Balance, beginning of year	\$ 167,190	\$ 190,368
Increase (decrease) in net assets attributable to holders of redeemable units	14,268	(8,383)
Redeemable unit transactions:		
Proceeds from units issued	22,404	1,958
Amounts paid for units redeemed	(3,340)	(16,753)
Net increase (decrease) from redeemable unit transactions	19,064	(14,795)
Balance, end of year	\$ 200,522	\$ 167,190

RENEWABLE RESOURCES INVESTMENT 2 FUND**Statement of Cash Flows**

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

Operating activities	2020	2019
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 14,268	\$ (8,383)
Adjustments for:		
Net realized gain from investments	(610)	(1,218)
Net change in unrealized appreciation of investments	(16,630)	7,345
Proceeds from sale of investments	3,493	16,854
Amounts paid for purchase of investments	(19,511)	(13)
BCI cost recoveries payable	(15)	149
Other accounts payable	(59)	61
	(19,064)	14,795
Financing activities		
Proceeds from issuance of redeemable units	22,404	1,958
Payments on redemption of redeemable units	(3,340)	(16,753)
	19,064	(14,795)
Net changes in cash	—	—
Cash, beginning and end of year	\$ —	\$ —

RENEWABLE RESOURCES INVESTMENT 2 FUND**Schedule of Investments**

(Expressed in thousands of dollars)

As at December 31, 2020, with comparative information for 2019

	2020		2019	
	Fair Value	Cost	Fair Value	Cost
Private Equity Investments ¹	\$ 200,954	\$ 156,590	\$ 167,686	\$ 139,952
Money Market Investments				
Units in BCI Pooled Investment Portfolio Fund ST1	—	—	10	10
Total Investments	\$ 200,954	\$ 156,590	\$ 167,696	\$ 139,962

¹ The private equity investments are held through a private corporation.

RENEWABLE RESOURCES INVESTMENT 2 FUND

Financial Risk Management Discussion

(Expressed in thousands of dollars)

The investment objectives, eligible investments and general information on the financial risks related to the Infrastructure & Renewable Resources Program are described in note 7 of the financial statements. The information contained in this Financial Risk Management Discussion pertains specifically to the Renewable Resources Investment 2 Fund.

The Fund holds its private equity investments through a corporation. The corporation holds the following net assets:

	2020		2019	
	Total	% of Total	Total	% of Total
Net investment-related payables	\$ —	— %	\$ (38)	— %
Unlisted private equity investee funds	15,819	7.9	(3,099)	(1.8)
Direct private equity investments	185,114	92.1	170,794	101.8
BCI money market funds	21	—	29	—
Total	\$ 200,954	100.0 %	\$ 167,686	100.0 %

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 underlying investments held by the Fund 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

The Fund's financial assets include direct private equity investments and unlisted private equity investee funds, which are generally illiquid. As a result, the Fund may not be able to liquidate some of its investments in these instruments in due time to meet its obligations when they become due. However, 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 liabilities are due within three months of the year-end of the Fund.

Interest Rate Risk

Substantially all of the Fund's financial assets and liabilities are non-interest bearing or have a short term to maturity. Accordingly, the Fund is not subject to significant amounts of risk due to fluctuations in the prevailing market interest rates.

RENEWABLE RESOURCES INVESTMENT 2 FUND

Currency Risk

The Fund holds net financial assets denominated in U.S. currency, totalling \$200,945 CAD which represents 100.2% of the net asset value of the Fund (2019 - \$167,707 CAD which represented 100.3% of the net asset value of the Fund).

The table above identifies currency exposure based on the currency in which the Fund's investments are 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 unlisted private equity 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, 2020, if the Canadian dollar had strengthened/weakened by 1% in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased, by \$2,009 (2019 - \$1,677), representing 1.0% of the Fund's net assets (2019 - 1.0%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

As at December 31, 2020, the Fund had additional exposure to currency risk through its future unfunded commitments in U.S. currency totalling \$94,160 (2019 - \$113,790). As at December 31, 2020, if the Canadian dollar had strengthened/weakened by 1% in relation to the foreign currency, holding all other variables constant, future unfunded commitments would have decreased/increased, respectively, by \$942 (2019 - \$1,138). 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 6 of the financial statements.

Other Price Risk

The net assets include a renewable resource investment and BCI money market funds. The renewable resource investment is in the forestry sector and concentrated in Uruguay.

The fair value of these investments fluctuates in response to specific investee developments, rather than from changes in the general level of market prices. Accordingly, sensitivity analysis that would measure the impact to changes in the general level of market prices has not been provided as BCI does not believe this information would be meaningful.

As at December 31, 2020, had the fair value of the investments increased or decreased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units would have increased or decreased by approximately \$20,095 (2019 - \$16,770), representing 10.0% of the Fund's net assets attributable to holders of redeemable units (2019 - 10.0%).

In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

RENEWABLE RESOURCES INVESTMENT 2 FUND

Fair Value Measurement Discussion

(Expressed in thousands of dollars)

Fair Value Hierarchy

As described in note 8 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.

As at December 31, all fair value measurements noted in the tables below are recurring.

	2020				2019			
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Level 3 (Significant Unobservable Inputs)	Total	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Level 3 (Significant Unobservable Inputs)	Total
Net investment-related payables	\$ —	\$ —	\$ —	\$ —	\$ —	\$ (38)	\$ —	\$ (38)
Unlisted private equity investee funds	—	—	15,819	15,819	—	—	(3,099)	(3,099)
Direct private equity investments	—	—	185,114	185,114	—	—	170,794	170,794
BCI money market funds	21	—	—	21	39	—	—	39
Total investments	\$ 21	\$ —	\$ 200,933	\$ 200,954	\$ 39	\$ (38)	\$ 167,695	\$ 167,696

During 2020 and 2019, there were no significant transfers between Level 1 and Level 2.

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

RENEWABLE RESOURCES INVESTMENT 2 FUND

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.

2020				
	Direct Private Equity Investments	Unlisted Private Equity Investee Funds		Total
Opening balance, beginning of year	\$ 170,794	\$ (3,099)	\$	167,695
Total gains recognized in profit or loss	17,497	148		17,645
Purchases	—	18,950		18,950
Sales	(3,177)	(180)		(3,357)
Closing balance, end of year	\$ 185,114	\$ 15,819	\$	200,933
Total unrealized gains for the year included in profit or loss related to level 3 investments held at the reporting date				
	\$ 17,109	\$ 147	\$	17,256

2019				
	Direct Private Equity Investments	Unlisted Private Equity Investee Funds		Total
Opening balance, beginning of year	\$ 173,782	\$ —	\$	173,782
Total losses recognized in profit or loss	(2,988)	(3,099)		(6,087)
Closing balance, end of year	\$ 170,794	\$ (3,099)	\$	167,695
Total unrealized losses for the year included in profit or loss related to level 3 investments held at the reporting date				
	\$ (2,988)	\$ (3,099)	\$	(6,087)

During 2020 and 2019, there were no significant transfers into or out of Level 3.

Significant Unobservable Inputs Used in Measuring Fair Value

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

2020							
	Fair Value	Valuation Technique	Unobservable Input	Amount/ Range	Weighted Average	Sensitivity to Change in Significant Unobservable Input	
Direct Private Equity Investments	\$ 185,114	Discounted Cash Flows	Discount rate		8.3%	N/A	The estimated fair value would increase (decrease) if the discount rate was lower (higher).
Unlisted Private Equity Investee Funds	\$ 15,819	Net Asset Value	Net Asset Value	\$ 15,819		N/A	The estimated fair value would increase (decrease) if the net asset value was higher (lower).
2019							
	Fair Value	Valuation Technique	Unobservable Input	Amount/ Range	Weighted Average	Sensitivity to Change in Significant Unobservable Input	
Direct Private Equity Investments	\$ 170,794	Discounted Cash Flows	Discount rate		8.2%	N/A	The estimated fair value would increase (decrease) if the discount rate was lower (higher).
Unlisted Private Equity Investee Funds	\$ (3,099)	Adjusted Net Asset Value	Adjusted Net Asset Value	\$ (3,099)		N/A	The estimated fair value would increase (decrease) if: - the net asset value was higher (lower); - the fair value adjustment was lower (higher).

RENEWABLE RESOURCES INVESTMENT 2 FUND

Significant unobservable inputs are developed as follows:

Net Asset Value:

Represents the net asset value of unlisted private equity investee funds. BCI management values these funds primarily based on the latest available financial information provided by their general partners.

The unlisted private equity 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 Fund's policy to categorize the investee as Level 3 within the fair value hierarchy.

Adjusted Net Asset Value:

Represents the adjusted net asset value of the unlisted private equity investee funds. BCI management values these funds primarily based on the latest available financial information provided by their general partners, adjusted based on judgment, on an investee by investee basis, through review of information received from underlying investees and other sources.

Discount Rate:

Represents the discount rate applied to the projected future cash flows of each investment. Discount rates and projected cash flows are based on various investment-specific and macroeconomic inputs and assumptions. Discount rates are adjusted to reflect the risk inherent in the projected cash flows.

Effects of Unobservable Input on Fair Value Measurement

For certain direct private equity investments, BCI 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.

The unlisted private equity investee funds are valued based on information received from external managers. 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 net assets attributable to holders of redeemable units would change if the fair value of underlying investments was adjusted by 10%.

	2020	2019
Favourable	\$ 20,093	\$ 16,769
Unfavourable	(20,093)	(16,769)

RENEWABLE RESOURCES INVESTMENT 2 FUND

Involvement with Structured Entities

(Expressed in thousands of dollars, except number of investee funds)

The Fund holds interests in structured entities, both directly and indirectly (i.e. through intermediary holding corporations or limited partnerships, or both). 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. Structured entities have been set up to manage legal, tax and other risks that may arise in the course of administering the underlying investments.

Structured entities are comprised of investee funds administered by BCI which are organized as unit trusts; and investee funds administered by third party managers which are organized as limited partnerships. All of these investee funds have been 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 is 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 structured entities:

Entity	2020			2019		
	Number of Investee Funds	Total Net Assets of Investee Funds	Carrying amount included in Investments in the Statement of Financial Position	Number of Investee Funds	Total Net Assets of Investee Funds	Carrying amount included in Investments in the Statement of Financial Position
Investee money market funds administered by BCI	2	\$ 2,904,346	\$ 21	2	\$ 1,830,990	\$ 39
Unlisted private equity investee funds administered by third party managers	1	82,299	15,819	1	(17,041)	(3,099)

The carrying amount of the investments held in these underlying funds represents the Fund's maximum exposure to loss. During 2020 and 2019, the Fund did not provide financial support to these structured entities and has no intention of providing financial or other support.

RENEWABLE RESOURCES INVESTMENT 2 FUND

Involvement with Subsidiaries and Associates

The Fund also holds, through intermediary holding corporations, the following investments in which it has a controlling position or a position where it could otherwise exert significant influence on the operations of the investee. The Fund measures these investments at fair value through profit or loss. The tables below set out interests held by the Fund in these unconsolidated subsidiaries and associates as at December 31:

2020

Entity	Nature and Purpose of Entity	Interests Held	Relationship	Principal Place of Business	County of Incorporation / Registration	Ownership Interest	Voting Rights
Ormond Investments S.L.	Forest Products	Limited partnership interest	Associate	Uruguay	Uruguay	29.3 %	29.3 %

2019

Entity	Nature and Purpose of Entity	Interests Held	Relationship	Principal Place of Business	County of Incorporation / Registration	Ownership Interest	Voting Rights
Ormond Investments S.L.	Forest Products	Limited partnership interest	Associate	Uruguay	Uruguay	29.3 %	29.3 %

During 2020 and 2019, the Fund did not provide financial support to subsidiaries or associates and has no intention of providing financial or other support. Furthermore, the subsidiaries and associates listed in the table above are not subject to any significant restrictions on their ability to transfer funds to the Fund.

IT INVESTMENT TRUST

Statement of Financial Position

(Expressed in thousands of dollars, except numbers of units)

As at December 31, 2020, with comparative information for 2019

Assets	NOTES	2020	2019
Investments		\$ 226,979	\$ 209,400
Total assets		226,979	209,400
Liabilities			
BCI cost recoveries payable	4	90	97
Other accounts payable		2	22
		92	119
Net assets attributable to holders of redeemable units			
		\$ 226,887	\$ 209,281
Number of redeemable units outstanding	5	106,446	107,138
Net assets attributable to holders of redeemable units per unit			
		\$ 2,131	\$ 1,953
<i>Uncertainties related to COVID-19</i>	<i>10</i>		
<i>Subsequent events</i>	<i>11</i>		

[S] Gordon J. Fyfe

Gordon J. Fyfe
Chief Executive Officer
Chief Investment Officer

IT INVESTMENT TRUST**Statement of Comprehensive Income (Loss)**

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

Revenue	NOTES	2020	2019
Interest income		\$ —	\$ 329
Change in fair value of investments:			
Net realized gain		586	—
Net change in unrealized appreciation		18,949	(11,014)
Total revenue		19,535	(10,685)
Expenses			
BCI cost recoveries	4	309	304
Administrative fees		30	48
Pursuit costs		—	100
Total operating expenses		339	452
Increase (decrease) in net assets attributable to holders of redeemable units		\$ 19,196	\$ (11,137)

IT INVESTMENT TRUST**Statement of Changes in Net Assets Attributable to Holders of Redeemable Units**

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

	2020	2019
Balance, beginning of year	\$ 209,281	\$ 220,330
Increase (decrease) in net assets attributable to holders of redeemable units	19,196	(11,137)
Redeemable unit transactions:		
Proceeds from units issued	366	590
Amounts paid for units redeemed	(1,956)	(502)
Net increase (decrease) from redeemable unit transactions	(1,590)	88
Balance, end of year	\$ 226,887	\$ 209,281

IT INVESTMENT TRUST

Statement of Cash Flows

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

Operating activities	2020	2019
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 19,196	\$ (11,137)
Adjustments for:		
Net realized gain from investments	(586)	—
Net change in unrealized appreciation of investments	(18,949)	11,014
Proceeds from sale of investments	16,307	508
Amounts paid for purchase of investments	(14,351)	(513)
BCI cost recoveries payable	(7)	29
Other accounts payable	(20)	11
	1,590	(88)
Financing activities		
Proceeds from issuance of redeemable units	366	590
Payments on redemption of redeemable units	(1,956)	(502)
	(1,590)	88
Net changes in cash	—	—
Cash, beginning and end of year	\$ —	\$ —

IT INVESTMENT TRUST

Schedule of Investments

(Expressed in thousands of dollars)

As at December 31, 2020, with comparative information for 2019

	2020		2019	
	Fair Value	Cost	Fair Value	Cost
Private Equity Investments ¹	\$ 223,527	\$ 91,349	\$ 205,866	\$ 92,699
Private Debt Investments ¹	3,452	3,558	3,513	3,558
Money Market Investments				
Units in BCI Pooled Investment Portfolio				
Fund ST2	—	—	10	10
Fund ST3	—	—	11	10
	—	—	21	20
Total Investments	\$ 226,979	\$ 94,907	\$ 209,400	\$ 96,277

¹ The private equity investments are held through an externally managed limited partnership. The private debt investments are directly held by the Fund.

IT INVESTMENT TRUST

Financial Risk Management Discussion

(Expressed in thousands of dollars)

The investment objectives, eligible investments and general information on the financial risks related to the Infrastructure & Renewable Resources Program are described in note 7 of the financial statements. The information contained in this Financial Risk Management Discussion pertains specifically to the IT Investment Trust.

IT Investment Trust (the Fund) directly owns a Canadian limited partnership which holds investments denominated in U.S. dollar. The principal business of the limited partnership is growing and harvesting timber in Coastal British Columbia. The limited partnership is also in real estate development and sales. The Fund's activities expose it to a variety of financial risks.

Credit Risk

The Fund's private debt investments are in closely held private companies. Due to the private nature of the debt, it is not subject to rating by a rating agency. The Fund's debt investments are not subject to credit risk as any decrease in fair value would result in an offsetting change in value of the related equity investment.

Liquidity Risk

The Fund's financial assets include direct private equity investments, which are generally illiquid. As a result, the Fund may not be able to liquidate some of its investments in these instruments in due time to meet its obligations when they become due. However, 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 liabilities are due within three months of the year-end of the Fund.

Interest Rate Risk

The value of the combined debt and equity investments is calculated based on enterprise values of the private companies and the value is then allocated to the debt and equity investments. Any change in market value of the debt investments due to fluctuations in interest rates would result in an offsetting change in value of the related equity investment. Accordingly, sensitivity analysis that would measure the impact of changes in interest rates would not be meaningful and has not been provided.

As at December 31, 2020 and 2019, the Fund had no other assets or liabilities which change in value as a result of changes in interest rates.

IT INVESTMENT TRUST

Currency Risk

The Fund holds net financial assets denominated in U.S. currency, totalling \$226,979 CAD which represents 100.0% of the net asset value of the Fund (2019 - \$209,390 CAD which represented 100.1% of the net asset value of the Fund).

As at December 31, 2020, if the Canadian dollar had strengthened/weakened by 1% in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased, by \$2,270 (2019 - \$2,094), representing 1.0% of the Fund's net assets (2019 -1.0%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

Other Price Risk

The fair value of the Fund fluctuates in response to global demand and economic growth, the regulatory environment or changes among other factors. Accordingly, sensitivity analysis that would measure the impact to changes in the general level of market prices has not been provided as BCI does not believe this information would be meaningful.

As at December 31, 2020, had the fair value of the investments increased or decreased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units would have increased or decreased by approximately \$22,698 (2019 - \$20,940), representing 10.0% of the Fund's net assets attributable to holders of redeemable units (2019 -10.0%).

In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

IT INVESTMENT TRUST

Fair Value Measurement Discussion

(Expressed in thousands of dollars)

Fair Value Hierarchy

As described in note 8 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.

As at December 31, all fair value measurements noted in the tables below are recurring.

	2020				2019			
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Level 3 (Significant Unobservable Inputs)	Total	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Level 3 (Significant Unobservable Inputs)	Total
Direct private debt investments	\$ —	\$ —	\$ 3,452	\$ 3,452	\$ —	\$ —	\$ 3,513	\$ 3,513
Direct private equity investments	—	—	223,527	223,527	—	—	205,866	205,866
BCI money market funds	—	—	—	—	21	—	—	21
Total investments	\$ —	\$ —	\$ 226,979	\$ 226,979	\$ 21	\$ —	\$ 209,379	\$ 209,400

During 2020 and 2019, there were no significant transfers between Level 1 and Level 2.

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

IT INVESTMENT TRUST

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.

2020					
	Direct Private Equity Investments		Direct Private Debt Investments		Total
Opening balance, beginning of year	\$	205,866	\$	3,513	\$ 209,379
Total gains (losses) recognized in profit or loss		19,596		(61)	19,535
Sales		(1,935)		—	(1,935)
Closing balance, end of year	\$	223,527	\$	3,452	\$ 226,979
Total unrealized gains (losses) for the year included in profit or loss related to level 3 investments held at the reporting date					
	\$	18,723	\$	(61)	\$ 18,662

2019					
	Direct Private Equity Investments		Direct Private Debt Investments		Total
Opening balance, beginning of year	\$	216,693	\$	3,700	\$ 220,393
Total losses recognized in profit or loss		(10,827)		(187)	(11,014)
Closing balance, end of year	\$	205,866	\$	3,513	\$ 209,379
Total unrealized losses for the year included in profit or loss related to level 3 investments held at the reporting date					
	\$	(10,827)	\$	(187)	\$ (11,014)

During 2020 and 2019, there were no significant transfers into or out of Level 3.

Significant Unobservable Inputs Used in Measuring Fair Value

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

2020						
	Fair Value	Valuation Technique	Unobservable Input	Amount/ Range	Weighted Average	Sensitivity to Change in Significant Unobservable Input
Direct Private Equity Investments	\$ 223,527	Discounted Cash Flows	Discount rate		5.9%	N/A The estimated fair value would increase (decrease) if the discount rate was lower (higher).
Direct Private Debt Investments	\$ 3,452	Discounted Cash Flows	Discount rate		5.9%	N/A The estimated fair value would increase (decrease) if the discount rate was lower (higher).

2019						
	Fair Value	Valuation Technique	Unobservable Input	Amount/ Range	Weighted Average	Sensitivity to Change in Significant Unobservable Input
Direct Private Equity Investments	\$ 205,866	Discounted Cash Flows	Discount rate		5.8%	N/A The estimated fair value would increase (decrease) if the discount rate was lower (higher).
Direct Private Debt Investments	\$ 3,513	Discounted Cash Flows	Discount rate		0.01%	N/A The estimated fair value would increase (decrease) if the discount rate was lower (higher).

IT INVESTMENT TRUST

Significant unobservable inputs are developed as follows:

Discount Rate:

Represents the discount rate applied to the projected future cash flows of each investment. Discount rates and projected cash flows are based on various investment-specific and macroeconomic inputs and assumptions. Discount rates are adjusted to reflect the risk inherent in the projected cash flows.

Effects of Unobservable Input on Fair Value Measurement

For certain direct private equity and direct private debt investments, BCI 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 net assets attributable to holders of redeemable units would change if the valuations of certain direct private equity and direct private debt investments were calculated by recalibrating the model values using unobservable inputs based on the upper and lower threshold of the respective investment's range of possible estimates.

	2020	2019
Favourable	\$ 14,071	\$ 20,938
Unfavourable	(14,169)	(20,938)

IT INVESTMENT TRUST

Involvement with Structured Entities

(Expressed in thousands of dollars, except number of investee funds)

The Fund holds interests in structured entities, both directly and indirectly (i.e. through intermediary holding corporations or limited partnerships, or both). 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. Structured entities have been set up to manage legal, tax and other risks that may arise in the course of administering the underlying investments.

Structured entities are comprised of investee funds administered by BCI which are organized as unit trusts; and investee funds administered by third party managers which are organized as limited partnerships. All of these investee funds have been 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 is 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 structured entities:

Entity	2020			2019		
	Number of Investee Funds	Total Net Assets of Investee Funds	Carrying amount included in Investments in the Statement of Financial Position	Number of Investee Funds	Total Net Assets of Investee Funds	Carrying amount included in Investments in the Statement of Financial Position
Investee money market funds administered by BCI	—	\$ —	\$ —	2	\$ 4,430,290	\$ 21

The carrying amount of the investments held in these underlying funds represents the Fund's maximum exposure to loss. During 2020 and 2019, the Fund did not provide financial support to these structured entities and has no intention of providing financial or other support.

IT INVESTMENT TRUST

Involvement with Subsidiaries and Associates

The Fund also holds, through intermediary holding corporations, the following investments in which it has a controlling position or a position where it could otherwise exert significant influence on the operations of the investee. The Fund measures these investments at fair value through profit or loss. The tables below set out interests held by the Fund in these unconsolidated subsidiaries and associates as at December 31:

2020

Entity	Nature and Purpose of Entity	Interests Held	Relationship	Principal Place of Business	County of Incorporation / Registration	Ownership Interest	Voting Rights
Island Timberlands Limited Partnership	Forest Products	Limited partnership interest	Associate	Canada	Canada	19.4 %	19.4 %

2019

Entity	Nature and Purpose of Entity	Interests Held	Relationship	Principal Place of Business	County of Incorporation / Registration	Ownership Interest	Voting Rights
Island Timberlands Limited Partnership	Forest Products	Limited partnership interest	Associate	Canada	Canada	19.4 %	19.4 %

During 2020 and 2019, the Fund did not provide financial support to subsidiaries or associates and has no intention of providing financial or other support. Furthermore, the subsidiaries and associates listed in the table above are not subject to any significant restrictions on their ability to transfer funds to the Fund.

RENEWABLE RESOURCES AGRICULTURAL FUND**Statement of Financial Position**

(Expressed in thousands of dollars, except numbers of units)

As at December 31, 2020, with comparative information for 2019

Assets	NOTES	2020	2019
Investments		\$ 120,671	\$ 116,038
Total assets		120,671	116,038
Liabilities			
BCI cost recoveries payable	4	84	90
Other accounts payable		2	21
		86	111
Net assets attributable to holders of redeemable units		\$ 120,585	\$ 115,927
Number of redeemable units outstanding	5	79,573	80,411
Net assets attributable to holders of redeemable units per unit		\$ 1,515	\$ 1,442
<i>Unfunded committed capital</i>	6		
<i>Uncertainties related to COVID-19</i>	10		
<i>Subsequent events</i>	11		

[S] Gordon J. Fyfe

 Gordon J. Fyfe
 Chief Executive Officer
 Chief Investment Officer

RENEWABLE RESOURCES AGRICULTURAL FUND**Statement of Comprehensive Income**

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

Revenue	NOTES	2020	2019
Change in fair value of investments:			
Net realized gain		\$ 471	\$ 874
Net change in unrealized appreciation		5,634	2,896
Total revenue		6,105	3,770
Expenses			
BCI cost recoveries	4	220	223
Administrative fees		15	45
Total operating expenses		235	268
Increase in net assets attributable to holders of redeemable units		\$ 5,870	\$ 3,502

RENEWABLE RESOURCES AGRICULTURAL FUND**Statement of Changes in Net Assets Attributable to Holders of Redeemable Units**

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

	2020	2019
Balance, beginning of year	\$ 115,927	\$ 115,932
Increase in net assets attributable to holders of redeemable units	5,870	3,502
Redeemable unit transactions:		
Proceeds from units issued	261	238
Amounts paid for units redeemed	(1,473)	(3,745)
Net decrease from redeemable unit transactions	(1,212)	(3,507)
Balance, end of year	\$ 120,585	\$ 115,927

RENEWABLE RESOURCES AGRICULTURAL FUND**Statement of Cash Flows**

(Expressed in thousands of dollars)

Year ended December 31, 2020, with comparative information for 2019

Operating activities	2020	2019
Increase in net assets attributable to holders of redeemable units	\$ 5,870	\$ 3,502
Adjustments for:		
Net realized gain from investments	(471)	(874)
Net change in unrealized appreciation of investments	(5,634)	(2,896)
Proceeds from sale of investments	1,492	3,745
Amounts paid for purchase of investments	(20)	(5)
BCI cost recoveries payable	(6)	18
Other accounts payable	(19)	17
	1,212	3,507
Financing activities		
Proceeds from issuance of redeemable units	261	238
Payments on redemption of redeemable units	(1,473)	(3,745)
	(1,212)	(3,507)
Net changes in cash	—	—
Cash, beginning and end of year	\$ —	\$ —

RENEWABLE RESOURCES AGRICULTURAL FUND**Schedule of Investments**

(Expressed in thousands of dollars)

As at December 31, 2020, with comparative information for 2019

	2020		2019	
	Fair Value	Cost	Fair Value	Cost
Private Equity Investments ¹	\$ 120,671	\$ 77,779	\$ 116,028	\$ 78,769
Money Market Investments				
Units in BCI Pooled Investment Portfolio Fund ST2	—	—	10	11
Total Investments	\$ 120,671	\$ 77,779	\$ 116,038	\$ 78,780

¹ The private equity investments are held through a private corporation.

RENEWABLE RESOURCES AGRICULTURAL FUND

Financial Risk Management Discussion

(Expressed in thousands of dollars)

The investment objectives, eligible investments and general information on the financial risks related to the Infrastructure & Renewable Resources Program are described in note 7 of the financial statements. The information contained in this Financial Risk Management Discussion pertains specifically to the Renewable Resources Agricultural Fund.

The Fund holds its private equity investments through a corporation. The corporation holds the following net assets:

	2020		2019	
	Total	% of Total	Total	% of Total
Unlisted private equity investee funds	\$ 120,662	100.0 %	\$ 116,019	100.0 %
BCI money market funds	9	—	9	—
Total	\$ 120,671	100.0 %	\$ 116,028	100.0 %

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 underlying investments held by the Fund 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

The Fund's financial assets include unlisted private equity investments, which are generally illiquid. As a result, the Fund may not be able to liquidate some of its investments in these instruments in due time to meet its obligations when they become due. However, 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 liabilities are due within three months of the year-end of the Fund.

Interest Rate Risk

Substantially all of the Fund's financial assets and liabilities are non-interest bearing or have a short term to maturity. Accordingly, the Fund is not subject to significant amounts of risk due to fluctuations in the prevailing market interest rates.

RENEWABLE RESOURCES AGRICULTURAL FUND

Currency Risk

The Fund is not exposed to significant currency risk since the Fund's assets and liabilities are denominated in Canadian dollars.

Other Price Risk

The fair value of these investments fluctuates in response to specific investee developments, rather than from changes in the general level of market prices. Accordingly, sensitivity analysis that would measure the impact to changes in the general level of market prices has not been provided as BCI does not believe this information would be meaningful.

As at December 31, 2020, had the fair value of the investments increased or decreased by 10%, with all other variables held constant, net assets attributable to holders of redeemable units would have increased or decreased by approximately \$12,067 (2019 - \$11,604), representing 10.0% of the Fund's net assets attributable to holders of redeemable units (2019 - 10.0%).

In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

RENEWABLE RESOURCES AGRICULTURAL FUND

Fair Value Measurement Discussion

(Expressed in thousands of dollars)

Fair Value Hierarchy

As described in note 8 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.

As at December 31, all fair value measurements noted in the tables below are recurring.

	2020				2019			
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Level 3 (Significant Unobservable Inputs)	Total	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Level 3 (Significant Unobservable Inputs)	Total
Unlisted private equity investee funds	\$ —	\$ —	\$ 120,662	\$ 120,662	\$ —	\$ —	\$ 116,019	\$ 116,019
BCI money market funds	9	—	—	9	19	—	—	19
Total investments	\$ 9	\$ —	\$ 120,662	\$ 120,671	\$ 19	\$ —	\$ 116,019	\$ 116,038

During 2020 and 2019, there were no significant transfers between Level 1 and Level 2.

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

RENEWABLE RESOURCES AGRICULTURAL FUND

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.

	2020		2019	
	Unlisted Private Equity Investee Funds	Private Equity Investee Funds	Unlisted Private Equity Investee Funds	Private Equity Investee Funds
Opening balance, beginning of year	\$	116,019	\$	115,994
Total gains recognized in profit or loss		6,109		25
Sales		(1,466)		—
Closing balance, end of year	\$	120,662	\$	116,019
Total unrealized gains for the year included in profit or loss related to level 3 investments held at the reporting date	\$	6,109	\$	25

During 2020 and 2019, there were no significant transfers into or out of Level 3.

Significant Unobservable Inputs Used in Measuring Fair Value

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

2020						
	Fair Value	Valuation Technique	Unobservable Input	Amount/Range	Weighted Average	Sensitivity to Change in Significant Unobservable Input
Unlisted Private Equity Investee Funds	\$ 120,662	Net Asset Value	Net Asset Value	\$ 120,662	N/A	The estimated fair value would increase (decrease) if the net asset value was higher (lower).

2019						
	Fair Value	Valuation Technique	Unobservable Input	Amount/Range	Weighted Average	Sensitivity to Change in Significant Unobservable Input
Unlisted Private Equity Investee Funds	\$ 116,019	Net Asset Value	Net Asset Value	\$ 116,019	N/A	The estimated fair value would increase (decrease) if the net asset value was higher (lower).

RENEWABLE RESOURCES AGRICULTURAL FUND

Net Asset Value:

Represents the net asset value of unlisted private equity investee funds. BCI management values these funds primarily based on the latest available financial information provided by their general partners.

The unlisted private equity 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 Fund's policy to categorize the investee as Level 3 within the fair value hierarchy.

Effects of Unobservable Input on Fair Value Measurement

The unlisted private equity investee funds are valued based on information received from external managers. 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 net assets attributable to holders of redeemable units would change if the fair value of underlying investments was adjusted by 10%.

		2020		2019
Favourable	\$	12,066	\$	11,602
Unfavourable		(12,066)		(11,602)

RENEWABLE RESOURCES AGRICULTURAL FUND

Involvement with Structured Entities

(Expressed in thousands of dollars, except number of investee funds)

The Fund holds interests in structured entities, both directly and indirectly (i.e. through intermediary holding corporations or limited partnerships, or both). 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. Structured entities have been set up to manage legal, tax and other risks that may arise in the course of administering the underlying investments.

Structured entities are comprised of investee funds administered by BCI which are organized as unit trusts; and investee funds administered by third party managers which are organized as limited partnerships. All of these investee funds have been 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 is 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 structured entities:

Entity	2020			2019		
	Number of Investee Funds	Total Net Assets of Investee Funds	Carrying amount included in Investments in the Statement of Financial Position	Number of Investee Funds	Total Net Assets of Investee Funds	Carrying amount included in Investments in the Statement of Financial Position
Investee money market funds administered by BCI	1	\$ 3,803,422	\$ 9	1	\$ 3,725,877	\$ 19
Unlisted private equity investee funds administered by third party managers	1	370,503	120,662	1	356,247	116,019

The carrying amount of the investments held in these underlying funds represents the Fund's maximum exposure to loss. During 2020 and 2019, the Fund did not provide financial support to these structured entities and has no intention of providing financial or other support.

RENEWABLE RESOURCES AGRICULTURAL FUND

Involvement with Subsidiaries and Associates

The Fund also holds, through intermediary holding corporations, the following investments in which it has a controlling position or a position where it could otherwise exert significant influence on the operations of the investee. The Fund measures these investments at fair value through profit or loss. The tables below set out interests held by the Fund in these unconsolidated subsidiaries and associates as at December 31:

2020

Entity	Nature and Purpose of Entity	Interests Held	Relationship	Principal Place of Business	County of Incorporation / Registration	Ownership Interest	Voting Rights
Bonnefield Canadian Farmland LP	Own and lease farmland	Limited partnership interest	Associate	Canada	Canada	32.6 %	32.6 %

2019

Entity	Nature and Purpose of Entity	Interests Held	Relationship	Principal Place of Business	County of Incorporation / Registration	Ownership Interest	Voting Rights
Bonnefield Canadian Farmland LP	Own and lease farmland	Limited partnership interest	Associate	Canada	Canada	32.6 %	32.6 %

During 2020 and 2019, the Fund did not provide financial support to subsidiaries or associates and has no intention of providing financial or other support. Furthermore, the subsidiaries and associates listed in the table above are not subject to any significant restrictions on their ability to transfer funds to the Fund.

1. THE PORTFOLIOS

British Columbia Investment Management Corporation ("BCI") 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 BCI's registered office is at 750 Pandora Avenue, Victoria, British Columbia, Canada. These financial statements have been prepared by BCI and are the responsibility of BCI management.

Under the *Public Sector Pension Plans Act* and the *Pooled Investment Portfolios Regulation*, B.C. Reg. 447/99 (the "Regulations"), BCI 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 BCI and invested by the Chief Investment Officer ("CIO") of BCI.

The Funds were established on the following dates:

Pooled Investment Portfolios	Dates Established
Strategic Inv 100 Foreign PP Fund	December 23, 2004
Bolsena (Australia) Fund	December 24, 2015
Bolsena (Australia B) Fund*	December 4, 2020
Strategic Infrastructure Investment Fund 3	June 5, 2018
2020 Infrastructure Offering Fund*	March 17, 2020
Renewable Resources Investment Fund	May 19, 2005
2016 Renewable Resources Fund	June 3, 2015
Renewable Resources Investment 2 Fund	August 31, 2016
IT Investment Trust	December 9, 2013
Renewable Resources Agricultural Fund	January 29, 2014

*As this Fund was established in 2020, no comparative figures have been presented in the respective financial statements.

Bolsena (Australia) Fund was previously known as Strategic Infrastructure Investment Fund 2 (Foreign).

2. BASIS OF PRESENTATION

(a) Statement of compliance

These financial statements have been prepared in compliance with International Financial Reporting Standards ("IFRS"). These financial statements were authorized for issue by the Chief Executive Officer / Chief Investment Officer on July 12, 2021.

(b) Accounting for investments

The Funds qualify as investment entities as they meet the following definition of an investment entity outlined in IFRS 10, *Consolidated Financial Statements (IFRS 10)*:

- Obtains funds from one or more investors for the purpose of providing those investor(s) with investment management services.
- Commits to its investor(s) that its business purpose is to invest funds solely for returns from capital appreciation, investment income, or both.
- Measures and evaluates the performance of substantially all of its investments on a fair value basis.

(c) Basis of measurement

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

(d) Functional and presentation currency

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

(e) 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, revenue and expenses. In determining the fair value of some of its investments, BCI 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 8. 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: amortized cost, fair value through other comprehensive income ("FVOCI") or fair value through profit or loss ("FVTPL"). 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 FVTPL in which case transaction costs are expensed as incurred.

Financial assets and financial liabilities 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. The Funds derecognize a financial liability when its contractual obligations are discharged, cancelled or expired.

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.

A financial asset is measured at amortized cost if it meets both of the following conditions:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A financial asset is measured at FVOCI if it meets both of the following conditions:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows and sell financial assets; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

All financial assets not classified as measured at amortized cost or FVOCI as described above are measured at FVTPL. On initial recognition the Funds irrevocably elect to measure financial assets that otherwise meet the requirements to be measured at amortized cost or at FVOCI as at FVTPL when doing so results in more relevant information.

Financial assets are not reclassified subsequent to their initial recognition, unless the Funds change their business models for managing financial assets, in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the business model.

The Funds have not classified any of its financial assets as FVOCI.

A financial liability is generally measured at amortized cost, with exceptions that may allow for classification as FVTPL. These exceptions include financial liabilities that are mandatorily measured at fair value through profit or loss, such as derivative financial liabilities. On initial recognition the Funds irrevocably designate a financial liability as measured at FVTPL when doing so results in more relevant information.

(ii) Fair value through profit or loss

Financial instruments classified as 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' investments and redeemable units are classified 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) are based on quoted market prices at the close of trading on the reporting date. 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 non-publicly traded derivative financial 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 others 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 BCI, be inaccurate, unreliable or not readily available, the fair value is estimated on the basis of the most recently reported information of a similar financial asset or liability.

(iii) Amortized cost

Financial assets and liabilities classified as amortized cost are recognized initially at fair value plus any directly attributable transaction costs. Subsequent measurement is at amortized cost using the effective interest method, less any impairment losses. The Funds classify cash, interest receivable, other accounts payable, and BCI cost recoveries payable, as amortized cost.

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.

(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 Regulations, 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 BCI.

(c) Issue and redemption of units

Participation in each Fund is expressed in units. The initial value of a unit 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. All of the Funds were fixed participation throughout the year where proportionate interest is determined when a Fund is first established, and, as a general rule, there is no ability for participating unitholders to increase or reduce their share of ownership.

(d) Foreign exchange

These financial statements 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) Revenue 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 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.

(g) New standards and interpretations not yet adopted

A number of new standards, amendments to standards and interpretations as listed below are not yet effective for the year ended December 31, 2020, and have not been applied in preparing these financial statements. None of these are expected to have a significant effect on the financial statements of the Funds.

Effective on January 1, 2021:

- Amendments to References to Conceptual Framework in IFRS Standards
- Definition of a Business (Amendments to IFRS 3)
- Definition of Material (Amendments to IAS 1 and IAS 8)

Effective on January 1, 2023:

- IFRS 17 Insurance Contracts

4. RELATED PARTY TRANSACTIONS

Third party costs that are attributable to a specific Fund are charged to that Fund. Other costs initially borne by BCI are recovered from the various Funds on a cost recovery basis. BCI cost recoveries and corresponding payable are disclosed in each Fund's Statement of Comprehensive Income and Statement of Financial Position, respectively.

Where one Fund invests in another Fund, the unit issuances and redemptions are transacted on a basis equivalent to those in an arm's length transaction.

Asset transfer between BCI Funds

As part of a restructuring of the Infrastructure & Renewable Resources Program to an 'evergreen' open participation program, on December 28, 2020, Bolsena (Australia) Fund transferred an investment with a carrying value of \$2,425,026, which approximated fair value, to Bolsena (Australia B) Fund. No consideration was provided by Bolsena (Australia B) Fund to Bolsena (Australia) Fund for the asset transfer. In substance, the unitholders of Bolsena (Australia) Fund redeemed units for payment in-kind, and then contributed the same assets to Bolsena (Australia B) Fund for units issued.

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. BCI 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 period ended December 31:

	STRATEGIC INV 100 FOREIGN PP FUND		BOLSENA (AUSTRALIA) FUND		BOLSENA (AUSTRALIA B) FUND	
	2020	2019	2020	2019	2020	2019
Outstanding, beginning of period	3,097.707	3,016.835	2,521.487	2,431.104	—	—
Issued for cash	11.607	80.872	40.974	90.383	2,200.293	—
Issued on reinvestment of distributions	—	—	—	—	—	—
Consolidation of units	—	—	—	—	—	—
Redeemed	(0.003)	—	(2,149.879)	—	(0.010)	—
Outstanding, end of period	3,109.311	3,097.707	412.582	2,521.487	2,200.283	—
	STRATEGIC INFRASTRUCTURE INVESTMENT FUND 3		2020 INFRASTRUCTURE OFFERING FUND		RENEWABLE RESOURCES INVESTMENT FUND	
	2020	2019	2020	2019	2020	2019
Outstanding, beginning of period	1,247.441	562.093	—	—	15.982	15.982
Issued for cash	499.954	690.925	281.918	—	—	—
Issued on reinvestment of distributions	—	—	0.689	—	—	—
Consolidation of units	—	—	(0.689)	—	—	—
Redeemed	(14.934)	(5.577)	(53.000)	—	—	—
Outstanding, end of period	1,732.461	1,247.441	228.918	—	15.982	15.982
	2016 RENEWABLE RESOURCES FUND		RENEWABLE RESOURCES INVESTMENT 2 FUND		IT INVESTMENT TRUST	
	2020	2019	2020	2019	2020	2019
Outstanding, beginning of period	285.876	293.727	155.983	171.274	107.138	107.083
Issued for cash	233.700	0.405	19.998	1.839	0.175	0.298
Issued on reinvestment of distributions	13.640	14.661	—	—	—	—
Consolidation of units	(13.640)	(14.661)	—	—	—	—
Redeemed	(34.317)	(8.256)	(3.018)	(17.130)	(0.867)	(0.243)
Outstanding, end of period	485.259	285.876	172.963	155.983	106.446	107.138
	RENEWABLE RESOURCES AGRICULTURAL FUND					
	2020	2019				
Outstanding, beginning of period	80.411	83.161				
Issued for cash	0.181	0.177				
Issued on reinvestment of distributions	—	—				
Consolidation of units	—	—				
Redeemed	(1.019)	(2.927)				
Outstanding, end of period	79.573	80.411				

6. 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 private equity investee funds and direct private equity investments are typically made in foreign denominated currencies, 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	December 31, 2020	December 31, 2019
Strategic Inv 100 Foreign PP Fund	\$ 141,553	\$ 127,851
Bolsena (Australia) Fund	—	97,279
Bolsena (Australia B) Fund	36,963	—
Strategic Infrastructure Investment Fund 3	247,005	256,991
2020 Infrastructure Offering Fund	401,172	—
Renewable Resources Investment Fund	8	8
Renewable Resources Investment 2 Fund	94,160	113,790
Renewable Resources Agricultural Fund	821	—

7. FINANCIAL RISK MANAGEMENT

(a) Risk management framework

The Infrastructure & Renewable Resources Program seeks to invest in tangible long-life assets with potential for strong cash flows and favourable risk-return characteristics. Investments in the Funds are global in scope. 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. The performance objective of the Fund is to exceed the benchmark, the nominal cost of capital of 6.6%, by 63 basis points ("bps") per annum, net of all investment expenses incurred.

Infrastructure and Renewable Resources Program

The Infrastructure & Renewable Resources Program (the "Program") seeks to invest in tangible long-life assets with potential for strong cash flows and favourable risk-return characteristics that provide an attractive match with unitholders' needs. Investments in the Program are global in scope.

The Program is comprised of the Strategic Inv 100 Foreign PP Fund, Bolsena (Australia) Fund, Bolsena (Australia B) Fund, Strategic Infrastructure Investment Fund 3, 2020 Infrastructure Offering Fund, Renewable Resources Investment Fund, 2016 Renewable Resources Fund, Renewable Resources Investment 2 Fund, Renewable Resources Agricultural Fund, and IT Investment Trust.

The Infrastructure Program was established in 2005 to offer clients the ability to gain long-term exposure to global infrastructure assets. In 2013, BCI created the Renewable Resource Investment Fund to focus on investing in forestry, agriculture, and other renewable assets. In 2020, the two investment portfolios were consolidated under one Program to achieve the benefits of efficiency and streamlined reporting as they share similar attributes as noted above. As outlined in note 11, the Program was restructured in 2021 to provide an Open Participation rather than Fixed Participation Pool structure for most existing and all future investments ensuring a more diversified Program investment mix is available for unitholders.

The Program primarily invests directly in privately held companies, but also invests selectively through private limited partnerships managed by external fund managers.

Infrastructure and related investments typically include large-scale physical assets that provide essential services to societies. These services are key in allowing for operational efficiencies and achieving economic growth and development. Typical investment areas include:

- Utilities providing water, electricity, gas, and wastewater treatment services;
- Energy, including pipeline transmission and storage;
- Transportation, including roads, railways, bridges, airports, and port terminals; and
- Communications, including telecom towers, data centres, and fibre optic cables.

Renewable resources and related investments typically include physical assets that are used in the production, storage, and distribution of food, wood-based, and other agricultural products. These are critical assets that support global demand driven by population growth and increased economic mobility. Renewable resources assets targeted by the Program are primarily focused on timberlands and farmlands. The Program may also target other renewable resources assets, such as those used in the generation of hydroelectric, wind, biomass, and solar energies and related investments.

The Funds may hold the following securities:

- privately negotiated investment securities, including, but not limited to, trust units, partnership interests, debt instruments, convertible securities, rights, warrants, and units in externally managed pooled investment portfolios;
- publicly traded common stock or common stock equivalents including preferred shares, instalment receipts, convertible securities, as well as rights and warrants received via corporate actions;
- derivative instruments, for the purposes of synthetic indexing, risk control, lowering transaction costs, and/or liquidity management, with CIO approval;
- money market securities rated A-1 (Low) or better and units of BCI's Canadian Money Market Fund (ST1), Canadian Money Market Fund (ST2), the U.S. Dollar Money Market Fund (ST3), and/or Floating Rate Funds;

The Funds may hold the following securities:

- privately negotiated investment securities, including, but not limited to, trust units, partnership interests, debt instruments, convertible securities, rights, warrants, and units in externally managed pooled investment portfolios;
- publicly traded fixed income securities, common stock or common stock equivalents including preferred shares, instalment receipts, convertible securities, as well as rights and warrants received via corporate actions;
- derivative instruments, for the purposes of synthetic indexing, risk control, lowering transaction costs, and/or liquidity management, with CIO approval;
- money market securities rated A-1 (Low) or better and units of BCI's Canadian Money Market Fund (ST1), Canadian Money Market Fund (ST2), the U.S. Dollar Money Market Fund (ST3), and/or Floating Rate Funds.

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.

(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 Funds, resulting in a financial loss to the Funds. It arises principally from debt securities held and cash due to the Funds. The carrying value of these financial instruments as recorded in the Statements of Financial Position reflects the Funds' 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. BCI 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 in the notes specific to each Fund.

(c) Liquidity risk

Liquidity risk is the risk that the Funds will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. BCI'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 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 BCI Money Market Funds are expected to be highly liquid. BCI 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 helps to ensure that sufficient cash reserves are available to meet forecasted cash outflows.

See additional discussion of liquidity risk in the Financial Risk Management Discussion in the notes specific to each Fund.

(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.

See additional discussion of interest rate risk in the Financial Risk Management Discussion in the notes specific to each Fund.

(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 in the notes specific to each Fund.

(iii) Other price risk

Other price risk is the risk that the fair value of a 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.

Other market price risk arises from the Funds' investments in direct private equity, in direct private debt, and in unlisted private equity investee funds, whose valuation is based on the valuation of the underlying companies of those investee funds. The Funds invests in such financial assets in order to take advantage of their long-term growth opportunity. All investments present a risk of loss of capital. BCI 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 their industries. Moreover, established markets do not exist for these holdings, and they are therefore considered illiquid.

The Funds makes commitments to a diversified portfolio of private equity funds managed by managers with a strong track record. The Funds diversify their portfolio of investee funds across managers, underlying industries, countries and investment stages.

BCI management follows a rigorous investment due diligence process prior to making an investment decision. BCI 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 BCI's standing data and experience.

See additional discussion of other price risk in the Financial Risk Management Discussion in the notes specific to each Fund.

As a result of the COVID-19 pandemic, there continues to be significant volatility and uncertainty in securities markets. The duration and impact of the COVID-19 pandemic remains uncertain at this time, and accordingly the pandemic may continue to affect the Funds' investment portfolio.

8. 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 in the notes specific to each Fund.

(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 private equity and debt, 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 private equity and debt 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, BCI 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.

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

- verification of observable pricing inputs;
- analysis and investigation of significant valuation movements; and
- review of unobservable inputs and valuation adjustments.

(d) Financial instruments not measured at fair value

The carrying value of cash, interest receivable, other accounts payable, and BCI cost recoveries 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.

9. TAXES

Net cumulative capital losses and non-capital losses for each Fund are as follows as of December 31, 2020:

Pooled Investment Portfolios	Net Capital Losses	Non Capital Losses
Strategic Inv 100 Foreign PP Fund	\$ 5,650	\$ 77
Bolsena (Australia) Fund	1,218	977
Strategic Infrastructure Investment Fund 3	4	32,555
Renewable Resources Investment Fund	—	3,421
Renewable Resources Investment 2 Fund	1	6,182
Renewable Resources Agricultural Fund	—	59

Net capital losses are available to be carried forward indefinitely and applied against future net realized capital gains. Non-capital losses may be carried forward up to 20 years to reduce future taxable income. The Funds' non-capital losses expire as follows:

Pooled Investment Portfolios	Year of Expiry						Total
	2035	2036	2037	2038	2039	2040	
Strategic Inv 100 Foreign PP Fund	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 77	\$ 77
Bolsena (Australia) Fund	—	—	—	—	—	977	977
Strategic Infrastructure Investment Fund 3	—	—	—	2,010	14,668	15,877	32,555
Renewable Resources Investment Fund	498	1,580	669	378	169	127	3,421
Renewable Resources Investment 2 Fund	—	—	772	2,011	1,039	2,360	6,182
Renewable Resources Agricultural Fund	—	—	—	—	59	—	59

10. UNCERTAINTIES RELATED TO COVID-19

On March 11, 2020, the outbreak of the novel strain of the coronavirus (“COVID-19”) outbreak was declared a pandemic by the World Health Organization (“WHO”) prompting many national, regional, and local governments to implement preventative or protective measures. As a result, COVID-19 and the related restrictive measures have had a significant financial and market impact including significant volatility in equity prices, interest rates, bond yields, and foreign exchange rates. The situation is dynamic with various cities and countries around the world responding in different ways to address the outbreak. Government and central banks have reacted with significant monetary and fiscal interventions designed to stabilize economic conditions. BCI is closely monitoring its operations, liquidity and capital resources and is actively working to minimize the current and future impact of this unprecedented situation. The duration and impact of COVID-19 is unknown at this time; as such, it is not reasonably possible to evaluate the impact of the pandemic on the Funds in future periods.

11. SUBSEQUENT EVENTS

Program restructure

On January 4, 2021, the Infrastructure & Renewable Resources Program was restructured from a fixed participation program to an ‘evergreen’ open participation program for most existing and all future investments to provide a more diversified Program investment mix for unitholders.

Reciprocal Tax Agreement liability

Subsequent to the Supreme Court of Canada decision of December 13, 2019, it was unclear whether the Funds would be entitled to a rebate of amounts paid in lieu of the goods and services tax (GST) under the Reciprocal Tax Agreement (RTA) between the B.C. and federal governments. As such, the RTA liability for the years ended December 31, 2017 to 2020 was recorded with no offsetting receivable in respect of a rebate.

However, on March 10, 2021, the BC Ministry of Finance and the Department of Finance Canada agreed to amend Schedule A of the RTA to more explicitly acknowledge the Funds’ entitlement to a rebate of the amounts paid under the RTA. Furthermore, Finance Canada has confirmed that prior year GST assessments will be vacated by the Canada Revenue Agency and no further GST assessments will be issued against BCI for past filing periods in respect of costs recovered from the Funds.

Therefore, the RTA accrued liability at December 31, 2020 was reversed on March 31, 2021. The RTA liability for each Fund is as follows as of December 31, 2020.

Pooled Investment Portfolios	RTA liability
Strategic Inv 100 Foreign PP Fund	\$ 7,110
Bolsena (Australia) Fund	3,128
Strategic Infrastructure Investment Fund 3	1,711
2020 Infrastructure Offering Fund	57
Renewable Resources Investment Fund	408
2016 Renewable Resources Fund	271
Renewable Resources Investment 2 Fund	419
IT Investment Trust	90
Renewable Resources Agricultural Fund	84



BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION

750 Pandora Ave, Victoria BC V8W 0E4 CANADA / BCI.ca

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