
BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS
GROUP OF FUNDS

Canadian Money Market Fund ST1
Canadian Money Market Fund ST2
U.S. Dollar Money Market Fund ST3
Short Term Bond Fund
Canadian Universe Bond Fund
Canadian Real Return Bond Fund
Global Government Bond Fund
Fixed Term Mortgage Fund
Construction Mortgage Fund
Active Canadian Equity Fund
Active Canadian Small Cap Equity Fund
Enhanced Indexed Canadian Equity Fund
Indexed Canadian Equity Fund
Active U.S. Equity Fund
Active U.S. Small Cap Equity Fund
Enhanced Indexed U.S. Equity Fund
Indexed U.S. Equity Fund
U.S. Social Index Fund
Active Asian Equity Fund
Indexed Asian Equity Fund
Active European Equity Fund
Indexed European Equity Fund
Active Global Equity Fund
Enhanced Indexed Global Equity Fund
Indexed Global Equity Fund
Indexed Global ESG Equity Fund
Active Emerging Markets Equity Fund
Indexed Emerging Markets Equity Fund
Thematic Public Equity Fund
Euro Currency Hedging Fund

FINANCIAL STATEMENTS
FOR THE PERIOD ENDED DECEMBER 31, 2014

**British Columbia Investment Management Corporation
Pooled Investment Portfolios**

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

British Columbia Investment Management Corporation (bcIMC) manages Pooled Investment Portfolios on behalf of governing fiduciaries such as pension fund trustees and other public sector clients. This report contains the financial statements for the following Pooled Investment Portfolios for the period ended December 31, 2014:

Canadian Money Market Fund ST1	Enhanced Indexed Canadian Equity Fund	Active Global Equity Fund
Canadian Money Market Fund ST2	Indexed Canadian Equity Fund	Enhanced Indexed Global Equity Fund
U.S. Dollar Money Market Fund ST3	Active U.S. Equity Fund	Indexed Global Equity Fund
Short Term Bond Fund	Active U.S. Small Cap Equity Fund	Indexed Global ESG Equity Fund
Canadian Universe Bond Fund	Enhanced Indexed U.S. Equity Fund	Active Emerging Markets Equity Fund
Canadian Real Return Bond Fund	Indexed U.S. Equity Fund	Indexed Emerging Markets Equity Fund
Global Government Bond Fund	U.S. Social Index Fund	Thematic Public Equity Fund
Fixed Term Mortgage Fund	Active Asian Equity Fund	Euro Currency Hedging Fund
Construction Mortgage Fund	Indexed Asian Equity Fund	
Active Canadian Equity Fund	Active European Equity Fund	
Active Canadian Small Cap Equity Fund	Indexed European Equity Fund	

The financial statements of the Pooled Investment Portfolios have been prepared by management of bcIMC and approved by the Chief Investment Officer/Chief Executive Officer. All of the financial statements have been prepared in accordance with International Financial Reporting Standards. The significant accounting policies used in the preparation of these statements are disclosed in note 3 to the financial statements. The statements include certain amounts that are based on management's judgement and best estimates.

bcIMC's Board has established an Audit Committee. The Committee's mandate includes making recommendations on the appointment of the external auditor for the Pooled Investment Portfolios, reviewing the external audit plan; reviewing bcIMC's Service Organization Controls Report for the Investment System of British Columbia Investment Management Corporation, and receiving the annual audited financial statements of the Pooled Investment Portfolios. The Committee reviews the recommendations of the internal and external auditors with respect to internal controls and the responses of management to those recommendations, and also meets with management and the internal and external auditors to review annual audit plans.

bcIMC maintains systems of internal control and supporting processes to provide reasonable assurance that assets are safeguarded; that transactions are appropriately authorized and recorded; and that there are no material misstatements in the financial statements. bcIMC's internal control framework includes: a strong corporate governance structure; a code of conduct that includes conflict of interest guidelines; an organizational structure that provides for appropriate segregation of duties and accountability for performance; an enterprise-wide risk management framework that identifies, monitors and reports on key risks; and Board-approved Pooled Investment Portfolio Policies and client-approved investment mandates. bcIMC's system of internal control is supported by external auditors who review and evaluate internal controls and report directly to the Audit Committee.

bcIMC's external auditors, KPMG LLP, have full and unrestricted access to the Audit Committee and bcIMC management. KPMG LLP discusses with management and the Committee the results of their audit of the Pooled Investment Portfolios' financial statements and related findings with respect to such audits. Each of the Pooled Investment Portfolio financial statements is audited by KPMG LLP in accordance with Canadian generally accepted auditing standards. KPMG LLP has performed such tests and other procedures as they considered necessary to express an opinion on the Pooled Investment Portfolio financial statements.

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer / Chief Investment Officer

(Original signed by David Woodward)

David Woodward
Senior Vice President, Finance

Victoria, British Columbia
April 2, 2015



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INDEPENDENT AUDITORS' REPORT

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

Canadian Money Market Fund ST1	Enhanced Indexed U.S. Equity Fund
Canadian Money Market Fund ST2	Indexed U.S. Equity Fund
U.S. Dollar Money Market Fund ST3	U.S. Social Index Fund
Short Term Bond Fund	Active Asian Equity Fund
Canadian Universe Bond Fund	Indexed Asian Equity Fund
Canadian Real Return Bond Fund	Active European Equity Fund
Global Government Bond Fund	Indexed European Equity Fund
Fixed Term Mortgage Fund	Active Global Equity Fund
Construction Mortgage Fund	Enhanced Indexed Global Equity Fund
Active Canadian Equity Fund	Indexed Global Equity Fund
Active Canadian Small Cap Equity Fund	Indexed Global ESG Equity Fund
Enhanced Indexed Canadian Equity Fund	Active Emerging Markets Equity Fund
Indexed Canadian Equity Fund	Indexed Emerging Markets Equity Fund
Active U.S. Equity Fund	Thematic Public Equity Fund
Active U.S. Small Cap Equity Fund	Euro Currency Hedging Fund

(collectively, the Funds).

We have audited the accompanying financial statements of the Funds, which comprise the statements of financial position of the Funds as at December 31, 2014, December 31, 2013 and January 1, 2013 (as at April 1, 2013 for the Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, U.S. Dollar Money Market ST3, Global Government Bond Fund, Active Canadian Equity Fund, Enhanced Indexed Canadian Equity Fund, Indexed Canadian Equity Fund, Active U.S. Equity Fund, Enhanced Indexed U.S. Equity Fund, Indexed U.S. Equity Fund, U.S. Social Index Fund, Indexed Global ESG Equity Fund, Active Emerging Markets Equity Fund, Thematic Public Equity Fund, and Euro Currency Hedging Fund only) and their statements of comprehensive income, changes in net assets attributable to holders of redeemable units, and cash flows for the years ended December 31, 2014 and December 31, 2013, (period from April 1, 2013 to December 31, 2013 for the Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, U.S. Dollar Money Market ST3, Global Government Bond Fund, Active Canadian Equity Fund, Enhanced Indexed Canadian Equity Fund, Indexed Canadian Equity Fund, Active U.S. Equity Fund, Enhanced Indexed U.S. Equity Fund, Indexed U.S. Equity Fund, U.S. Social Index Fund, Indexed Global ESG Equity Fund, Active Emerging Markets Equity Fund, Thematic Public Equity Fund, and Euro Currency Hedging Fund only) and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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



Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform an audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinion

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Funds as at December 31, 2014, December 31, 2013 and January 1, 2013 (as at April 1, 2013 for the Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, U.S. Dollar Money Market ST3, Global Government Bond Fund, Active Canadian Equity Fund, Enhanced Indexed Canadian Equity Fund, Indexed Canadian Equity Fund, Active U.S. Equity Fund, Enhanced Indexed U.S. Equity Fund, Indexed U.S. Equity Fund, U.S. Social Index Fund, Indexed Global ESG Equity Fund, Active Emerging Markets Equity Fund, Thematic Public Equity Fund, and Euro Currency Hedging Fund only) and their financial performance and their cash flows for the years ended December 31, 2014 and December 31, 2013 (period from April 1, 2013 to December 31, 2013 for the Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, U.S. Dollar Money Market ST3, Global Government Bond Fund, Active Canadian Equity Fund, Enhanced Indexed Canadian Equity Fund, Indexed Canadian Equity Fund, Active U.S. Equity Fund, Enhanced Indexed U.S. Equity Fund, Indexed U.S. Equity Fund, U.S. Social Index Fund, Indexed Global ESG Equity Fund, Active Emerging Markets Equity Fund, Thematic Public Equity Fund, and Euro Currency Hedging Fund only) in accordance with International Financial Reporting Standards.

Chartered Accountants

April 9, 2015
Vancouver, Canada

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

CANADIAN MONEY MARKET FUND ST1

Statement of Financial Position

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

	Note	December 31, 2014	December 31, 2013 <i>(note 12)</i>	April 1, 2013 <i>(note 12)</i>
Assets				
Cash		\$ -	\$ -	\$ 29
Interest receivable		665	-	243
Investments		3,978,505	1,472,513	1,553,326
		<u>3,979,170</u>	<u>1,472,513</u>	<u>1,553,598</u>
Liabilities				
Custodial fees payable		10	13	13
bcIMC funds management fees payable	4	108	83	30
Other accounts payable		4	3	3
		<u>122</u>	<u>99</u>	<u>46</u>
Net assets attributable to holders of redeemable units		<u>\$ 3,979,048</u>	<u>\$ 1,472,414</u>	<u>\$ 1,553,552</u>
<i>Number of redeemable units outstanding</i>	5	1,067.678	398.927	424.128
Net assets attributable to holders of redeemable units per unit		<u>\$ 3,727</u>	<u>\$ 3,691</u>	<u>\$ 3,663</u>
<i>Contingent Liability</i>	6			

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income

(all amounts in thousands)

	Note	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Revenue:			
Interest income		\$ 21,864	\$ 14,139
Securities lending income		44	28
Change in fair value of investments:	7		
Net realized gain		14	89
Net change in unrealized appreciation (depreciation)		(62)	113
Total Revenue		<u>21,860</u>	<u>14,369</u>
Expenses:			
bcIMC funds management fees	4	1,002	644
Audit fees		9	4
Custodial fees		30	24
Total operating expenses		<u>1,041</u>	<u>672</u>
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		<u>20,819</u>	<u>13,697</u>
Distributions to holders of redeemable units:			
From net investment income		(20,867)	(13,474)
From net realized gains on investments		-	(59)
		<u>(20,867)</u>	<u>(13,533)</u>
Increase (decrease) in net assets attributable to holders of redeemable units		<u>\$ (48)</u>	<u>\$ 164</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

CANADIAN MONEY MARKET FUND ST1

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of period	\$ 1,472,414	\$ 1,553,552
Increase (decrease) in net assets attributable to holders of redeemable units	(48)	164
Redeemable unit transactions:		
Proceeds from units issued	60,015,810	40,389,861
Reinvestment of distributions	20,867	13,533
Amounts paid for units redeemed	<u>(57,529,995)</u>	<u>(40,484,696)</u>
Net increase (decrease) from redeemable unit transactions	<u>2,506,682</u>	<u>(81,302)</u>
Balance, end of period	<u>\$ 3,979,048</u>	<u>\$ 1,472,414</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Period Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (48)	\$ 164
Adjustments for:		
Interest income	(21,864)	(14,139)
Net realized gain from investments	(14)	(89)
Net change in unrealized (appreciation) depreciation from investments	62	(113)
Amortization of premiums and discounts	(14,370)	(8,126)
Non cash distributions	20,867	13,533
Proceeds from sale of investments	235,518,392	138,546,631
Amounts paid for purchase of investments	(238,010,062)	(138,457,490)
Custodial fees payable	(3)	-
bcIMC funds management fees payable	25	53
Other accounts payable	1	-
Interest received	21,199	14,382
	<u>(2,485,815)</u>	<u>94,806</u>
Financing activities:		
Proceeds from issue of redeemable units	60,015,810	40,389,861
Payments on redemption of redeemable units	<u>(57,529,995)</u>	<u>(40,484,696)</u>
	<u>2,485,815</u>	<u>(94,835)</u>
Net decrease in cash	-	(29)
Cash, beginning of period	-	29
Cash, end of period	<u>\$ -</u>	<u>\$ -</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

CANADIAN MONEY MARKET FUND ST1

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	Fair Value	Cost	Fair Value	Cost
Bonds:	\$ 30,419	\$ 30,440	\$ -	\$ -
Provincial Government				
Money Market Investments:				
Provincial Government	2,265,666	2,265,685	656,866	656,871
Municipal Government	339,854	339,863	279,892	279,896
Repurchase Agreements	1,342,566	1,342,603	535,755	535,770
	<u>3,948,086</u>	<u>3,948,151</u>	<u>1,472,513</u>	<u>1,472,537</u>
Total Investments	<u><u>\$ 3,978,505</u></u>	<u><u>\$ 3,978,591</u></u>	<u><u>\$ 1,472,513</u></u>	<u><u>\$ 1,472,537</u></u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

CANADIAN MONEY MARKET FUND ST1

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

The Canadian Money Market Fund ST1 (the Fund) invests in very short term debt securities that are issued, insured, or guaranteed, by a Canadian government and repurchase agreements secured by Canadian government debt securities. The Fund assumes minimal risk. The investment objective of the Fund is to exceed the returns of the benchmark, the FTSE TMX Canada 30 Day T-Bill Index, by 5 basis points per annum net of all expenses incurred. The primary goals are to minimize market risk and maximize liquidity.

The Fund can hold the following securities:

- fixed income securities that are issued, insured or guaranteed by the Government of Canada or a provincial or municipal government,
- repurchase agreement investments secured by fixed income securities which are issued, insured or guaranteed by the Government of Canada or a provincial or municipal government, and
- swapped deposits (fully hedged US pay securities of Canadian issuers that meet investment guideline criteria).

The maximum term to maturity of the securities is 45 days.

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

As at December 31, the Fund invested in debt instruments with the following credit ratings:

	2014		2013	
	Total	% of Total	Total	% of Total
INVESTMENTS BY CREDIT RATING (in 000s)				
A - or better	2,635,939	66.3 %	936,758	63.6 %
Repurchase agreements (not rated)	1,342,566	33.7 %	535,755	36.4 %
Total Bonds	\$ 3,978,505	100.0 %	\$ 1,472,513	100.0 %

Liquidity Risk

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

Interest Rate Risk

As at December 31, 2014 and December 31, 2013, the Fund invested in fixed income instruments with terms to maturity within 45 days, and a weighted average effective yield of 1.39% (2013 - 1.52%).

If prevailing interest rates increased or decreased by 1% (100 bps), with all other variables held constant, net assets would have decreased or increased, respectively, by approximately \$1,631,000 (2013 - \$501,000), representing 0.04% of the Fund's net assets (2013 - 0.03%). Actual trading results may differ from the above sensitivity analysis and the difference could be material.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

CANADIAN MONEY MARKET FUND ST1

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

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 Fund's financial assets and liabilities are not exposed to significant other price risk since the Fund's assets and liabilities are fixed income instruments.

Investments by Geographic Region

All of the Fund's money market investments are exposed to the Canadian market.

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

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

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

All fair value measurements noted in the tables below are recurring.

	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ -	\$ 3,948,086	\$ 3,948,086
Bonds	30,419	-	30,419
Total Investments	<u>\$ 30,419</u>	<u>\$ 3,948,086</u>	<u>\$ 3,978,505</u>

	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ -	\$ 1,472,513	\$ 1,472,513
Total Investments	<u>\$ -</u>	<u>\$ 1,472,513</u>	<u>\$ 1,472,513</u>

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

CANADIAN MONEY MARKET FUND ST2

Statement of Financial Position				
<i>(all amounts in thousands except number of units)</i>				
	Note	December 31, 2014	December 31, 2013	April 1, 2013
			<i>(note 12)</i>	<i>(note 12)</i>
Assets				
Interest receivable		\$ 5,877	\$ 2,309	\$ 1,622
Investments		4,427,028	2,220,967	1,235,196
		<u>4,432,905</u>	<u>2,223,276</u>	<u>1,236,818</u>
Liabilities				
Payable for purchase of investments		-	547,634	-
Custodial fees payable		8	9	9
bcIMC funds management fees payable	4	154	92	41
Other accounts payable		4	3	3
		<u>166</u>	<u>547,738</u>	<u>53</u>
Net assets attributable to holders of redeemable units		<u>\$ 4,432,739</u>	<u>\$ 1,675,538</u>	<u>\$ 1,236,765</u>
<i>Number of redeemable units outstanding</i>	5	<i>1,122.340</i>	<i>429.313</i>	<i>319.905</i>
Net assets attributable to holders of redeemable units per unit		<u>\$ 3,950</u>	<u>\$ 3,903</u>	<u>\$ 3,866</u>
<i>Contingent liability</i>	6			

Statement of Comprehensive Income			
<i>(all amounts in thousands)</i>			
	Note	Year Ended December 31, 2014	Period Ended December 31, 2013
			<i>(note 12)</i>
Revenue:			
Interest income		\$ 26,795	\$ 18,897
Securities lending income		165	92
Change in fair value of investments:	7		
Net realized gain (loss)		(59)	1,877
Net change in unrealized depreciation		(1,507)	(871)
Total Revenue		<u>25,394</u>	<u>19,995</u>
Expenses:			
bcIMC funds management fees	4	1,015	802
Audit fees		9	4
Custodial fees		24	22
Total operating expenses		<u>1,048</u>	<u>828</u>
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		<u>24,346</u>	<u>19,167</u>
Distributions to holders of redeemable units:			
From net investment income		(25,912)	(18,037)
From net realized gains on investments		-	(1,243)
		<u>(25,912)</u>	<u>(19,280)</u>
Decrease in net assets attributable to holders of redeemable units		<u>\$ (1,566)</u>	<u>\$ (113)</u>

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

CANADIAN MONEY MARKET FUND ST2

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of period	\$ 1,675,538	\$ 1,236,765
Decrease in net assets attributable to holders of redeemable units	(1,566)	(113)
Redeemable unit transactions:		
Proceeds from units issued	11,031,921	10,114,238
Reinvestment of distributions	25,912	19,280
Amounts paid for units redeemed	<u>(8,299,066)</u>	<u>(9,694,632)</u>
Net increase from redeemable unit transactions	<u>2,758,767</u>	<u>438,886</u>
Balance, end of period	<u>\$ 4,432,739</u>	<u>\$ 1,675,538</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Period Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Decrease in net assets attributable to holders of redeemable units	\$ (1,566)	\$ (113)
Adjustments for:		
Interest income	(26,795)	(18,897)
Net realized (gain) loss from investments	59	(1,877)
Net change in unrealized depreciation from investments	1,507	871
Amortization of premiums and discounts	(10,206)	(8,375)
Non cash distributions	25,912	19,280
Proceeds from sale of investments	116,048,893	70,639,137
Amounts paid for purchase of investments	(118,246,314)	(71,615,527)
Payable for purchase of investments	(547,634)	547,634
Custodial fees payable	(1)	-
bcIMC funds management fees payable	62	51
Other accounts payable	1	-
Interest received	23,227	18,210
	<u>(2,732,855)</u>	<u>(419,606)</u>
Financing activities:		
Proceeds from issue of redeemable units	11,031,921	10,114,238
Payments on redemption of redeemable units	<u>(8,299,066)</u>	<u>(9,694,632)</u>
	<u>2,732,855</u>	<u>419,606</u>
Net increase (decrease) in cash	-	-
Cash, beginning of period	-	-
Cash, end of period	<u>\$ -</u>	<u>\$ -</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

CANADIAN MONEY MARKET FUND ST2

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	Fair Value	Cost	Fair Value	Cost
Bonds:				
Federal Government	\$ 50,146	\$ 50,146	\$ -	\$ -
Municipal Government	-	-	30,547	30,551
Corporate	916,844	919,408	529,739	530,686
	<u>966,990</u>	<u>969,554</u>	<u>560,286</u>	<u>561,237</u>
Money Market Investments:				
Federal Government	2,296,408	2,296,304	945,501	945,489
Provincial Government	54,985	54,988	-	-
Municipal Government	19,994	19,993	-	-
Repurchase Agreements	1,088,651	1,088,648	715,180	715,193
	<u>3,460,038</u>	<u>3,459,933</u>	<u>1,660,681</u>	<u>1,660,682</u>
Total Investments	<u><u>\$ 4,427,028</u></u>	<u><u>\$ 4,429,487</u></u>	<u><u>\$ 2,220,967</u></u>	<u><u>\$ 2,221,919</u></u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

CANADIAN MONEY MARKET FUND ST2

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

The Canadian Money Market Fund ST2 (the Fund) invests in government and corporate debt securities, including commercial paper. The investment objective of the Fund is to exceed the returns of the benchmark, the FTSE TMX Canada 91 Day T-Bill Index, by 25 basis points per annum net of all expenses incurred.

The Fund can hold the following securities:

- fixed income securities that are issued, insured or guaranteed by the Government of Canada or a provincial or municipal government,
- Canadian dollar denominated fixed income securities issued or guaranteed by a sovereign government,
- Canadian dollar denominated fixed income securities issued or guaranteed by supranational entities including, but not limited to, the World Bank, the International Bank for Reconstruction and Development, the Asian Development Bank, the European Bank for Reconstruction and Development, the European Investment Bank and Inter-American Development bank,
- corporate bonds, issued in Canadian dollars,
- corporate commercial paper, issued in Canadian dollars,
- asset-backed securities, issued in Canadian dollars,
- unrated Canadian dollar denominated corporate paper (i.e. debt issued by credit unions),
- repurchase agreement investments secured by fixed income securities which are issued, insured or guaranteed by the Government of Canada or a provincial government, and
- swapped deposits (fully hedged US pay securities of Canadian issuers that meet investment guideline criteria).

The following restrictions apply to the Fund:

- Not more than 10 percent of the money market investments can be invested in one corporation with the exception that the Fund may hold up to 15 percent of the Fund's assets in any one Schedule One bank.
- Corporate and government short term debt securities issued by non-Canadian entities held by the Fund shall be rated A-1 (low) or better by Standard & Poor's or have an equivalent rating from another credit rating agency. Longer term corporate and foreign government issued debt investments must be rated "A-" or better by Standard & Poor's or have an equivalent rating from another credit rating agency
- The maximum term to maturity of the securities is 15 months.
- Not more than 25% of the total Fund can be invested in corporate commercial paper rated A-1 (low).

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

As at December 31, the Fund invested in debt instruments with the following credit ratings:

INVESTMENTS
BY CREDIT RATING
(in 000s)

	2014		2013	
	Total	% of Total	Total	% of Total
A - or better	3,852,418	87.0 %	1,536,333	69.2 %
Unrated	92,187	2.1 %	70,431	3.2 %
Repurchase agreements (not rated)	482,423	10.9 %	614,203	27.7 %
Total Bonds	\$ 4,427,028	100.0 %	\$ 2,220,967	100.0 %

Liquidity Risk

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

Interest Rate Risk

As at December 31, 2014 and December 31, 2013, the Fund invested in fixed income instruments with terms to maturity within 365 days, and a weighted average effective yield of 1.40% (2013 - 1.92%).

If prevailing interest rates increased or decreased by 1% (100 bps), with all other variables held constant, net assets would have decreased or increased, respectively, by approximately \$20,186,000 (2013 - \$10,608,000), representing 0.46% of the Fund's net assets (2013 - 0.63%). Actual trading results may differ from the above sensitivity analysis and the difference could be material.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

CANADIAN MONEY MARKET FUND ST2

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

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 Fund's financial assets and liabilities are not exposed to significant other price risk since the Fund's assets and liabilities are fixed income instruments.

Investments by Geographic Region

All of the Fund's money market investments are exposed to the Canadian market.

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

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

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

All fair value measurements noted in the tables below are recurring.

	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ -	\$ 3,460,039	\$ 3,460,039
Bonds	966,989	-	966,989
Total Investments	<u>\$ 966,989</u>	<u>\$ 3,460,039</u>	<u>\$ 4,427,028</u>

	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ -	\$ 1,660,681	\$ 1,660,681
Bonds	560,286	-	560,286
Total Investments	<u>\$ 560,286</u>	<u>\$ 1,660,681</u>	<u>\$ 2,220,967</u>

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

U.S. DOLLAR MONEY MARKET FUND ST3

Statement of Financial Position				
(all amounts in thousands <i>except number of units</i>)				
	Note	December 31, 2014	December 31, 2013	April 1, 2013
			(note 12)	(note 12)
Assets				
Investments		\$ 183,846	\$ 110,709	\$ 81,413
		<u>183,846</u>	<u>110,709</u>	<u>81,413</u>
Liabilities				
Custodial fees payable		1	2	2
bcIMC funds management fees payable	4	16	9	4
Other accounts payable		4	2	2
		<u>21</u>	<u>13</u>	<u>8</u>
Net assets attributable to holders of redeemable units				
		<u>\$ 183,825</u>	<u>\$ 110,696</u>	<u>\$ 81,405</u>
<i>Number of redeemable units outstanding</i>	5	84.235	50.711	37.290
Net assets attributable to holders of redeemable units per unit				
		<u>\$ 2,182</u>	<u>\$ 2,183</u>	<u>\$ 2,183</u>
<i>Contingent liability</i>	6			

Statement of Comprehensive Income			
(all amounts in thousands)			
	Note	Year Ended December 31, 2014	Period Ended December 31, 2013
			(note 12)
Revenue:			
Interest income		\$ 94	\$ 68
Change in fair value of investments:	7		
Net realized gain		1	-
Net change in unrealized appreciation (depreciation)		(1)	2
Total Revenue		<u>94</u>	<u>70</u>
Expenses:			
bcIMC funds management fees	4	118	66
Audit fees		9	5
Custodial fees		3	3
Total operating expenses		<u>130</u>	<u>74</u>
Decrease in net assets attributable to holders of redeemable units from operations excluding distributions		<u>(36)</u>	<u>(4)</u>
Distributions to holders of redeemable units: From net investment income		-	-
Decrease in net assets attributable to holders of redeemable units		<u>\$ (36)</u>	<u>\$ (4)</u>

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

U.S. DOLLAR MONEY MARKET FUND ST3

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of period	\$ 110,696	\$ 81,405
Decrease in net assets attributable to holders of redeemable units	(36)	(4)
Redeemable unit transactions:		
Proceeds from units issued	1,343,181	1,209,926
Amounts paid for units redeemed	<u>(1,270,016)</u>	<u>(1,180,631)</u>
Net increase from redeemable unit transactions	<u>73,165</u>	<u>29,295</u>
Balance, end of period	<u>\$ 183,825</u>	<u>\$ 110,696</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Period Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Decrease in net assets attributable to holders of redeemable units	\$ (36)	\$ (4)
Adjustments for:		
Interest income	(94)	(68)
Net realized gain from investments	(1)	-
Net change in unrealized (appreciation) depreciation from investments	1	(2)
Amortization of premiums and discounts	(94)	(68)
Proceeds from sale of investments	2,830,354	2,515,759
Amounts paid for purchase of investments	(2,903,397)	(2,544,985)
Custodial fees payable	(1)	-
bcIMC funds management fees payable	7	5
Other accounts payable	2	-
Interest received	94	68
	<u>(73,165)</u>	<u>(29,295)</u>
Financing activities:		
Proceeds from issue of redeemable units	1,343,181	1,209,926
Payments on redemption of redeemable units	<u>(1,270,016)</u>	<u>(1,180,631)</u>
	<u>73,165</u>	<u>29,295</u>
Net increase (decrease) in cash	-	-
Cash, beginning of period	<u>-</u>	<u>-</u>
Cash, end of period	<u>\$ -</u>	<u>\$ -</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

U.S. DOLLAR MONEY MARKET FUND ST3

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>
Money Market Investments:				
Federal Government	\$ 143,594	\$ 143,594	\$ 22,732	\$ 22,732
Provincial Government	-	-	87,810	87,809
Repurchase Agreements	40,252	40,252	167	167
	<u>183,846</u>	<u>183,846</u>	<u>110,709</u>	<u>110,708</u>
Total Investments	<u>\$ 183,846</u>	<u>\$ 183,846</u>	<u>\$ 110,709</u>	<u>\$ 110,708</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

U.S. DOLLAR MONEY MARKET FUND ST3

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

The U.S. Dollar Money Market Fund ST3 (the Fund) invests in short term government and corporate debt securities, including commercial paper. The investment objective of the Fund is to exceed the returns of the benchmark, the Citigroup 30 Day Treasury Bill Index, by 5 basis points per annum net of all expenses incurred.

The Fund can hold the following securities:

- US dollar denominated securities which are issued, insured or guaranteed by the Government of Canada or a provincial or municipal government,
- United States Treasury Bills,
- US dollar denominated corporate commercial paper, issued by a Canadian corporation, that is rated A-1 (low) or better by Standard & Poor's or has an equivalent rating from another credit rating agency,
- US dollar denominated asset-backed securities, issued by a Canadian corporation, that is rated A-1 (low) or better by Standard and Poor's or has an equivalent rating from another credit rating agency,
- unrated Canadian corporate paper (i.e., debt issued by credit unions) up to one percent of the Fund's assets'
- swapped deposits (fully hedged Canadian-pay securities of U.S. issuers that meet investment guideline criteria), and
- forward contracts for the purposes of currency conversions.

The following restrictions apply to the Fund:

- Not more than 10 percent of the market value of the Fund shall be invested in one corporation with the exception that the Fund can hold up to 15 percent of fund assets in any one Schedule One bank.
- Not more than 25 percent of the total portfolio can be invested in corporate commercial paper rated A-1 (low).
- The maximum term to maturity of the securities is 45 days.

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

As at December 31, the Fund invested in debt instruments with the following credit ratings:

INVESTMENTS BY CREDIT RATING (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
A - or better	\$ 143,594	78.1 %	\$ 110,542	99.8 %
Repurchase agreements (not rated)	40,252	21.9 %	167	0.2 %
Total Bonds	<u>\$ 183,846</u>	<u>100.0 %</u>	<u>\$ 110,709</u>	<u>100.0 %</u>

Liquidity Risk

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

Interest Rate Risk

As at December 31, 2014 and December 31, 2013, the Fund invested in fixed income instruments with terms to maturity within 21 days, and a weighted average effective yield of 0.11% (2013 - 0.06%).

If prevailing interest rates increased or decreased by 1% (100 bps), with all other variables held constant, net assets would have decreased or increased, respectively, by approximately \$64,350 (2013 - \$63,100), representing 0.04% of the Fund's net assets (2013 - 0.06%). Actual trading results may differ from the above sensitivity analysis and the difference could be material.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

U.S. DOLLAR MONEY MARKET FUND ST3

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

Currency Risk

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

Other Price Risk

The Fund's financial assets and liabilities are not exposed to significant other price risk since the Fund's assets and liabilities are fixed income instruments.

Investments by Geographic Region

The Fund's money market investments are exposed to the Canadian market, as all of the investments are U.S. dollar denominated instruments issued by Canadian governments and corporations.

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

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

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

All fair value measurements noted in the tables below are recurring.

(in 000s)	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
	Money Market Investments	\$ -	\$ 183,846
Total Investments	\$ -	\$ 183,846	\$ 183,846

(in 000s)	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
	Money Market Investments	\$ -	\$ 110,709
Total Investments	\$ -	\$ 110,709	\$ 110,709

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

SHORT TERM BOND FUND

Statement of Financial Position (all amounts in thousands except number of units)				
	Note	December 31, 2014	December 31, 2013 <i>(note 12)</i>	January 1, 2013 <i>(note 12)</i>
Assets				
Receivable from sale of investments		\$ 35,883	\$ -	\$ -
Receivable from issue of units		-	20,000	25,000
Interest receivable		8,339	10,004	6,236
Investments		2,179,710	2,921,947	1,363,192
		<u>2,223,932</u>	<u>2,951,951</u>	<u>1,394,428</u>
Liabilities				
Payable for purchase of investments		416,711	-	-
Payable for redemption of units		-	20,000	25,000
Custodial fees payable		6	6	8
bcIMC funds management fees payable	4	81	101	62
Other accounts payable		4	4	5
		<u>416,802</u>	<u>20,111</u>	<u>25,075</u>
Net assets attributable to holders of redeemable units		<u>\$ 1,807,130</u>	<u>\$ 2,931,840</u>	<u>\$ 1,369,353</u>
<i>Number of redeemable units outstanding</i>	5	710.596	1,186.049	562.573
Net assets attributable to holders of redeemable units per unit		<u>\$ 2,543</u>	<u>\$ 2,472</u>	<u>\$ 2,434</u>
<i>Contingent liability</i>	6			

Statement of Comprehensive Income (all amounts in thousands)			
	Note	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Revenue:			
Interest income		\$ 63,357	\$ 29,572
Securities lending income		655	221
Change in fair value of investments:	7		
Net realized gain		36,939	4,557
Net change in unrealized appreciation		3,998	1,067
Total Revenue		<u>104,949</u>	<u>35,417</u>
Expenses:			
bcIMC funds management fees	4	1,781	812
Audit fees		8	6
Custodial fees		50	24
Legal fees		(1)	3
Total operating expenses		<u>1,838</u>	<u>845</u>
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		<u>103,111</u>	<u>34,572</u>
Distributions to holders of redeemable units:			
From net investment income		(62,043)	(28,907)
From net realized gains on investments		(18,469)	(2,278)
		<u>(80,512)</u>	<u>(31,185)</u>
Increase in net assets attributable to holders of redeemable units		<u>\$ 22,599</u>	<u>\$ 3,387</u>

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

SHORT TERM BOND FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of year	\$ 2,931,840	\$ 1,369,353
Increase in net assets attributable to holders of redeemable units	22,599	3,387
Redeemable unit transactions:		
Proceeds from units issued	3,800,292	2,722,348
Reinvestment of distributions	80,512	31,185
Amounts paid for units redeemed	<u>(5,028,113)</u>	<u>(1,194,433)</u>
Net increase (decrease) from redeemable unit transactions	<u>(1,147,309)</u>	<u>1,559,100</u>
Balance, end of year	<u>\$ 1,807,130</u>	<u>\$ 2,931,840</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase in net assets attributable to holders of redeemable units	\$ 22,599	\$ 3,387
Adjustments for:		
Interest income	(63,357)	(29,572)
Net realized gain from investments	(36,939)	(4,557)
Net change in unrealized appreciation from investments	(3,998)	(1,067)
Amortization of premiums and discounts	37,983	21,093
Non cash distributions	80,512	31,185
Proceeds from sale of investments	27,347,898	13,490,667
Amounts paid for purchase of investments	(26,602,707)	(15,064,891)
Receivable from sale of investments	(35,883)	-
Receivable from issue of units	20,000	5,000
Payable for purchase of investments	416,711	-
Payable for redemption of units	(20,000)	(5,000)
Custodial fees payable	-	(2)
bcIMC funds management fees payable	(20)	39
Other accounts payable	-	(1)
Interest received	65,022	25,804
	<u>1,227,821</u>	<u>(1,527,915)</u>
Financing activities:		
Proceeds from issue of redeemable units	3,800,292	2,722,348
Payments on redemption of redeemable units	<u>(5,028,113)</u>	<u>(1,194,433)</u>
	<u>(1,227,821)</u>	<u>1,527,915</u>
Net increase (decrease) in cash	-	-
Cash, beginning of year	-	-
Cash, end of year	<u>\$ -</u>	<u>\$ -</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

SHORT TERM BOND FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>
Bonds:				
Federal Government	\$ 854,447	\$ 852,195	\$ 1,557,599	\$ 1,555,905
Provincial Government	849,886	845,627	1,014,244	1,013,482
Municipal Government	<u>89,408</u>	<u>88,456</u>	<u>298,030</u>	<u>297,026</u>
	1,793,741	1,786,278	2,869,873	2,866,413
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio Fund ST1	<u>385,969</u>	<u>385,978</u>	<u>52,074</u>	<u>52,078</u>
Total Investments	<u>\$ 2,179,710</u>	<u>\$ 2,172,256</u>	<u>\$ 2,921,947</u>	<u>\$ 2,918,491</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

SHORT TERM BOND FUND

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

The investment objective of the Short Term Bond Fund (the Fund) is to exceed the benchmark return, the FTS TMX Canada Short Term Government Bond Index, by 20 basis points per annum, net of all investment expenses. The Fund is actively managed. The portfolio manager attempts to increase the returns relative to the Fund's benchmark by employing the following strategies:

- anticipating yield curve changes,
- anticipating credit spread changes,
- quality swaps, and
- yield pickups.

The Fund invests in the following securities:

- Canadian dollar denominated debt securities issued, insured or guaranteed by, the Government of Canada, provincial governments, municipal governments, sovereign governments or supranational entities.
- swapped deposits, defined as fully hedged US-pay securities of Canadian issuers that meet investment guideline criteria.
- units in Canadian Money Market Fund ST1 for cash management purposes.

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

- the Fund may not invest in derivatives with exception of the securities noted above.
- Debt securities issued by non-Canadian entities must be rated BBB- or better by Standard & Poor's or have an equivalent rating from another credit rating agency.

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

As at December 31, the Fund invested in debt instruments with the following credit ratings:

BONDS BY CREDIT RATING (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
AAA/AA	\$ 1,272,190	70.9 %	\$ 2,114,277	73.7 %
A	521,551	29.1 %	755,596	26.3 %
Total Bonds	\$ 1,793,741	100.0 %	\$ 2,869,873	100.0 %

Liquidity Risk

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

Interest Rate Risk

As at December 31, the Fund invested in debt instruments with the following terms to maturity and average effective yield:

BONDS BY MATURITY DATE (in 000s)	2014		2013	
	Total	Avg Effective Yield	Total	Avg Effective Yield
Within 1 year	\$ -	- %	\$ 133,413	1.28 %
1 to 5 years	1,793,741	1.47 %	2,736,460	1.59 %
Total Bonds	\$ 1,793,741	1.47 %	\$ 2,869,873	1.58 %

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

SHORT TERM BOND FUND

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

The duration is to be managed within \pm 20 percent of the benchmark duration, which was 3 years as at December 31, 2014. As at December 31, 2014, the Fund had a duration of 3 years (2013 - 3 years). The maximum term to maturity is 4 years (2013 - 5 years).

If prevailing interest rates increased or decreased by 1% (100 bps), with all other variables held constant, net assets would have decreased or increased, respectively, by approximately \$58,479,000 (2013 - \$78,831,000), representing 3.2% of the Fund's net assets (2013 - 2.7%). In practice, the actual results may differ from this sensitivity analysis and the difference could be material.

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 Fund's financial assets and liabilities are not exposed to significant other price risk since the Fund's assets and liabilities are fixed income instruments.

Management monitors the concentration of risk for debt securities based on counterparties, sector and geographic location. The Fund's debt investments are all issued or guaranteed by the Government of Canada, provincial or municipal governments.

Bonds by Geographic Region

All of the Fund's bond investments are exposed to the Canadian market.

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

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

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

All fair value measurements noted in the tables below are recurring.

	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 385,969	\$ -	\$ 385,969
Bonds	1,793,741	-	1,793,741
Total Investments	<u>\$ 2,179,710</u>	<u>\$ -</u>	<u>\$ 2,179,710</u>

	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 52,074	\$ -	\$ 52,074
Bonds	2,869,873	-	2,869,873
Total Investments	<u>\$ 2,921,947</u>	<u>\$ -</u>	<u>\$ 2,921,947</u>

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

SHORT TERM BOND FUND

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 3,978,048	\$ 385,969

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 1,472,414	\$ 52,074

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

CANADIAN UNIVERSE BOND FUND

Statement of Financial Position (all amounts in thousands <i>except number of units</i>)				
	Note	December 31, 2014	December 31 2013 <i>(note 12)</i>	January 1, 2013 <i>(note 12)</i>
Assets				
Receivable from sale of investments		\$ 498,987	\$ -	\$ -
Receivable from issue of units		-	31	23,000
Interest receivable		60,095	70,902	71,284
Investments		<u>13,103,020</u>	<u>12,149,382</u>	<u>13,725,039</u>
		<u>13,662,102</u>	<u>12,220,315</u>	<u>13,819,323</u>
Liabilities				
Payable for purchase of investments		388,463	-	-
Payable for redemption of units		-	-	23,000
Custodial fees payable		33	33	45
bcIMC funds management fees payable	4	453	449	480
Other accounts payable		<u>4</u>	<u>4</u>	<u>5</u>
		<u>388,953</u>	<u>486</u>	<u>23,530</u>
Net assets attributable to holders of redeemable units		<u>\$ 13,273,149</u>	<u>\$ 12,219,829</u>	<u>\$ 13,795,793</u>
<i>Number of redeemable units outstanding</i>	5	8,036.607	8,124.237	9,062.709
Net assets attributable to holders of redeemable units per unit		<u>\$ 1,652</u>	<u>\$ 1,504</u>	<u>\$ 1,522</u>
<i>Contingent liability</i>	6			

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income (all amounts in thousands)			
	Note	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Revenue:			
Interest income		\$ 364,681	\$ 382,012
Securities lending income		1,195	1,168
Change in fair value of investments:	7		
Net realized gain (loss)		393,038	(4,053)
Net change in unrealized appreciation (depreciation)		451,825	(538,783)
Total Revenue		<u>1,210,739</u>	<u>(159,656)</u>
Expenses:			
bcIMC funds management fees	4	6,045	5,436
Audit fees		10	7
Custodial fees		140	133
Legal fees		(1)	7
Total operating expenses		<u>6,194</u>	<u>5,583</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations excluding distributions		<u>1,204,545</u>	<u>(165,239)</u>
Distributions to holders of redeemable units:			
From net investment income		(359,234)	(377,590)
From net realized gains on investments		(192,918)	-
		<u>(552,152)</u>	<u>(377,590)</u>
Increase (decrease) in net assets attributable to holders of redeemable units		<u>\$ 652,393</u>	<u>\$ (542,829)</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

CANADIAN UNIVERSE BOND FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of year	\$ 12,219,829	\$ 13,795,793
Increase (decrease) in net assets attributable to holders of redeemable units	652,393	(542,829)
Redeemable unit transactions:		
Proceeds from units issued	358,352	822,267
Reinvestment of distributions	552,152	377,590
Amounts paid for units redeemed	<u>(509,577)</u>	<u>(2,232,992)</u>
Net increase (decrease) from redeemable unit transactions	<u>400,927</u>	<u>(1,033,135)</u>
Balance, end of year	<u>\$ 13,273,149</u>	<u>\$ 12,219,829</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 652,393	\$ (542,829)
Adjustments for:		
Interest income	(364,681)	(382,012)
Net realized (gain) loss from investments	(393,038)	4,053
Net change in unrealized (appreciation) depreciation from investments	(451,825)	538,783
Amortization of premiums and discounts	(44,669)	(19,273)
Non cash distributions	552,152	377,590
Proceeds from sale of investments	76,993,248	72,068,025
Amounts paid for purchase of investments	(77,057,354)	(71,015,931)
Receivable from sale of investments	(498,987)	-
Receivable from issue of units	31	22,969
Payable for purchase of investments	388,463	-
Payable for redemption of units	-	(23,000)
Custodial fees payable	-	(12)
bcIMC funds management fees payable	4	(31)
Other accounts payable	-	(1)
Interest received	375,488	382,394
	<u>151,225</u>	<u>1,410,725</u>
Financing activities:		
Proceeds from issue of redeemable units	358,352	822,267
Payments on redemption of redeemable units	<u>(509,577)</u>	<u>(2,232,992)</u>
	<u>(151,225)</u>	<u>(1,410,725)</u>
Net increase (decrease) in cash	-	-
Cash, beginning of year	<u>-</u>	<u>-</u>
Cash, end of year	<u>\$ -</u>	<u>\$ -</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

CANADIAN UNIVERSE BOND FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>
Bonds:				
Federal Government	\$ 3,576,329	\$ 3,523,711	\$ 4,273,876	\$ 4,297,149
Provincial Government	2,918,813	2,703,342	3,272,849	3,283,575
Municipal Government	46,532	38,378	31,845	28,415
Corporate	4,780,469	4,509,647	4,480,720	4,355,643
Supranational and Sovereign	66,929	66,203	61,100	59,659
	<u>11,389,072</u>	<u>10,841,281</u>	<u>12,120,390</u>	<u>12,024,441</u>
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio Fund ST1	<u>1,713,948</u>	<u>1,713,982</u>	<u>28,992</u>	<u>29,009</u>
Total Investments	<u><u>\$ 13,103,020</u></u>	<u><u>\$ 12,555,263</u></u>	<u><u>\$ 12,149,382</u></u>	<u><u>\$ 12,053,450</u></u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

CANADIAN UNIVERSE BOND FUND

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

The investment objective of the Canadian Universe Bond Fund (the Fund) is to exceed the return of the Fund's benchmark, the FTSE TMX Canada Universe Bond Index, by 50 basis points per annum net of all investment expenses. The Fund is actively managed. The portfolio manager attempts to increase the returns relative to the Fund's benchmark by employing the following strategies:

- anticipating yield curve changes,
- anticipating credit spread changes,
- quality swaps,
- yield pickups, and
- sector strategies.

The Fund invests in the following securities:

- government and investment-grade corporate debt securities, denominated in Canadian dollars with a term to maturity of up to 30 years
- fixed income securities that are issued, insured or guaranteed by the Government of Canada or a provincial or municipal government,
- Canadian dollar denominated fixed income securities issued or guaranteed by a sovereign government or supranational entity,
- Canadian dollar denominated fixed income securities issued by corporations, trusts, income trusts, limited partnerships and non-profit entities such as airports, universities and pension funds,
- private placement fixed income securities with prior CIO approval, and
- units in Canadian Money Market Fund ST1 and Canadian Money Market Fund ST2.

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

- Corporate, and government debt securities issued by non-Canadian entities held by the Fund shall be rated BBB- or better by Standard & Poor's or have an equivalent rating from another credit rating agency.
- Not more than 10 percent of the market value of the Fund shall be invested in the debt of any one company.
- The Fund's allocation to corporate bonds shall not exceed 10 percentage points above the weighting of corporate bonds within the Index.
- The Fund's weighting of BBB bonds shall not exceed 2 percentage points above the weighting of BBB bonds within the Index.
- The Fund may not invest in derivatives.

If any issue is downgraded below the approved credit standard, bcIMC has the

See accompanying Notes to the Financial Statements.

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

discretion to determine the appropriate timing of any sale so as to maximize sale proceeds.

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

As at December 31, the Fund invested in debt instruments with the following credit ratings:

BONDS BY CREDIT RATING (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
AAA/AA	\$ 6,930,298	60.9 %	\$ 6,501,002	53.6 %
A	2,781,907	24.4 %	3,456,059	28.5 %
BBB	1,676,867	14.7 %	2,163,329	17.8 %
Total Bonds	\$ 11,389,072	100.0 %	\$ 12,120,390	100.0 %

Liquidity Risk

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

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

CANADIAN UNIVERSE BOND FUND

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

Interest Rate Risk

As at December 31, the Fund invested in debt instruments with the following terms to maturity and average effective yield:

BONDS BY MATURITY DATE (in 000s)	2014		2013	
	Total	Avg Effective Yield	Total	Avg Effective Yield
Within 1 year	\$ 1,332,039	0.99 %	\$ 24,003	(5.46)%
1 to 5 years	2,050,764	2.13 %	4,604,156	2.14 %
5 to 10 years	3,573,241	2.71 %	4,216,869	3.51 %
Over 10 years	4,433,028	2.85 %	3,275,362	4.08 %
Total Bonds	\$ 11,389,072	2.46 %	\$ 12,120,390	3.13 %

The duration is to be managed within \pm 20 percent of the benchmark duration, which was 7 years as at December 31, 2014. As at December 31, 2014, the Fund had a duration of 7 years (2013 - 8 years). The maximum term to maturity is 23 years (2013 - 31 years). If prevailing interest rates increased or decreased by 1% (100 bps), with all other variables held constant, net assets would have decreased or increased, respectively, by approximately \$1,008,958,000 (2013 - \$935,573,000), representing 7.6% of the Fund's net assets (2013 - 7.7%). In practice, the actual results may differ from this sensitivity analysis and the difference could be material.

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 Fund's financial assets and liabilities are not exposed to significant other price risk since the Fund's assets and liabilities are fixed income instruments.

Management monitors the concentration of risk for debt securities based on counterparties, sector and geographic location. The Fund's debt investments are issued or guaranteed by the Government of Canada, provincial governments, municipal governments, sovereign governments, and corporate entities.

Bonds by Geographic Region

All of the Fund's bond investments are exposed to the Canadian market.

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

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

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

All fair value measurements noted in the tables below are recurring.

(in 000s)	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
Money Market Investments	\$ 1,713,948	\$ -	\$ 1,713,948
Bonds	11,389,072	-	11,389,072
Total Investments	\$13,103,020	\$ -	\$13,103,020

(in 000s)	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
Money Market Investments	\$ 28,992	\$ -	\$ 28,992
Bonds	2,120,390	-	2,120,390
Total Investments	\$12,149,382	\$ -	\$12,149,382

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

CANADIAN UNIVERSE BOND FUND

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 3,979,048	\$ 1,713,948

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 1,472,414	\$ 28,992

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

CANADIAN REAL RETURN BOND FUND

Statement of Financial Position (all amounts in thousands <i>except number of units</i>)				
	Note	December 31, 2014	December 31, 2013 <i>(note 12)</i>	January 1, 2013 <i>(note 12)</i>
Assets				
Interest receivable		\$ 6,238	\$ 6,149	\$ 5,723
Investments		3,500,468	3,103,196	3,720,009
		<u>3,506,706</u>	<u>3,109,345</u>	<u>3,725,732</u>
Liabilities				
Custodial fees payable		8	8	12
bcIMC funds management fees payable	4	125	112	109
Other accounts payable		4	2	3
		<u>137</u>	<u>122</u>	<u>124</u>
Net assets attributable to holders of redeemable units				
		<u>\$ 3,506,569</u>	<u>\$ 3,109,223</u>	<u>\$ 3,725,608</u>
<i>Number of redeemable units outstanding</i>	5	2,751.307	2,751.307	2,847.430
Net assets attributable to holders of redeemable units per unit				
		<u>\$ 1,275</u>	<u>\$ 1,130</u>	<u>\$ 1,308</u>
<i>Contingent liability</i>	6			

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income (all amounts in thousands)			
	Note	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Revenue:			
Interest income		\$ 117,679	\$ 64,666
Securities lending income		1	2
Change in fair value of investments:	7		
Net realized gain		8,581	66,011
Net change in unrealized appreciation (depreciation)		272,530	(635,504)
Total Revenue		<u>398,791</u>	<u>(504,825)</u>
Expenses:			
bcIMC funds management fees	4	1,403	1,320
Audit fees		9	6
Custodial fees		34	32
Legal fees		(1)	5
Total operating expenses		<u>1,445</u>	<u>1,363</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations excluding distributions		<u>397,346</u>	<u>(506,188)</u>
Distributions to holders of redeemable units:			
From net investment income		(116,235)	(63,017)
From net realized gains on investments		(4,291)	(33,005)
		<u>(120,526)</u>	<u>(96,022)</u>
Increase (decrease) in net assets attributable to holders of redeemable units		<u>\$ 276,820</u>	<u>\$ (602,210)</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

CANADIAN REAL RETURN BOND FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of year	\$ 3,109,223	\$ 3,725,608
Increase (decrease) in net assets attributable to holders of redeemable units	276,820	(602,210)
Redeemable unit transactions:		
Proceeds from units issued	-	3,000
Reinvestment of distributions	120,526	96,022
Amounts paid for units redeemed	-	(113,197)
Net increase (decrease) from redeemable unit transactions	<u>120,526</u>	<u>(14,175)</u>
Balance, end of year	<u>\$ 3,506,569</u>	<u>\$ 3,109,223</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 276,820	\$ (602,210)
Adjustments for:		
Interest income	(117,679)	(64,666)
Net realized gain from investments	(8,581)	(66,011)
Net change in unrealized (appreciation) depreciation from investments	(272,530)	635,504
Amortization of premiums and discounts	32,085	28,810
Non cash distributions	120,526	96,022
Proceeds from sale of investments	448,171	1,838,183
Amounts paid for purchase of investments	(596,417)	(1,819,673)
Custodial fees payable	-	(4)
bcIMC funds management fees payable	13	3
Other accounts payable	2	(1)
Interest received	117,590	64,240
	<u>-</u>	<u>110,197</u>
Financing activities:		
Proceeds from issue of redeemable units	-	3,000
Payments on redemption of redeemable units	-	(113,197)
	<u>-</u>	<u>(110,197)</u>
Net increase (decrease) in cash	-	-
Cash, beginning of year	<u>-</u>	<u>-</u>
Cash, end of year	<u>\$ -</u>	<u>\$ -</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

CANADIAN REAL RETURN BOND FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>
Bonds:				
Federal Government	\$ 2,825,533	\$ 2,660,826	\$ 2,504,408	\$ 2,559,530
Provincial Government	651,012	609,541	583,091	594,319
	<u>3,476,545</u>	<u>3,270,367</u>	<u>3,087,499</u>	<u>3,153,849</u>
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio Fund ST1	<u>23,923</u>	<u>23,924</u>	<u>15,697</u>	<u>15,700</u>
Total Investments	<u>\$ 3,500,468</u>	<u>\$ 3,294,291</u>	<u>\$ 3,103,196</u>	<u>\$ 3,169,549</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

CANADIAN REAL RETURN BOND FUND

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

The investment objective of the Canadian Real Return Bond Fund (the Fund) is to meet the returns of the Fund's benchmark, the FTSE TMX Canada Real Return Bond Index, net of all investment expenses incurred, with federal/provincial relative weightings managed close to those of the benchmark. The portfolio manager ensures that the Pool's characteristics are close to those of the benchmark, including modified duration, convexity, yield curve exposures, liquidity and sector composition.

The Fund invests in the following securities:

- real return debt securities issued, insured or guaranteed by the Government of Canada, a provincial or municipal government.
- nominal bonds issued, insured or guaranteed by the Government of Canada.
- derivative instruments with CIO approval,
- private placement fixed income securities may be purchased with prior CIO approval provided that they are issued or guaranteed by the Government of Canada, a provincial or municipal government.
- units of Canadian Money Market Fund ST1.

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

- nominal bonds may only be held for cash and liquidity management purposes and may not exceed 10% of the market value of the pool.

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

As at December 31, the Fund invested in debt instruments with the following credit ratings:

BONDS BY CREDIT RATING (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
AAA/AA	\$ 3,436,378	98.8 %	\$ 3,049,281	98.8 %
A	40,167	1.2 %	38,218	1.2 %
Total Bonds	\$ 3,476,545	100.0 %	\$ 3,087,499	100.0 %

Liquidity Risk

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

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

CANADIAN REAL RETURN BOND FUND

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

Interest Rate Risk

As at December 31, the Fund invested in debt instruments with the following terms to maturity and average effective yield:

BONDS

BY MATURITY DATE
(in 000s)

	2014		2013	
	Total	Avg Effective Yield	Total	Avg Effective Yield
1 to 5 years	\$ 13,332	0.59 %	\$ 12,685	1.38 %
5 to 10 years	1,025,244	0.27 %	554,460	0.72 %
Over 10 years	2,437,969	0.79 %	2,520,354	1.29 %
Total Bonds	<u>\$ 3,476,545</u>	<u>0.64 %</u>	<u>\$ 3,087,499</u>	<u>1.19 %</u>

The duration is to be managed within \pm 20 percent of the benchmark duration, which was 16 years as at December 31, 2014. As at December 31, 2014, the Fund had a duration of 16 years (2013 - 15 years). The maximum term to maturity is 27 years (2013 - 25 years).

If prevailing interest rates increased or decreased by 1% (100 bps), with all other variables held constant, net assets would have decreased or increased, respectively, by approximately \$555,362,000 (2013 - \$477,749,000), representing 15.8% of the Fund's net assets (2013 - 15.4%). In practice, the actual results may differ from this sensitivity analysis and the difference could be material.

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 Fund's financial assets and liabilities are not exposed to significant other price risk since the Fund's assets and liabilities are fixed income instruments.

Management monitors the concentration of risk for debt securities based on counterparties and geographic location. The Fund's debt investments are issued by the Government of Canada and provincial governments.

Bonds by Geographic Region

All of the Fund's bond investments are exposed to the Canadian market.

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

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

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

All fair value measurements noted in the tables below are recurring.

	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 23,923	\$ -	\$ 23,923
Bonds	3,476,545	-	3,476,545
Total Investments	<u>\$ 3,500,468</u>	<u>\$ -</u>	<u>\$ 3,500,468</u>

	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 15,697	\$ -	\$ 15,697
Bonds	3,087,499	-	3,087,499
Total Investments	<u>\$ 3,103,196</u>	<u>\$ -</u>	<u>\$ 3,103,196</u>

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

CANADIAN REAL RETURN BOND FUND

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 3,979,048	\$ 23,923

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 1,472,414	\$ 15,697

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

GLOBAL GOVERNMENT BOND FUND

Statement of Financial Position

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

	Note	December 31, 2014	December 31, 2013 <i>(note 12)</i>	April 1, 2013 <i>(note 12)</i>
Assets				
Cash		\$ 1,996	\$ 1,855	\$ 3,120
Interest receivable		5,294	5,476	4,420
Derivative assets:				
Foreign currency contracts		10,121	7,061	9,545
Investments		<u>706,605</u>	<u>654,821</u>	<u>658,619</u>
		<u>724,016</u>	<u>669,213</u>	<u>675,704</u>
Liabilities				
Custodial fees payable		6	8	9
bclMC funds management fees payable	4	71	71	39
Other accounts payable		4	2	3
Derivative liabilities:				
Foreign currency contracts		-	6,412	39
		<u>81</u>	<u>6,493</u>	<u>90</u>
Net assets attributable to holders of redeemable units				
		<u>\$ 723,935</u>	<u>\$ 662,720</u>	<u>\$ 675,614</u>
<i>Number of redeemable units outstanding</i>	5	574.555	574.555	574.555
Net assets attributable to holders of redeemable units per unit				
		<u>\$ 1,260</u>	<u>\$ 1,153</u>	<u>\$ 1,176</u>
<i>Contingent liability</i>	6			

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income

(all amounts in thousands)

	Note	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Revenue:			
Interest income		\$ 11,458	\$ 8,763
Securities lending income		19	26
Foreign exchange loss		(170)	(1,255)
Change in fair value of investments and derivatives:	7		
Net realized gain (loss)		9,381	(8,528)
Net change in unrealized appreciation (depreciation)		41,445	(11,241)
Total Revenue		<u>62,133</u>	<u>(12,235)</u>
Expenses:			
bclMC funds management fees	4	874	628
Audit fees		9	5
Custodial fees		35	23
Legal fees		-	3
Total operating expenses		<u>918</u>	<u>659</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations excluding distributions		<u>61,215</u>	<u>(12,894)</u>
Distributions to holders of redeemable units:			
From net investment income		(10,388)	(6,874)
From net realized gains on investments and derivatives		(4,690)	(1,345)
		<u>(15,078)</u>	<u>(8,219)</u>
Increase (decrease) in net assets attributable to holders of redeemable units		<u>\$ 46,137</u>	<u>\$ (21,113)</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

GLOBAL GOVERNMENT BOND FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of period	\$ 662,720	\$ 675,614
Increase (decrease) in net assets attributable to holders of redeemable units	46,137	(21,113)
Redeemable unit transactions:		
Proceeds from units issued	-	-
Reinvestment of distributions	15,078	8,219
Amounts paid for units redeemed	-	-
Net increase from redeemable unit transactions	<u>15,078</u>	<u>8,219</u>
Balance, end of period	<u>\$ 723,935</u>	<u>\$ 662,720</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Period Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 46,137	\$ (21,113)
Adjustments for:		
Interest income	(11,458)	(8,763)
Net realized (gain) loss from investments and derivatives	(9,381)	8,528
Net change in unrealized (appreciation) depreciation from investments and derivatives	(41,445)	11,241
Amortization of premiums and discounts	6,694	5,499
Non cash distributions	15,078	8,219
Proceeds from sale of investments	636,058	209,381
Amounts paid for purchase of investments	(653,182)	(221,994)
Custodial fees payable	(2)	(1)
bcIMC funds management fees payable	-	32
Other accounts payable	2	(1)
Interest received	<u>11,640</u>	<u>7,707</u>
	<u>141</u>	<u>(1,265)</u>
Financing activities:		
	<u>-</u>	<u>-</u>
Net increase (decrease) in cash	141	(1,265)
Cash, beginning of period	<u>1,855</u>	<u>3,120</u>
Cash, end of period	<u>\$ 1,996</u>	<u>\$ 1,855</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

GLOBAL GOVERNMENT BOND FUND

Schedule of Investments

as at December 31
(all amounts in thousands)

	2014		2013	
	Fair Value	Cost	Fair Value	Cost
Bonds:				
Federal Government	\$ 18,334	\$ 17,889	\$ 6,174	\$ 6,658
Supranational and Sovereign	433,704	434,670	412,617	403,441
U.S. Federal Government	252,694	223,691	234,738	246,880
	<u>704,732</u>	<u>676,250</u>	<u>653,529</u>	<u>656,979</u>
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio				
Fund ST1	105	105	1,098	1,098
Fund ST3	1,768	1,726	194	193
	<u>1,873</u>	<u>1,831</u>	<u>1,292</u>	<u>1,291</u>
Total Investments	<u>\$ 706,605</u>	<u>\$ 678,081</u>	<u>\$ 654,821</u>	<u>\$ 658,270</u>

Schedule of Foreign Currency Contracts

as at December 31
(all amounts reported in thousands of Canadian dollars)

Date	Number of Contracts	Expiry Date	Currency Code	Amount Sold	Currency Code	Amount Bought	Unrealized Gain (Loss)
2014	1	Feb 2015	AUD	\$ (3,283)	CAD	\$ 3,302	\$ 19
2014	1	Feb 2015	USD	(283,743)	CAD	284,851	1,108
2014	1	Feb 2015	EUR	(186,796)	CAD	192,516	5,720
2014	1	Feb 2015	SEK	(3,182)	CAD	3,275	93
2014	1	Feb 2015	DKK	(5,941)	CAD	6,129	188
2014	1	Feb 2015	JPY	(157,781)	CAD	160,478	2,697
2014	1	Feb 2015	GBP	(55,564)	CAD	55,860	296
				<u>\$(696,290)</u>		<u>\$ 706,411</u>	<u>\$ 10,121</u>

Schedule of Foreign Currency Contracts

as at December 31
(all amounts reported in thousands of Canadian dollars)

Date	Number of Contracts	Expiry Date	Currency Code	Amount Sold	Currency Code	Amount Bought	Unrealized Gain (Loss)
2013	2	Jan 2014	JPY	\$ (186,204)	CAD	\$ 190,709	\$ 4,505
2013	1	Jan 2014	AUD	(148)	CAD	149	1
2013	1	Jan 2014	CAD	(3,194)	AUD	3,247	53
2013	1	Jan 2014	SEK	(135)	CAD	136	1
2013	1	Jan 2014	GBP	(1,091)	CAD	1,092	1
2013	1	Jan 2014	USD	(195)	CAD	196	1
2013	1	Jan 2014	EUR	(187)	CAD	188	1
2013	1	Feb 2014	JPY	(184,149)	CAD	184,851	702
2013	1	Feb 2014	USD	(261,438)	CAD	262,273	835
2013	1	Feb 2014	EUR	(131,186)	CAD	131,945	759
2013	1	Feb 2014	GBP	(46,978)	CAD	47,026	48
2013	1	Feb 2014	SEK	(3,220)	CAD	3,229	9
2013	1	Feb 2014	DKK	(25,314)	CAD	25,459	145
				<u>(843,439)</u>		<u>850,500</u>	<u>7,061</u>
2013	1	Jan 2014	AUD	(3,194)	CAD	3,193	(1)
2013	1	Jan 2014	USD	(263,758)	CAD	263,007	(751)
2013	1	Jan 2014	CAD	(264,622)	USD	263,758	(864)
2013	1	Jan 2014	DKK	(25,456)	CAD	25,096	(360)
2013	1	Jan 2014	CAD	(25,604)	DKK	25,456	(148)
2013	1	Jan 2014	EUR	(132,897)	CAD	130,939	(1,958)
2013	1	Jan 2014	CAD	(133,677)	EUR	132,897	(780)
2013	1	Jan 2014	GBP	(47,801)	CAD	47,131	(670)
2013	1	Jan 2014	CAD	(47,854)	GBP	47,802	(52)
2013	1	Jan 2014	CAD	(3,401)	SEK	3,392	(9)
2013	1	Jan 2014	SEK	(3,392)	CAD	3,322	(70)
2013	1	Jan 2014	CAD	(186,470)	JPY	185,722	(748)
2013	1	Jan 2014	AUD	(3,051)	CAD	3,050	(1)
				<u>(1,141,177)</u>		<u>1,134,765</u>	<u>(6,412)</u>
				<u>\$ (1,984,616)</u>		<u>\$ 1,985,265</u>	<u>\$ 649</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

GLOBAL GOVERNMENT BOND FUND

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

The investment objective of the Global Government Bond Fund (the Fund) is to exceed the returns relative to the Fund's benchmark, the JP Morgan Government Bond Index (GBI) Global (Hedged CAD), by 20 basis points per annum, net of all investment expenses incurred. The Fund is actively managed. The portfolio manager attempts to increase the returns relative to the Fund's benchmark by employing the following strategies:

- anticipating yield curve changes,
- anticipating yield level changes,
- quality swaps,
- yield pickups,
- market diversification, and
- foreign currency management.

The Fund invests in the following securities:

- fixed income securities, including money market instruments, that are issued or guaranteed by sovereign governments of benchmark member countries,
- fixed income securities that are issued or guaranteed by supranational entities including, but not limited to, the World Bank, the International Bank for Reconstruction and Development, the Asian Development Bank, the European Bank for Reconstruction and Development, the European Investment Bank or the Inter-American Development Bank.
- spot currencies, unleveraged debt securities futures, and foreign exchange forward contracts for currency conversions and/or currency hedging,
- derivative instruments (other than those noted above) with CIO approval,
- private placement fixed income securities may be purchased with prior CIO approval provided that they are issued or guaranteed by sovereign governments of benchmark member countries or supranational entities, and are rated "BBB-" or better by Standard & Poor's or have an equivalent rating from another credit rating agency, and
- units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and U.S. Dollar Money Market Fund ST3.

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

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

- Debt securities held by the Fund must be rated BBB- or better by Standard & Poor's or have an equivalent rating from another credit rating agency.
- Foreign exchange forward contract counterparties are restricted to financial institutions that are rated A- or better by Standard & Poor's or have an equivalent rating from another credit rating agency.
- The Fund must be not less than 80% hedged to the Canadian dollar.

If any issue is downgraded below the approved credit standard, bcIMC has the discretion to determine the appropriate timing of any sale so as to maximize sale proceeds.

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

As at December 31, the Fund invested in debt instruments with the following credit ratings:

BONDS BY CREDIT RATING (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
AAA/AA	\$ 638,599	90.6 %	\$ 653,529	100.0 %
BBB	66,133	9.4 %	-	- %
Total Bonds	\$ 704,732	100.0 %	\$ 653,529	100.0 %

The Fund invests in foreign currency contracts which inherently have counterparty risk. The credit risk of each counterparty is monitored through an evaluation of the credit quality of each counterparty that transacts with the Fund. Foreign exchange forward contract counterparties are restricted to financial institutions that are rated A- or better by Standard & Poor's, or have an equivalent rating from another credit rating agency.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

GLOBAL GOVERNMENT BOND FUND

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

Liquidity Risk

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

The following were the contractual maturities of derivative financial liabilities as at December 31. The amounts are gross and undiscounted:

	2013		
	Carrying amount	Gross nominal in (out) flow	Less than 1 month
DERIVATIVE LIABILITIES (in 000s)			
Outflows	\$ (1,141,177)	\$ (1,141,177)	\$ (1,141,177)
Inflows	1,134,765	1,134,765	1,134,765
	<u>\$ (6,412)</u>	<u>\$ (6,412)</u>	<u>\$ (6,412)</u>

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

Interest Rate Risk

As at December 31, the Fund invested in debt instruments with the following terms to maturity and average effective yield:

BONDS BY MATURITY DATE (in 000s)	2014		2013	
	Total	Avg Effective Yield	Total	Avg Effective Yield
Within 1 year	\$ 29,672	0.80 %	\$ 131,307	0.16 %
1 to 5 years	359,372	0.59 %	112,333	1.02 %
5 to 10 years	127,387	1.37 %	298,299	1.60 %
Over 10 years	188,301	2.03 %	111,590	2.97 %
Total Bonds	<u>\$ 704,732</u>	<u>1.12 %</u>	<u>\$ 653,529</u>	<u>1.44 %</u>

The duration is to be managed within \pm 20 percent of the benchmark duration, which was 7 years as at December 31, 2014. As at December 31, 2014, the Fund had a duration of 7 years (2013 - 6 years). The maximum term to maturity is 32 years (2013 - 19 years).

If prevailing interest rates increased or decreased by 1% (100 bps), with all other variables held constant, net assets would have decreased or increased, respectively, by approximately \$51,375,000 (2013 - \$42,148,000), representing 7.1% of the Fund's net assets (2013 - 6.4%). In practice, the actual results may differ from this sensitivity analysis and the difference could be material.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

GLOBAL GOVERNMENT BOND FUND

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

Currency Risk

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

CURRENCY (in 000s)	2014			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
Australian Dollar	\$ 3,286	\$ (3,282)	\$ 4	- %
British Pound Sterling	55,675	(55,564)	111	- %
Danish Krone	5,953	(5,941)	12	- %
Euro	186,891	(186,796)	95	- %
Japanese Yen	158,554	(157,782)	772	0.1 %
Swedish Krona	3,166	(3,182)	(16)	- %
United States Dollar	281,875	(283,743)	(1,868)	(0.3)%
Net Foreign Exchange Exposure	\$ 695,400	\$ (696,290)	\$ (890)	(0.1)%

CURRENCY (in 000s)	2013			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
Australian Dollar	\$ 3,192	\$ (3,146)	\$ 46	- %
British Pound Sterling	47,870	(48,068)	(198)	- %
Danish Krone	25,225	(25,314)	(89)	- %
Euro	130,863	(131,373)	(510)	(0.1)%
Japanese Yen	184,160	(184,631)	(471)	(0.1)%
Swedish Krona	3,339	(3,355)	(16)	- %
United States Dollar	260,214	(261,632)	(1,418)	(0.2)%
Net Foreign Exchange Exposure	\$ 654,863	\$ (657,519)	\$ (2,656)	(0.4)%

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

As at December 31, if the Canadian dollar had strengthened/weakened by 1 percent in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased by \$9,000 (2013 - \$27,000), representing 0.001% of the Fund's net assets (2013 - 0.004%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

Other Price Risk

The Fund's financial assets and liabilities are not exposed to significant other price risk since the Fund's assets and liabilities are fixed income instruments.

Management monitors the concentration of risk for debt securities based on counterparties and geographic location. The Fund's debt investments are all issued or guaranteed by sovereign governments or supranational entities.

Bonds by Geographic Region

The Fund's debt securities are concentrated in the following geographic regions:

GEOGRAPHIC REGION (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Australia	\$ 3,098	0.4 %	\$ 3,001	0.5 %
Belgium	8,074	1.1 %	30,682	4.7 %
Denmark	5,933	0.8 %	25,144	3.8 %
France	49,630	7.0 %	43,651	6.7 %
Germany	52,542	7.5 %	26,516	4.1 %
Italy	36,293	5.1 %	-	- %
Japan	157,150	22.4 %	183,124	28.0 %
Netherlands	7,995	1.1 %	20,807	3.2 %
Spain	29,840	4.2 %	-	- %
Sweden	3,076	0.4 %	3,188	0.5 %
United Kingdom	52,388	7.4 %	44,521	6.8 %
United States	252,694	36.1 %	234,738	35.9 %
Supranational	27,685	3.9 %	31,983	4.9 %
Canada	18,334	2.6 %	6,174	0.9 %
Total Bonds	\$ 704,732	100.0 %	\$ 653,529	100.0 %

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

GLOBAL GOVERNMENT BOND FUND

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

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

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

All fair value measurements noted in the tables below are recurring.

(in 000s)	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
	Money Market Investments	\$ 1,873	\$ -
Bonds	704,732	-	704,732
Total Investments	\$ 706,605	\$ -	\$ 706,605
Foreign Currency Contracts, Net	-	10,121	10,121
Total	\$ 706,605	\$ 10,121	\$ 716,726

(in 000s)	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
	Money Market Investments	\$ 1,292	\$ -
Bonds	653,529	-	653,529
Total Investments	\$ 654,821	\$ -	\$ 654,821
Foreign Currency Contracts, Net	-	649	649
Total	\$ 654,821	\$ 649	\$ 655,470

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	2	\$ 3,563,473	\$ 1,873

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	2	\$ 1,583,110	\$ 1,292

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

FIXED TERM MORTGAGE FUND

Statement of Financial Position

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

	Note	December 31, 2014	December 31, 2013 <i>(note 12)</i>	January 1, 2013 <i>(note 12)</i>
Assets				
Investments		\$ 1,863,864	\$ 2,250,303	\$ 2,551,503
		<u>1,863,864</u>	<u>2,250,303</u>	<u>2,551,503</u>
Liabilities				
Payable for redemption of units		75,000	13,000	5,000
bcIMC funds management fees payable	4	209	175	183
Other accounts payable		10	32	34
		<u>75,219</u>	<u>13,207</u>	<u>5,217</u>
Net assets attributable to holders of redeemable units		<u>\$ 1,788,645</u>	<u>\$ 2,237,096</u>	<u>\$ 2,546,286</u>
<i>Number of redeemable units outstanding</i>	5	<i>461.335</i>	<i>606.471</i>	<i>718.403</i>
Net assets attributable to holders of redeemable units per unit		<u>\$ 3,877</u>	<u>\$ 3,689</u>	<u>\$ 3,544</u>
<i>Contingent liability</i>	6			

Statement of Comprehensive Income

(all amounts in thousands)

	Note	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Revenue:			
Interest income		\$ 134,026	\$ 145,286
Change in fair value of investments:	7		
Net realized gain		6	-
Net change in unrealized depreciation		<u>(25,023)</u>	<u>(44,875)</u>
Total Revenue		<u>109,009</u>	<u>100,411</u>
Expenses:			
bcIMC funds management fees	4	2,451	2,032
Administrative fees		22	28
Audit fees		<u>(13)</u>	<u>41</u>
Total operating expenses		<u>2,460</u>	<u>2,101</u>
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		<u>106,549</u>	<u>98,310</u>
Distributions to holders of redeemable units:			
From net investment income		<u>(122,164)</u>	<u>(133,672)</u>
		<u>(122,164)</u>	<u>(133,672)</u>
Decrease in net assets attributable to holders of redeemable units		<u>\$ (15,615)</u>	<u>\$ (35,362)</u>

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

FIXED TERM MORTGAGE FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of year	\$ 2,237,096	\$ 2,546,286
Decrease in net assets attributable to holders of redeemable units	(15,615)	(35,362)
Redeemable unit transactions:		
Proceeds from units issued	22,055	-
Reinvestment of distributions	122,164	133,672
Amounts paid for units redeemed	(577,055)	(407,500)
Net decrease from redeemable unit transactions	(432,836)	(273,828)
Balance, end of year	\$ 1,788,645	\$ 2,237,096

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Decrease in net assets attributable to holders of redeemable units	\$ (15,615)	\$ (35,362)
Adjustments for:		
Interest income	(134,026)	(145,286)
Net realized gain from investments	(6)	-
Net change in unrealized depreciation from investments	25,023	44,875
Non cash distributions	122,164	133,672
Proceeds from sale of investments	951,582	693,946
Amounts paid for purchase of investments	(590,160)	(437,621)
Payable for redemption of units	62,000	8,000
bcIMC funds management fees payable	34	(8)
Other accounts payable	(22)	(2)
Interest received	134,026	145,286
	<u>555,000</u>	<u>407,500</u>
Financing activities:		
Proceeds from issue of redeemable units	22,055	-
Payments on redemption of redeemable units	(577,055)	(407,500)
	<u>(555,000)</u>	<u>(407,500)</u>
Net increase (decrease) in cash	-	-
Cash, beginning of year	-	-
Cash, end of year	\$ -	\$ -

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
 POOLED INVESTMENT PORTFOLIOS

FIXED TERM MORTGAGE FUND

Schedule of Investments
 as at December 31
 (all amounts in thousands)

	2014		2013	
	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>
Mortgage Investments ¹	\$ 1,787,471	\$ 1,692,487	\$ 2,235,648	\$ 2,115,639
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio Fund ST1	<u>76,393</u>	<u>76,393</u>	<u>14,655</u>	<u>14,657</u>
Total Investments	<u>\$ 1,863,864</u>	<u>\$ 1,768,880</u>	<u>\$ 2,250,303</u>	<u>\$ 2,130,296</u>

¹ The mortgage investments are held through a limited partnership.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

FIXED TERM MORTGAGE FUND

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

The investment objective of the Fixed Term Mortgage Fund (the Fund) is to increase returns relative to the Fund's benchmark, the DEX Short Term Bond Index plus 100 basis points (to compensate for illiquidity and credit risk relative to the bond index).

The Fund is actively managed. Portfolio managers utilize a multi-factor risk rating model to assess risk levels of individual investment opportunities. The risk factors that are evaluated include location, structure quality, tenant quality, borrower and covenantor's financial strength, loan to value levels, debt servicing ability, and borrower's experience. This information is used to determine the risk premium for each mortgage investment. The Fund maintains a prudent level of diversification by property type, geographic location, investment size, and risk.

The Fund invests in the following securities:

- Canadian fixed term first mortgages,
- Canadian fixed term second and third mortgages and first mortgage bonds, with CIO approval,
- government debt securities with a maximum term to maturity of 5 years, and
- units of bcIMC's Pooled Investment Portfolios ST1 and ST2

The following restrictions apply to the Fund:

- Mortgages must be eligible investments under the Pensions Benefits Standards Act.
- No mortgages will be made without a site inspection, current market appraisal and a current environmental audit.
- No mortgages will be made on raw land.
- The Fund may not invest in derivatives.
- The maximum duration of the Fund is 5 years.

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

The Fund holds most of its investments through a limited partnership. The limited partnership holds the following investments and other net receivables:

(in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Fixed-Rate Mortgages	\$ 1,774,336	99.3 %	\$ 2,177,231	97.4 %
Mortgage Bonds	-	- %	20,696	0.9 %
Money Market Investments	5,974	0.3 %	28,516	1.3 %
Other Net Receivables	7,161	0.4 %	9,205	0.4 %
Total Net Assets of Limited Partnership	\$ 1,787,471	100.0 %	\$ 2,235,648	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 the investments held by the limited partnership have been considered.

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

The majority of the Fund's holdings are in uninsured first mortgages where the possibility of a borrower defaulting on payment obligations exists. To reduce default risk, the Fund invests in uninsured mortgages with conservative loan to value ratios. No uninsured mortgages will be entered into if they exceed a 75% loan-to-value ratio at inception and no insured mortgages will be entered into if they exceed a 95% loan-to-value ratio at inception. Also, all mortgages will include additional collateral and guarantees from borrowers. The fair value of the Fund's mortgage and money market investments represents the Fund's maximum exposure to credit risk.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

FIXED TERM MORTGAGE FUND

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

Mortgages by Industry Sector

Investments in the Fund are diversified across industry sectors. Sectors to which the Fund had exposure as at December 31 are as follows:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Retail	\$ 554,195	31.2 %	\$ 577,568	26.5 %
Office	519,216	29.3 %	636,206	29.2 %
Industrial	497,033	28.0 %	522,306	24.0 %
Residential	154,985	8.7 %	390,233	17.9 %
Other	48,907	2.8 %	50,918	2.3 %
Total Mortgages	<u>\$ 1,774,336</u>	<u>100.0 %</u>	<u>\$ 2,177,231</u>	<u>100.0 %</u>

INDUSTRY SECTOR (Number of Mortgages)	2014		2013	
	Total	% of Total	Total	% of Total
Retail	\$ 24	28.2 %	\$ 24	25.5 %
Office	29	34.1 %	32	34.0 %
Industrial	16	18.8 %	20	21.3 %
Residential	13	15.3 %	14	14.9 %
Other	3	3.5 %	4	4.3 %
Total Mortgages	<u>\$ 85</u>	<u>100.0 %</u>	<u>\$ 94</u>	<u>100.0 %</u>

Liquidity Risk

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

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

Interest Rate Risk

The Fund invests in fixed term mortgages with maturities typically ranging from 1 to 8 years. The duration of the Fund is 2.2 years. Lending rates for mortgages are determined based on the current yield of Government of Canada debt securities with a similar term to maturity plus a risk and liquidity premium.

As at December 31, the Fund invested in mortgages with the following terms to maturity:

MORTGAGES BY MATURITY DATE (in 000s)	2014		2013	
	Total	Avg Effective Yield %	Total	Avg Effective Yield %
Within 1 year	\$ 342,148	2.59 %	\$ 199,944	1.27 %
1 to 5 years	1,349,352	2.87 %	\$ 1,722,016	3.17 %
5 to 10 years	82,836	3.26 %	\$ 255,271	3.89 %
Total Mortgages	<u>\$ 1,774,336</u>	<u>2.83 %</u>	<u>\$ 2,177,231</u>	<u>3.08 %</u>

If prevailing interest rates increased or decreased by 1% (100 bps), with all other variables held constant, net assets would have decreased or increased, respectively, by approximately \$39,699,000 and \$40,914,000 (2013 - \$56,502,000 and \$58,529,000), representing 2.2% and 2.3% of the Fund's net assets (2013 - 2.5% and 2.6%)

Currency Risk

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

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

FIXED TERM MORTGAGE FUND

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

Other Price Risk

Management monitors the concentration of risk for mortgage securities based on counterparties and industries and geographic location. The Fund's industry sector exposure is presented in the Credit Risk section.

The Fund is not exposed to significant other price risk since the Fund's assets and liabilities are fixed income instruments.

Investments by Geographic Region

All of the Fund's mortgage investments are exposed to the Canadian market.

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

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

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

All fair value measurements noted in the tables below are recurring.

	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
	(in 000s)		
Money Market Investments	\$ 76,393	\$ -	\$ 76,393
Mortgage Investments	-	1,787,471	1,787,471
Total Investments	<u>\$ 76,393</u>	<u>\$ 1,787,471</u>	<u>\$ 1,863,864</u>

	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
	(in 000s)		
Money Market Investments	\$ 14,655	\$ -	\$ 14,655
Mortgage Investments	-	2,235,648	2,235,648
Total Investments	<u>\$ 14,655</u>	<u>\$ 2,235,648</u>	<u>\$ 2,250,303</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

FIXED TERM MORTGAGE FUND

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

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 3,978,383	\$ 76,393

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 1,472,414	\$ 14,655

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

CONSTRUCTION MORTGAGE FUND

Statement of Financial Position				
<i>(all amounts in thousands except number of units)</i>				
	Note	December 31, 2014	December 31, 2013	January 1, 2013
			<i>(note 12)</i>	<i>(note 12)</i>
Assets				
Receivable from issue of units		100,000	13,000	1,000
Investments		<u>\$ 537,869</u>	<u>\$ 467,086</u>	<u>\$ 743,333</u>
		<u>637,869</u>	<u>480,086</u>	<u>744,333</u>
Liabilities				
bcIMC funds management fees payable	4	97	91	123
Other accounts payable		10	28	30
		<u>107</u>	<u>119</u>	<u>153</u>
Net assets attributable to holders of redeemable units				
		<u>\$ 637,762</u>	<u>\$ 479,967</u>	<u>\$ 744,180</u>
<i>Number of redeemable units outstanding</i>	5	<i>196.460</i>	<i>155.391</i>	<i>253.233</i>
Net assets attributable to holders of redeemable units per unit				
		<u>\$ 3,246</u>	<u>\$ 3,089</u>	<u>\$ 2,939</u>
<i>Contingent liability</i>	6			

Statement of Comprehensive Income			
<i>(all amounts in thousands)</i>			
	Note	Year Ended December 31, 2014	Year Ended December 31, 2013
		<i>(note 12)</i>	<i>(note 12)</i>
Revenue:			
Interest income		\$ 31	\$ 86
Change in fair value of investments:	7		
Net realized gain		26,287	78,021
Net change in unrealized depreciation		<u>(343)</u>	<u>(45,199)</u>
Total Revenue		<u>25,975</u>	<u>32,908</u>
Expenses:			
bcIMC funds management fees	4	1,188	1,085
Audit fees		<u>(8)</u>	<u>36</u>
Total operating expenses		<u>1,180</u>	<u>1,121</u>
Increase in net assets attributable to holders of redeemable units from operations excluding distributions			
		<u>24,795</u>	<u>31,787</u>
Distributions to holders of redeemable units:			
From net investment income		<u>(24,735)</u>	<u>(76,991)</u>
		<u>(24,735)</u>	<u>(76,991)</u>
Increase (decrease) in net assets attributable to holders of redeemable units			
		<u>\$ 60</u>	<u>\$ (45,204)</u>

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

CONSTRUCTION MORTGAGE FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of year	\$ 479,967	\$ 744,180
Increase (decrease) in net assets attributable to holders of redeemable units	60	(45,204)
Redeemable unit transactions:		
Proceeds from units issued	269,000	71,000
Reinvestment of distributions	24,735	76,991
Amounts paid for units redeemed	<u>(136,000)</u>	<u>(367,000)</u>
Net increase (decrease) from redeemable unit transactions	<u>157,735</u>	<u>(219,009)</u>
Balance, end of year	<u>\$ 637,762</u>	<u>\$ 479,967</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 60	\$ (45,204)
Adjustments for:		
Interest income	(31)	(86)
Net realized gain from investments	(26,287)	(78,021)
Net change in unrealized depreciation from investments	343	45,199
Non cash distributions	24,735	76,991
Proceeds from sale of investments	454,089	729,145
Amounts paid for purchase of investments	(498,928)	(420,076)
Receivable from issue of units	(87,000)	(12,000)
bcIMC funds management fees payable	6	(32)
Other accounts payable	(18)	(2)
Interest received	31	86
	<u>(133,000)</u>	<u>296,000</u>
Financing activities:		
Proceeds from issue of redeemable units	269,000	71,000
Payments on redemption of redeemable units	<u>(136,000)</u>	<u>(367,000)</u>
	<u>133,000</u>	<u>(296,000)</u>
Net increase (decrease) in cash	-	-
Cash, beginning of year	<u>-</u>	<u>-</u>
Cash, end of year	<u>\$ -</u>	<u>\$ -</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

CONSTRUCTION MORTGAGE FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>
Mortgage Investments ¹	\$ 537,244	\$ 439,136	\$ 466,402	\$ 367,951
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio Fund ST1	<u>625</u>	<u>625</u>	<u>684</u>	<u>684</u>
Total Investments	<u>\$ 537,869</u>	<u>\$ 439,761</u>	<u>\$ 467,086</u>	<u>\$ 368,635</u>

¹ The mortgage investments are held through a private corporation.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

CONSTRUCTION MORTGAGE FUND

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

The investment objective of the Construction Mortgage Fund (the Fund) is to increase returns relative to the Fund's benchmark, the DEX One Year Treasury Bill Index plus 100 basis points (to compensate for illiquidity and credit risk relative to the index). Portfolio managers utilize a multi-factor risk rating model to assess risk levels of individual investment opportunities. The risk factors that are evaluated include location, structure quality, tenant quality, borrower and covenantor's financial strength, loan to value levels, loan to cost levels, debt servicing ability, and developer's experience. This information is used to determine the risk premium for each mortgage investment.

The risks associated with construction projects are mitigated by requiring the involvement of only experienced developers, obtaining construction engineer evaluations, requiring specified pre-sales/pre-leasing levels and sufficient profit margin levels, as well as obtaining additional security provisions from borrowers.

The Fund invests in the following securities:

- Canadian construction first mortgages,
- Canadian construction second, and third mortgages with CIO approval,
- Canadian first, second and third mortgages on raw land provided they are tied to a credible development plan and have CIO approval,
- Canadian construction first, second and third mortgages on properties classified as hotel, motel or recreational, with CIO approval, and
- units in bcIMC's Pooled Investment Portfolios ST1 and ST2.

The following restrictions apply to the Fund:

- Mortgages must be eligible investments under the Pensions Benefits Standards Act.
- No mortgages will be made without a site inspection, current market appraisal and a current environmental audit.
- The Fund may not invest in derivatives.
- The maximum duration of the Fund is 1.5 years.

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

The Fund holds most of its investments through a corporation. The corporation holds the following investments and other net receivables:

	2014		2013	
	Total	% of Total	Total	% of Total
(in 000s)				
Variable-Rate Mortgages	\$ 515,202	95.9 %	\$ 449,697	96.4 %
Money Market Investments	20,624	3.8 %	15,247	3.3 %
Other Net Receivables	1,418	0.3 %	1,458	0.3 %
Total Net Assets of Mortgage Corporation	\$ 537,244	100.0 %	\$ 466,402	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 the investments held by the corporation have been considered.

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

The majority of the Fund's holdings are in uninsured first mortgages where the possibility of a borrower defaulting on payment obligations exists. To reduce default risk, the Fund invests in uninsured mortgages with conservative loan to value ratios. No uninsured mortgages will be entered into if they exceed a 75% loan-to-value ratio at inception and no insured mortgages will be entered into if they exceed a 95% loan-to-value ratio at inception. Also, all mortgages will include additional collateral and guarantees from borrowers. The fair value of the Fund's mortgage and money market investments represents the Fund's maximum exposure to credit risk.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

CONSTRUCTION MORTGAGE FUND

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

Mortgages by Industry Sector

Investments in the Fund are diversified across industry sectors. Sectors to which the Fund had exposure as at December 31 are as follows:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Retail	\$ 8,672	1.7 %	\$ -	- %
Office	69,790	13.5 %	-	- %
Residential	370,590	71.9 %	370,229	82.3 %
Land lease communities	66,150	12.8 %	79,468	17.7 %
Total Mortgages	\$ 515,202	100.0 %	\$ 449,697	100.0 %

INDUSTRY SECTOR (Number of Mortgages)	2014		2013	
	Total	% of Total	Total	% of Total
Retail	\$ 1	7.7 %	\$ -	- %
Office	1	7.7 %	-	- %
Residential	9	69.2 %	13	86.7 %
Land lease communities	2	15.4 %	2	13.3 %
Total Mortgages	\$ 13	100.0 %	\$ 15	100.0 %

Liquidity Risk

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

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

Interest Rate Risk

The Fund invests in construction mortgages with terms ranging from 1 to 5 years. The duration of the Fund is 0.5 years. As at December 31, the Fund invested in mortgages with the following terms to maturity:

MORTGAGES BY MATURITY DATE (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Within 1 year	\$ 279,579	54.3 %	\$ 80,248	17.8 %
1 to 5 years	235,623	45.7 %	\$ 369,449	82.2 %
Total Mortgages	\$ 515,202	100.0 %	\$ 449,697	100.0 %

Construction mortgages are usually extended with floating interest rates based on bank prime lending rates plus a risk and liquidity premium. Therefore, the Fund does not have significant exposure to interest rate risk.

Currency Risk

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

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

CONSTRUCTION MORTGAGE FUND

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

Other Price Risk

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

Management monitors the concentration of risk for mortgage securities based on counterparties and industries and geographic location. The Fund's industry sector exposure is presented in the Credit Risk section.

Investments by Geographic Region

All of the Fund's mortgage investments are exposed to the Canadian market.

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

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

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

All fair value measurements noted in the tables below are recurring.

	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 625	\$ -	\$ 625
Mortgage Investments	-	537,244	537,244
Total Investments	<u>\$ 625</u>	<u>\$ 537,244</u>	<u>\$ 537,869</u>

	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 684	\$ -	\$ 684
Mortgage Investments	-	466,402	466,402
Total Investments	<u>\$ 684</u>	<u>\$ 466,402</u>	<u>\$ 467,086</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

CONSTRUCTION MORTGAGE FUND

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

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 3,978,383	\$ 625

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 1,472,414	\$ 684

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE CANADIAN EQUITY FUND

Statement of Financial Position (all amounts in thousands except number of units)				
	Note	December 31, 2014	December 31, 2013 <i>(note 12)</i>	April 1, 2013 <i>(note 12)</i>
Assets				
Cash		\$ 12,167	\$ 5,742	\$ 11,323
Receivable from sale of investments		9,780	987	26,125
Receivable from issue of units		818	-	-
Dividends receivable		3,711	3,042	3,109
Security lending revenue receivable		14	27	32
Investments		2,264,145	1,882,799	1,644,624
		<u>2,290,635</u>	<u>1,892,597</u>	<u>1,685,213</u>
Liabilities				
Payable for purchase of investments		8,352	4,615	26,566
Custodial fees payable		10	10	15
External management fees payable		847	725	637
bclMC funds management fees payable	4	270	222	167
Other accounts payable		4	3	3
		<u>9,483</u>	<u>5,575</u>	<u>27,388</u>
Net assets attributable to holders of redeemable units				
		<u>\$ 2,281,152</u>	<u>\$ 1,887,022</u>	<u>\$ 1,657,825</u>
<i>Number of redeemable units outstanding</i>	5	231.636	215.325	215.325
Net assets attributable to holders of redeemable units per unit				
		<u>\$ 9,848</u>	<u>\$ 8,764</u>	<u>\$ 7,699</u>
<i>Contingent liability</i>	6			

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income (all amounts in thousands)			
	Note	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Revenue:			
Interest income		\$ 523	\$ 309
Dividend income		49,890	35,664
Securities lending income		171	238
Foreign exchange loss		(20)	-
Change in fair value of investments:	7		
Net realized gain		106,208	23,466
Net change in unrealized appreciation		90,955	174,676
Total Revenue		<u>247,727</u>	<u>234,353</u>
Expenses:			
bclMC funds management fees	4	3,059	1,989
External management fees		3,308	2,045
Administrative fees		6	-
Audit fees		9	5
Commissions and stock exchange fees		1,459	1,093
Custodial fees		36	24
Legal fees		2	-
Total operating expenses		<u>7,879</u>	<u>5,156</u>
Increase in net assets attributable to holders of redeemable units from operations excluding distributions			
		<u>239,848</u>	<u>229,197</u>
Distributions to holders of redeemable units:			
From net investment income		(44,146)	(32,146)
From net realized gains on investments		(52,436)	(19,808)
		<u>(96,582)</u>	<u>(51,954)</u>
Increase in net assets attributable to holders of redeemable units			
		<u>\$ 143,266</u>	<u>\$ 177,243</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE CANADIAN EQUITY FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of period	\$ 1,887,022	\$ 1,657,825
Increase in net assets attributable to holders of redeemable units	143,266	177,243
Redeemable unit transactions:		
Proceeds from units issued	191,432	1,000
Reinvestment of distributions	96,582	51,954
Amounts paid for units redeemed	<u>(37,150)</u>	<u>(1,000)</u>
Net increase from redeemable unit transactions	<u>250,864</u>	<u>51,954</u>
Balance, end of period	<u>\$ 2,281,152</u>	<u>\$ 1,887,022</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Period Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase in net assets attributable to holders of redeemable units	\$ 143,266	\$ 177,243
Adjustments for:		
Interest income	(523)	(309)
Dividend income	(49,890)	(35,664)
Net realized gain from investments	(106,208)	(23,466)
Net change in unrealized appreciation from investments	(90,955)	(174,676)
Non cash distributions	96,582	51,954
Proceeds from sale of investments	848,084	602,875
Amounts paid for purchase of investments	(1,032,267)	(642,908)
Receivable from sale of investments	(8,793)	25,138
Receivable from issue of units	(818)	-
Security lending revenue receivable	13	5
Payable for purchase of investments	3,737	(21,951)
Custodial fees payable	-	(5)
External management fees payable	122	88
bcIMC funds management fees payable	48	55
Other accounts payable	1	-
Interest received	523	309
Dividends received	49,221	35,731
	<u>(147,857)</u>	<u>(5,581)</u>
Financing activities:		
Proceeds from issue of redeemable units	191,432	1,000
Payments on redemption of redeemable units	<u>(37,150)</u>	<u>(1,000)</u>
	<u>154,282</u>	<u>-</u>
Net increase (decrease) in cash	6,425	(5,581)
Cash, beginning of period	<u>5,742</u>	<u>11,323</u>
Cash, end of period	<u>\$ 12,167</u>	<u>\$ 5,742</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE CANADIAN EQUITY FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>
Equities:				
Publicly Traded	\$ 2,235,730	\$ 1,794,665	\$ 1,856,898	\$ 1,506,788
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio Fund ST1	<u>28,415</u>	<u>28,415</u>	<u>25,901</u>	<u>25,901</u>
Total Investments	<u><u>\$ 2,264,145</u></u>	<u><u>\$ 1,823,080</u></u>	<u><u>\$ 1,882,799</u></u>	<u><u>\$ 1,532,689</u></u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE CANADIAN EQUITY FUND

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

The Active Canadian Equity Fund (the Fund) provides clients with a diversity of active management investment styles (e.g., value, growth, and market oriented), exposure to a variety of market outlooks, and exposure to the various segments of the Canadian equity market (large, medium and small cap). Active managers operate independently of each other and are given specific value added targets, consistent with their expected risk profile.

The investment objective of the Active Canadian Equity Fund is to exceed the Fund's benchmark return, the S&P/TSX Capped Composite Index by 150 basis points per annum, net of investment expenses ver a four yearrolling average.

The Fund can hold the following securities:

- publicly traded common stock or common stock equivalents of Canadian companies including preferred shares, instalment receipts, convertible securities, rights and warrants,
- publicly traded income trust units,
- exchange traded funds based on the Fund's Index,
- units in Managers' pooled funds provided such holdings are permissible investments for the Fund,
- private placements (defined as off-exchange purchase of securities that have limited transferability) with CIO approval,
- other derivative instruments with CIO approval , and
- money market securities rated A-1 (low) or better, and units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and U.S. Dollar Money Market Fund ST3.

The following restrictions apply to the Fund:

- Up to 15% of the Fund's assets over any 3 month period or up to 10% over any 12 month period may be invested in money market securities rated A-1 (low) or better, units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2.
- Investments in the securities of a single company are limited to 10% of the market value of the Fund.

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

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

Liquidity Risk

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

Interest Rate Risk

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

Currency Risk

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

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE CANADIAN EQUITY FUND

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

Other Price Risk

Management monitors the concentration of risk for equity securities based on counterparties and industries and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 114,016	5.1 %	\$ 110,085	5.9 %
Consumer Staple	113,099	5.1 %	55,008	3.0 %
Energy	503,935	22.5 %	481,549	25.9 %
Financial Services	818,211	36.6 %	675,474	36.4 %
Health Care	80,247	3.6 %	68,380	3.7 %
Industrial Products	163,082	7.3 %	136,729	7.4 %
Information Technology	119,613	5.4 %	61,198	3.3 %
Materials and Processing	199,971	8.9 %	178,672	9.6 %
Telecommunication Services	104,838	4.7 %	78,121	4.2 %
Utilities	18,718	0.8 %	11,682	0.6 %
Total Equities	\$ 2,235,730	100.0 %	\$ 1,856,898	100.0 %

As at December 31, 2014 and 2013, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased, respectively by approximately \$214,834,000 (2013 - \$178,262,000) or 9.4% (2013 - 9.4%) of net assets attributable to redeemable units

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2014 and 2013, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

Equity by Geographic Region

All of the Fund's equity investments are exposed to the Canadian market.

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

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

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

All fair value measurements noted in the tables below are recurring.

(in 000s)	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
Money Market Investments	\$ 28,415	\$ -	\$ 28,415
Public Equities	2,235,730	-	2,235,730
Total Investments	\$ 2,264,145	\$ -	\$ 2,264,145

(in 000s)	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
Money Market Investments	\$ 25,901	\$ -	\$ 25,901
Public Equities	1,856,898	-	1,856,898
Total Investments	\$ 1,882,799	\$ -	\$ 1,882,799

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE CANADIAN EQUITY FUND

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 3,379,048	\$ 28,415

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 1,472,414	\$ 25,901

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE CANADIAN SMALL CAP EQUITY FUND

Statement of Financial Position				
<i>(all amounts in thousands except number of units)</i>				
	Note	December 31, 2014	December 31 2013 <i>(note 12)</i>	January 1, 2013 <i>(note 12)</i>
Assets				
Cash		\$ 6,392	\$ 4,259	\$ 4,357
Receivable from sale of investments		1,311	280	378
Dividends receivable		1,528	1,516	1,305
Security lending revenue receivable		8	23	13
Investments		<u>649,712</u>	<u>701,886</u>	<u>580,278</u>
		<u>658,951</u>	<u>707,964</u>	<u>586,331</u>
Liabilities				
Payable for purchase of investments		2,628	230	1,781
Custodial fees payable		7	10	8
External management fees payable		638	597	631
bcIMC funds management fees payable	4	36	32	27
Other accounts payable		<u>4</u>	<u>4</u>	<u>5</u>
		<u>3,313</u>	<u>873</u>	<u>2,452</u>
Net assets attributable to holders of redeemable units				
		<u>\$ 655,638</u>	<u>\$ 707,091</u>	<u>\$ 583,879</u>
<i>Number of redeemable units outstanding</i>	5	<i>385.557</i>	<i>443.902</i>	<i>465.799</i>
Net assets attributable to holders of redeemable units per unit				
		<u>\$ 1,700</u>	<u>\$ 1,593</u>	<u>\$ 1,253</u>
<i>Contingent liability</i>	6			

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income				
<i>(all amounts in thousands)</i>				
	Note	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>	
Revenue:				
Interest income		\$ 181	\$ 150	
Dividend income		15,699	13,609	
Securities lending income		66	508	
Change in fair value of investments:	7			
Net realized gain		75,167	20,395	
Net change in unrealized (appreciation) depreciation		<u>(38,849)</u>	<u>125,693</u>	
Total Revenue		<u>52,264</u>	<u>160,355</u>	
Expenses:				
bcIMC funds management fees	4	443	352	
External management fees		2,787	2,702	
Administrative fees		2	-	
Audit fees		7	6	
Commissions and stock exchange fees		932	2,006	
Custodial fees		26	36	
Legal fees		<u>1</u>	<u>2</u>	
Total operating expenses		<u>4,198</u>	<u>5,104</u>	
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		<u>48,066</u>	<u>155,251</u>	
Distributions to holders of redeemable units:				
From net investment income		(12,679)	(11,169)	
From net realized gains on investments		<u>(37,127)</u>	<u>(1,399)</u>	
		<u>(49,806)</u>	<u>(12,568)</u>	
Increase (decrease) in net assets attributable to holders of redeemable units		<u>\$ (1,740)</u>	<u>\$ 142,683</u>	

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE CANADIAN SMALL CAP EQUITY FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of year	\$ 707,091	\$ 583,879
Increase (decrease) in net assets attributable to holders of redeemable units	(1,740)	142,683
Redeemable unit transactions:		
Proceeds from units issued	481	461
Reinvestment of distributions	49,806	12,568
Amounts paid for units redeemed	<u>(100,000)</u>	<u>(32,500)</u>
Net decrease from redeemable unit transactions	<u>(49,713)</u>	<u>(19,471)</u>
Balance, end of year	<u>\$ 655,638</u>	<u>\$ 707,091</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (1,740)	\$ 142,683
Adjustments for:		
Interest income	(181)	(150)
Dividend income	(15,699)	(13,609)
Net realized gain from investments	(75,167)	(20,395)
Net change in unrealized (appreciation) depreciation from investments	38,849	(125,693)
Amortization of premiums and discounts	(130)	(104)
Non cash distributions	49,806	12,568
Proceeds from sale of investments	634,779	566,830
Amounts paid for purchase of investments	(546,157)	(542,246)
Receivable from sale of investments	(1,031)	98
Security lending revenue receivable	15	(10)
Payable for purchase of investments	2,398	(1,551)
Custodial fees payable	(3)	2
External management fees payable	41	(34)
bcIMC funds management fees payable	4	5
Other accounts payable	-	(1)
Interest received	181	150
Dividends received	15,687	13,398
	<u>101,652</u>	<u>31,941</u>
Financing activities:		
Proceeds from issue of redeemable units	481	461
Payments on redemption of redeemable units	<u>(100,000)</u>	<u>(32,500)</u>
	<u>(99,519)</u>	<u>(32,039)</u>
Net increase (decrease) in cash	2,133	(98)
Cash, beginning of year	<u>4,259</u>	<u>4,357</u>
Cash, end of year	<u>\$ 6,392</u>	<u>\$ 4,259</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE CANADIAN SMALL CAP EQUITY FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>
Equities:				
Publicly Traded	\$ 632,975	\$ 460,321	\$ 690,520	\$ 479,017
Money Market Investments:				
Repurchase Agreements	16,596	16,597	11,234	11,234
Units in bcIMC Pooled Investment Portfolio Fund ST1	<u>141</u>	<u>141</u>	<u>132</u>	<u>133</u>
Total Investments	<u>\$ 649,712</u>	<u>\$ 477,059</u>	<u>\$ 701,886</u>	<u>\$ 490,384</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE CANADIAN SMALL CAP EQUITY FUND

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

The investment objective of the Active Canadian Small Cap Equity Fund (the Fund) is to exceed the return of the Fund's benchmark, the S&P/TSX Small Cap Equity Index, by 200 basis points per annum, net of all investment expenses over a four year rolling average. The Fund provides clients with a diversity of active management investment styles (e.g., value, growth, and market oriented), exposure to a variety of market outlooks, and exposure to the various segments of Canadian small cap equity markets. Active managers within the Fund are selected to add value over full market cycles. The managers operate independently of each other and are given specific value added targets, consistent with their expected risk profile. Each manager may have a different approach to risk. The Fund is diversified on an industry sector basis, reducing exposure to risks.

The Fund invests in the following securities:

- publicly traded common stock or common stock equivalents of Canadian equities with a small to mid-level range of capitalization including preferred shares, installment receipts, convertible securities, rights and warrants,
- publicly traded income trust units,
- exchange traded funds based on the Fund's Index or a similar index,
- units in Manager's pooled funds provided such holdings are permissible investments for the Fund,
- private placements (defined as off-exchange purchase of securities that have limited transferability) with CIO approval,
- other derivative instruments with CIO approval, and
- money market securities rated A-1 (low) or better, and units of Canadian Money Market Fund ST1 and Canadian Money Market Fund ST2.

The following restrictions apply to the Fund:

- Up to 20% of the Fund's assets over any 3 month period or up to 15% of the Fund's assets over any 12 month period may be invested in money market securities rated A-1 (low) or better, or in units of Canadian Money Market Fund ST1 and/or Canadian Money Market Fund ST2.
- Investments in the securities of a single company are limited to 10% of the market value of the Fund.

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

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

Liquidity Risk

The Fund invests in publicly traded small cap securities which are typically less liquid than large cap securities. Cash and money market investments provide the Fund with additional liquidity.

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

Interest Rate Risk

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

Currency Risk

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

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE CANADIAN SMALL CAP EQUITY FUND

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

Other Price Risk

Management monitors the concentration of risk for equity securities based on counterparties and industries and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 60,825	9.6 %	\$ 68,682	9.9 %
Consumer Staple	46,053	7.3 %	33,943	4.9 %
Energy	97,495	15.4 %	116,173	16.8 %
Financial Services	68,370	10.8 %	86,116	12.5 %
Health Care	11,287	1.8 %	6,049	0.9 %
Industrial Products	143,648	22.6 %	189,748	27.5 %
Information Technology	69,492	11.0 %	69,853	10.1 %
Materials and Processing	127,663	20.2 %	114,979	16.7 %
Utilities	8,142	1.3 %	4,977	0.7 %
Total Equities	<u>\$ 632,975</u>	<u>100.0 %</u>	<u>\$ 690,520</u>	<u>100.0 %</u>

As at December 31, 2014 and 2013, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased, respectively by approximately \$42,696,000 (2013 - \$51,789,000) or 6.5% (2013 - 7.3%) of net assets attributable to redeemable units

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2014 and 2013, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

Equity by Geographic Region

All of the Fund's equity investments are exposed to the Canadian market.

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

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

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

All fair value measurements noted in the tables below are recurring.

(in 000s)	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
	Money Market Investments	\$ 141	\$ 16,596
Public Equities	632,328	-	632,328
Warrants	647	-	647
Total Investments	<u>\$ 633,116</u>	<u>\$ 16,596</u>	<u>\$ 649,712</u>

(in 000s)	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
	Money Market Investments	\$ 132	\$ 11,234
Public Equities	690,141	-	690,141
Warrants	379	-	379
Total Investments	<u>\$ 690,652</u>	<u>\$ 11,234</u>	<u>\$ 701,886</u>

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE CANADIAN SMALL CAP EQUITY FUND

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 3,979,048	\$ 141

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 1,472,414	\$ 132

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ENHANCED INDEXED CANADIAN EQUITY FUND

Statement of Financial Position (all amounts in thousands except number of units)				
	Note	December 31, 2014	December 31, 2013 <i>(note 12)</i>	April 1, 2013 <i>(note 12)</i>
Assets				
Cash		\$ 7,015	\$ 7,783	\$ 13,388
Receivable from sale of investments		10,826	-	17,887
Receivable from issue of units		-	929	-
Dividends receivable		11,233	11,668	13,588
Security lending revenue receivable		58	95	118
Derivative assets:				
Futures		-	48	160
Investments		<u>5,244,001</u>	<u>5,237,545</u>	<u>4,716,538</u>
		<u>5,273,133</u>	<u>5,258,068</u>	<u>4,761,679</u>
Liabilities				
Payable for purchase of investments		17,946	-	30,626
Custodial fees payable		50	44	54
External management fees payable		1,356	1,249	1,155
bcIMC funds management fees payable	4	250	204	121
Other accounts payable		4	2	3
Derivative liabilities:				
Futures		82	-	-
		<u>19,688</u>	<u>1,499</u>	<u>31,959</u>
Net assets attributable to holders of redeemable units		<u>\$ 5,253,445</u>	<u>\$ 5,256,569</u>	<u>\$ 4,729,720</u>
<i>Number of redeemable units outstanding</i>	5	<i>1,613.648</i>	<i>1,779.757</i>	<i>1,779.049</i>
Net assets attributable to holders of redeemable units per unit		<u>\$ 3,256</u>	<u>\$ 2,954</u>	<u>\$ 2,659</u>
<i>Contingent liability</i>	6			

(Original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income (all amounts in thousands)			
	Note	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Revenue:			
Interest income		\$ 3,948	\$ 2,406
Dividend income		145,100	112,450
Securities lending income		622	1,123
Foreign exchange loss		(53)	-
Change in fair value of investments and derivatives:	7		
Net realized gain		326,819	4,341
Net change in unrealized appreciation		<u>56,983</u>	<u>412,822</u>
Total Revenue		<u>533,419</u>	<u>533,142</u>
Expenses:			
bcIMC funds management fees	4	2,765	1,805
External management fees		5,509	3,483
Administrative fees		16	-
Audit fees		9	5
Commissions and stock exchange fees		5,402	2,836
Custodial fees		185	134
Legal fees		5	1
Total operating expenses		<u>13,891</u>	<u>8,264</u>
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		<u>519,528</u>	<u>524,878</u>
Distributions to holders of redeemable units:			
From net investment income		(141,122)	(110,548)
From net realized gains on investments and derivatives		<u>(160,630)</u>	<u>(10,413)</u>
		<u>(301,752)</u>	<u>(120,961)</u>
Increase in net assets attributable to holders of redeemable units		<u>\$ 217,776</u>	<u>\$ 403,917</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ENHANCED INDEXED CANADIAN EQUITY FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of period	\$ 5,256,569	\$ 4,729,720
Increase in net assets attributable to holders of redeemable units	217,776	403,917
Redeemable unit transactions:		
Proceeds from units issued	26,777	1,971
Reinvestment of distributions	301,752	120,961
Amounts paid for units redeemed	<u>(549,429)</u>	<u>-</u>
Net increase (decrease) from redeemable unit transactions	<u>(220,900)</u>	<u>122,932</u>
Balance, end of period	<u>\$ 5,253,445</u>	<u>\$ 5,256,569</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Period Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase in net assets attributable to holders of redeemable units	\$ 217,776	\$ 403,917
Adjustments for:		
Interest income	(3,948)	(2,406)
Dividend income	(145,100)	(112,450)
Net realized gain from investments and derivatives	(326,819)	(4,341)
Net change in unrealized appreciation from investments and derivatives	(56,983)	(412,822)
Amortization of premiums and discounts	(48)	(37)
Non cash distributions	301,752	120,961
Proceeds from sale of investments	3,792,917	1,589,038
Amounts paid for purchase of investments	(3,415,523)	(1,692,845)
Receivable from sale of investments	(10,826)	17,887
Receivable from issue of units	929	(929)
Net receivable for variation on futures	48	112
Net payable for variation on futures	82	-
Security lending revenue receivable	37	23
Payable for purchase of investments	17,946	(30,626)
Custodial fees payable	6	(10)
External management fees payable	107	94
bcIMC funds management fees payable	46	83
Other accounts payable	2	(1)
Interest received	3,948	2,406
Dividends received	145,535	114,370
	<u>521,884</u>	<u>(7,576)</u>
Financing activities:		
Proceeds from issue of redeemable units	26,777	1,971
Payments on redemption of redeemable units	<u>(549,429)</u>	<u>-</u>
	<u>(522,652)</u>	<u>1,971</u>
Net decrease in cash	(768)	(5,605)
Cash, beginning of period	<u>7,783</u>	<u>13,388</u>
Cash, end of period	<u>\$ 7,015</u>	<u>\$ 7,783</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ENHANCED INDEXED CANADIAN EQUITY FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>
Equities:				
Publicly Traded	\$ 5,211,663	\$ 4,227,584	\$ 5,200,803	\$ 4,273,708
Money Market Investments:				
Federal Government	3,045	3,045	1,996	1,996
Repurchase Agreements	-	-	3,693	3,693
Units in bcIMC Pooled Investment Portfolio Fund ST1	<u>29,293</u>	<u>29,295</u>	<u>31,053</u>	<u>31,054</u>
Total Investments	<u>\$ 5,244,001</u>	<u>\$ 4,259,924</u>	<u>\$ 5,237,545</u>	<u>\$ 4,310,451</u>

Schedule of Futures Contracts
as at December 31
(all amounts reported in thousands of Canadian dollars)

<u>Date</u>	<u>Number of Contracts</u>	<u>Expiry Date</u>	<u>Notional Value</u>	<u>Net Receivable (Payable)</u>
2014	170	March 2015	<u>\$ 28,954</u>	<u>\$ (82)</u>
2013	170	March 2014	<u>\$ 26,551</u>	<u>\$ 48</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ENHANCED INDEXED CANADIAN EQUITY FUND

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

The Enhanced Indexed Canadian Equity Fund (the Fund) differs from the Active Canadian Equity Fund in that it takes a lower level of active management risk and will more closely reflect the sector and financial characteristics of the benchmark, the S&P/TSX Capped Composite Index. The Fund's objective is to exceed the return of the benchmark by 100 basis points per annum, net of investment expenses, over a four year moving average.

The Fund can hold the following securities:

- publicly traded common stock or common stock equivalents of Canadian companies including preferred shares, instalment receipts, convertible securities, rights and warrants,
- publicly traded income trust units,
- exchange traded funds,
- units in Managers' pooled funds provided such holdings are permissible investments for the Fund,
- unleveraged futures contracts and swaps,
- private placements (defined as off-exchange purchase of securities that have limited transferability) with CIO approval,
- other derivative instruments with CIO approval , and
- money market securities rated A-1 (low) or better, and units of Canadian Money Market Fund ST1 and Canadian Money Market Fund ST2.

The following restrictions apply to the Fund:

- Up to 10% of the Fund's assets over any 3 month period or up to 5% over any 12 month period may be invested in money market securities rated A-1 (low) or better, and in units of Canadian Money Market Fund ST1 and/or Canadian Money Market Fund ST2. This constraint does not apply to money market securities or units used for the management of futures contracts.
- Investments in the securities of a single company are limited to 10% of the market value of the Fund.

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

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

Liquidity Risk

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

The following were the contractual maturities of derivative financial liabilities as at December 31. The amounts are gross and undiscounted:

DERIVATIVE LIABILITIES (in 000s)	2014		
	Carrying amount	Gross nominal in (out) flow	1 to 3 months
Outflows	\$ (82)	\$ (82)	\$ (82)
Inflows	-	-	-
	<u>\$ (82)</u>	<u>\$ (82)</u>	<u>\$ (82)</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ENHANCED INDEXED CANADIAN EQUITY FUND

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

Interest Rate Risk

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

Currency Risk

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

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

Other Price Risk

Management monitors the concentration of risk for equity securities based on counterparties and industries and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 378,417	7.2 %	\$ 336,571	6.5 %
Consumer Staple	207,817	4.0 %	167,544	3.2 %
Energy	1,089,234	20.9 %	1,210,476	23.3 %
Financial Services	1,801,669	34.6 %	1,805,652	34.7 %
Health Care	181,599	3.5 %	181,069	3.5 %
Industrial Products	509,921	9.8 %	462,308	8.9 %
Information Technology	198,500	3.8 %	126,842	2.4 %
Materials and Processing	527,244	10.1 %	590,268	11.3 %
Telecommunication Services	234,661	4.5 %	237,187	4.6 %
Utilities	82,601	1.6 %	82,886	1.6 %
Total Equities	<u>\$ 5,211,663</u>	<u>100.0 %</u>	<u>\$ 5,200,803</u>	<u>100.0 %</u>

As at December 31, 2014 and 2013, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased, respectively by approximately \$515,538,000 (2013 - \$514,879,000) or 9.8% (2013 - 9.8%) of net assets attributable to redeemable units

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2014 and 2013, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

Equity by Geographic Region

All of the Fund's equity investments are exposed to the Canadian market.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ENHANCED INDEXED CANADIAN EQUITY FUND

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

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

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

All fair value measurements noted in the tables below are recurring.

(in 000s)	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
	Money Market Investments	\$ 29,293	\$ 3,045
Public Equities	5,211,663	-	5,211,663
Total Investments	<u>\$ 5,240,956</u>	<u>\$ 3,045</u>	<u>\$ 5,244,001</u>

(in 000s)	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
	Money Market Investments	\$ 31,053	\$ 5,689
Public Equities	5,200,803	-	5,200,803
Total Investments	<u>\$ 5,231,856</u>	<u>\$ 5,689</u>	<u>\$ 5,237,545</u>

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 3,979,048	\$ 29,293

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 1,472,414	\$ 31,053

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

INDEXED CANADIAN EQUITY FUND

Statement of Financial Position (all amounts in thousands except number of units)				
	Note	December 31, 2014	December 31, 2013 <i>(note 12)</i>	April 1, 2013 <i>(note 12)</i>
Assets				
Cash		\$ 410	\$ 93	\$ 383
Receivable from sale of investments		273	1,294	12,065
Receivable from issue of units		-	-	3,110
Dividends receivable		13,862	15,062	21,067
Security lending revenue receivable		107	176	200
Derivative assets:				
Futures		-	140	376
Investments		<u>6,164,820</u>	<u>6,428,648</u>	<u>7,171,312</u>
		<u>6,179,472</u>	<u>6,445,413</u>	<u>7,208,513</u>
Liabilities				
Payable for purchase of investments		14,271	2,390	25,255
Payable for redemption of units		-	-	1,000
Custodial fees payable		21	25	28
bcIMC funds management fees payable	4	265	276	189
Other accounts payable		4	3	3
Derivative liabilities:				
Futures		<u>226</u>	<u>-</u>	<u>-</u>
		<u>14,787</u>	<u>2,694</u>	<u>26,475</u>
Net assets attributable to holders of redeemable units		<u>\$ 6,164,685</u>	<u>\$ 6,442,719</u>	<u>\$ 7,182,038</u>
<i>Number of redeemable units outstanding</i>	5	903.591	1,046.083	1,277.567
Net assets attributable to holders of redeemable units per unit		<u>\$ 6,822</u>	<u>\$ 6,159</u>	<u>\$ 5,622</u>
<i>Contingent liability</i>	6			

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income (all amounts in thousands)			
	Note	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Revenue:			
Interest income		\$ 9,919	\$ 7,063
Dividend income		176,378	162,641
Securities lending income		1,207	2,354
Foreign exchange loss		(64)	-
Change in fair value of investments and derivatives:	7		
Net realized gain		415,987	228,994
Net change in unrealized appreciation		<u>68,275</u>	<u>202,934</u>
Total Revenue		<u>671,702</u>	<u>603,986</u>
Expenses:			
bcIMC funds management fees	4	3,378	2,736
Administrative fees		20	-
Audit fees		9	5
Commissions and stock exchange fees		2,037	1,465
Custodial fees		85	75
Legal fees		<u>7</u>	<u>1</u>
Total operating expenses		<u>5,536</u>	<u>4,282</u>
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		<u>666,166</u>	<u>599,704</u>
Distributions to holders of redeemable units:			
From net investment income		(182,375)	(168,099)
From net realized gains on investments and derivatives		<u>(206,915)</u>	<u>(162,327)</u>
		<u>(389,290)</u>	<u>(330,426)</u>
Increase in net assets attributable to holders of redeemable units		<u>\$ 276,876</u>	<u>\$ 269,278</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

INDEXED CANADIAN EQUITY FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of period	\$ 6,442,719	\$ 7,182,038
Increase in net assets attributable to holders of redeemable units	276,876	269,278
Redeemable unit transactions:		
Proceeds from units issued	426,325	116,400
Reinvestment of distributions	389,290	330,426
Amounts paid for units redeemed	<u>(1,370,525)</u>	<u>(1,455,423)</u>
Net decrease from redeemable unit transactions	<u>(554,910)</u>	<u>(1,008,597)</u>
Balance, end of period	<u>\$ 6,164,685</u>	<u>\$ 6,442,719</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Period Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase in net assets attributable to holders of redeemable units	\$ 276,876	\$ 269,278
Adjustments for:		
Interest income	(9,919)	(7,063)
Dividend income	(176,378)	(162,641)
Net realized gain from investments and derivatives	(415,987)	(228,994)
Net change in unrealized appreciation from investments and derivatives	(68,275)	(202,934)
Amortization of premiums and discounts	(49)	(39)
Non cash distributions	389,290	330,426
Proceeds from sale of investments	2,364,190	2,243,296
Amounts paid for purchase of investments	(1,616,051)	(1,068,665)
Receivable from sale of investments	1,021	10,771
Receivable from issue of units	-	3,110
Net receivable for variation on futures	140	236
Net payable for variation on futures	226	-
Security lending revenue receivable	69	24
Payable for purchase of investments	11,881	(22,865)
Payable for redemption of units	-	(1,000)
Custodial fees payable	(4)	(3)
bcIMC funds management fees payable	(11)	87
Other accounts payable	1	-
Interest received	9,919	7,063
Dividends received	<u>177,578</u>	<u>168,646</u>
	<u>944,517</u>	<u>1,338,733</u>
Financing activities:		
Proceeds from issue of redeemable units	426,325	116,400
Payments on redemption of redeemable units	<u>(1,370,525)</u>	<u>(1,455,423)</u>
	<u>(944,200)</u>	<u>(1,339,023)</u>
Net increase (decrease) in cash	317	(290)
Cash, beginning of period	<u>93</u>	<u>383</u>
Cash, end of period	<u>\$ 410</u>	<u>\$ 93</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

INDEXED CANADIAN EQUITY FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>
Equities:				
Publicly Traded	\$ 6,079,843	\$ 4,679,192	\$ 6,349,413	\$ 5,017,037
Money Market Investments:				
Federal Government Units in bcIMC Pooled Investment Portfolio Fund ST1	4,990	4,990	4,985	4,984
	<u>79,987</u>	<u>79,988</u>	<u>74,250</u>	<u>74,252</u>
Total Investments	<u>\$ 6,164,820</u>	<u>\$ 4,764,170</u>	<u>\$ 6,428,648</u>	<u>\$ 5,096,273</u>

Schedule of Futures Contracts
as at December 31
(all amounts reported in thousands of Canadian dollars)

<u>Date</u>	<u>Number of Contracts</u>	<u>Expiry Date</u>	<u>Notional Value</u>	<u>Net Receivable (Payable)</u>
2014	470	March 2015	<u>\$ 80,050</u>	<u>\$ (226)</u>
2013	500	March 2014	<u>\$ 78,090</u>	<u>\$ 140</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED CANADIAN EQUITY FUND

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

The Indexed Canadian Equity Fund (the Fund) has broad exposure to domestic stocks and provides participating clients with similar risk and return characteristics as the S&P/TSX Equity Index, the Fund's benchmark. The Fund holds companies and sectors roughly in proportion to their weighting in the Index. The objective of the Fund is to meet the return of the benchmark net of all investment expenses.

The Fund can hold the following securities:

- publicly traded common stock or common stock equivalents of benchmark member companies including preferred shares, instalment receipts, convertible securities, rights and warrants,
- exchange traded funds,
- up to \$200 million in unleveraged futures contracts; these futures may be based on an index that includes income trusts,
- private placements (defined as off-exchange purchase of securities that have limited transferability) with CIO approval,
- other derivative instruments with CIO approval,
- money market securities rated A-1 (low) or better, and
- units of Canadian Money Market Fund ST1 and Canadian Money Market Fund ST2.

The following restrictions apply to the Fund:

- Up to 0.5% of the Fund's assets can be invested in money market securities rated A-1 (low) or better, units of Canadian Money Market Fund ST1 and/or Canadian Money Market Fund ST2. This constraint does not apply to money market securities or units used for the management of futures contracts.

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

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

Liquidity Risk

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

The following were the contractual maturities of derivative financial liabilities as at December 31. The amounts are gross and undiscounted:

DERIVATIVE LIABILITIES (in 000s)	2014			
	Carrying amount	Gross nominal in (out) flow	Less than 1 month	1 to 3 months
Outflows	\$ (226)	\$ (226)	\$ -	\$ (226)
Inflows	-	-	-	-
	<u>\$ (226)</u>	<u>\$ (226)</u>	<u>\$ -</u>	<u>\$ (226)</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED CANADIAN EQUITY FUND

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

Interest Rate Risk

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

Currency Risk

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

Other Price Risk

Management monitors the concentration of risk for equity securities based on counterparties and industries and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 381,453	6.3 %	\$ 344,456	5.4 %
Consumer Staple	220,936	3.6 %	200,776	3.2 %
Energy	1,346,256	22.1 %	1,590,189	25.0 %
Financial Services	2,164,668	35.6 %	2,236,847	35.4 %
Health Care	214,788	3.5 %	190,081	3.0 %
Industrial Products	541,163	9.0 %	503,386	7.9 %
Information Technology	138,737	2.3 %	115,878	1.8 %
Materials and Processing	642,464	10.6 %	738,138	11.6 %
Telecommunication Services	293,790	4.8 %	312,935	4.9 %
Utilities	135,588	2.2 %	116,727	1.8 %
Total Equities	\$ 6,079,843	100.0 %	\$ 6,349,413	100.0 %

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

As at December 31, 2014 and 2013, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased, respectively by approximately \$607,632,000 (2013 - \$634,941,000) or 9.9% (2013 - 9.9%) of net assets attributable to redeemable units

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2014 and 2013, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

Equity by Geographic Region

All of the Fund's equity investments are exposed to the Canadian market.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED CANADIAN EQUITY FUND

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

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

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

All fair value measurements noted in the tables below are recurring.

	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 79,987	\$ 4,990	\$ 84,977
Public Equities	6,079,843	-	6,079,843
Total Investments	<u>\$ 6,159,830</u>	<u>\$ 4,990</u>	<u>\$ 6,164,820</u>

	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 74,250	\$ 4,985	\$ 79,235
Public Equities	6,349,413	-	6,349,413
Total Investments	<u>\$ 6,423,663</u>	<u>\$ 4,985</u>	<u>\$ 6,428,648</u>

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 3,979,048	\$ 79,987

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 1,472,414	\$ 74,250

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE U.S. EQUITY FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of period	\$ 2,435,281	\$ 1,871,601
Increase in net assets attributable to holders of redeemable units	312,095	546,935
Redeemable unit transactions:		
Proceeds from units issued	104,000	136,500
Reinvestment of distributions	20,931	16,745
Amounts paid for units redeemed	<u>(963,398)</u>	<u>(136,500)</u>
Net increase (decrease) from redeemable unit transactions	<u>(838,467)</u>	<u>16,745</u>
Balance, end of period	<u>\$ 1,908,909</u>	<u>\$ 2,435,281</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Period Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase in net assets attributable to holders of redeemable units	\$ 312,095	\$ 546,935
Adjustments for:		
Interest income	(16)	(15)
Dividend income	(23,417)	(21,428)
Withholding taxes	-	20
Net realized gain from investments	(495,504)	(213,299)
Net change in unrealized (appreciation) depreciation from investments	175,873	(335,619)
Non cash distributions	20,931	16,745
Proceeds from sale of investments	2,467,971	1,199,961
Amounts paid for purchase of investments	(1,643,287)	(1,211,774)
Receivable from sale of investments	1,641	7,000
Security lending revenue receivable	(10)	64
Payable for purchase of investments	6,925	(7,898)
Custodial fees payable	(2)	1
External management fees payable	(282)	580
bcIMC funds management fees payable	(5)	39
Other accounts payable	1	-
Interest received	16	15
Dividends received	23,953	19,989
Withholding taxes paid	272	(331)
	<u>847,155</u>	<u>985</u>
Financing activities:		
Proceeds from issue of redeemable units	104,000	136,500
Payments on redemption of redeemable units	<u>(963,398)</u>	<u>(136,500)</u>
	<u>(859,398)</u>	<u>-</u>
Net increase (decrease) in cash	(12,243)	985
Cash, beginning of period	<u>60,039</u>	<u>59,054</u>
Cash, end of period	<u>\$ 47,796</u>	<u>\$ 60,039</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE U.S. EQUITY FUND

Schedule of Investments

as at December 31

(all amounts in thousands)

	2014		2013	
	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>
Equities:				
Publicly Traded	\$ 1,868,967	\$ 1,387,169	\$ 2,374,679	\$ 1,716,926
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio				
Fund ST1	1,139	1,139	1,998	1,997
Fund ST3	<u>1,585</u>	<u>1,501</u>	<u>67</u>	<u>66</u>
Total Investments	<u>\$ 1,871,691</u>	<u>\$ 1,389,809</u>	<u>\$ 2,376,744</u>	<u>\$ 1,718,989</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE U.S. EQUITY FUND

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

The Active U.S. Equity Fund (the Fund) provides participating clients with a diversity of active management investment styles (e.g., value, growth, and market oriented), exposure to a variety of market outlooks, and exposure to the various segments of the U.S. equity market (large, medium and small cap). As an actively managed portfolio, the focus is on selecting quality companies that will generate higher returns than the index.

The investment objective of the Fund is to exceed the return of the Fund's benchmark, the Russell 1000 Total Return Index, by 150 basis points per annum, net of investment expenses, over a four year rolling average.

The Fund can hold the following securities:

- publicly traded common stock or common stock equivalents of companies listed on a major U.S. exchange including preferred shares, instalment receipts, convertible securities, rights and warrants,
- exchange traded funds based on the Fund's Index,
- units in Managers' pooled funds provided such holdings are permissible investments for the Fund,
- private placements (defined as off-exchange purchase of securities that have limited transferability) with CIO approval,
- other derivative instruments with CIO approval,
- forward contracts for currency conversions and/or currency hedging, and
- money market securities rated A-1 (low) or better, and units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and U.S. Dollar Money Market Fund ST3.

The following restrictions apply to the Fund:

- Up to 10% of the Fund's assets over any 12 month period may be invested in money market securities rated A-1 (low) or better, units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and/or U.S. Dollar Money Market Fund ST3.
- Investments in the securities of a single company are limited to 10% of the market value of the Fund.

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

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

Liquidity Risk

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

Interest Rate Risk

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

Currency Risk

The Fund holds net assets denominated in U.S. currency totalling \$1,908,653,000 Cdn which represents 100.0% of the net asset value of the Fund (2013 -\$2,435,772,000 Cdn which represented 100.0% of the net asset value of the Fund). As at December 31, 2014, if the Canadian dollar had strengthened/ weakened by 1 percent in relation to the U.S. currency, holding all other variables constant, net assets would have decreased/increased, respectively, by \$19,087,000 (2013 - \$24,358,000 Cdn). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE U.S. EQUITY FUND

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

Other Price Risk

Management monitors the concentration of risk for equity securities based on counterparties and industries and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 357,608	19.1 %	\$ 506,093	21.3 %
Consumer Staple	44,164	2.4 %	196,695	8.3 %
Energy	124,813	6.7 %	154,468	6.5 %
Financial Services	200,836	10.7 %	218,467	9.2 %
Health Care	358,248	19.1 %	419,795	17.7 %
Industrial Products	244,582	13.1 %	208,640	8.8 %
Information Technology	468,333	25.1 %	564,169	23.8 %
Materials and Processing	70,383	3.8 %	100,821	4.2 %
Utilities	-	- %	5,531	0.2 %
Total Equities	\$ 1,868,967	100.0 %	\$ 2,374,679	100.0 %

As at December 31, 2014 and 2013, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased, respectively by approximately \$203,635,000 (2013 - \$244,592,000) or 10.7% (2013 - 10.0%) of net assets attributable to redeemable units

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2014 and 2013, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

Equity by Geographic Region

All of the Fund's equity investments are exposed to the U.S. market.

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

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

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

All fair value measurements noted in the tables below are recurring.

(in 000s)	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
Money Market Investments	\$ 2,724	\$ -	\$ 2,724
Public Equities	1,868,967	-	1,868,967
Total Investments	\$ 1,871,691	\$ -	\$ 1,871,691

(in 000s)	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
Money Market Investments	\$ 2,065	\$ -	\$ 2,065
Public Equities	2,374,679	-	2,374,679
Total Investments	\$ 2,376,744	\$ -	\$ 2,376,744

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE U.S. EQUITY FUND

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	2	\$ 4,161,873	\$ 2,724

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	2	\$ 1,583,223	\$ 2,065

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE U.S. SMALL CAP EQUITY FUND

Statement of Financial Position (all amounts in thousands except number of units)				
	Note	December 31, 2014	December 31 2013 <i>(note 12)</i>	January 1, 2013 <i>(note 12)</i>
Assets				
Cash		\$ 19,074	\$ 8,547	\$ 7,786
Receivable from sale of investments		2,888	2,934	360
Dividends receivable		613	509	238
Interest receivable		-	-	9
Security lending revenue receivable		47	88	64
Investments		1,032,967	805,893	521,386
		<u>1,055,589</u>	<u>817,971</u>	<u>529,843</u>
Liabilities				
Payable for purchase of investments		7,582	5,319	2,934
Custodial fees payable		19	16	12
External management fees payable		1,660	1,168	747
bclMC funds management fees payable	4	50	36	30
Other accounts payable		4	4	5
		<u>9,315</u>	<u>6,543</u>	<u>3,728</u>
Net assets attributable to holders of redeemable units				
		<u>\$ 1,046,274</u>	<u>\$ 811,428</u>	<u>\$ 526,115</u>
<i>Number of redeemable units outstanding</i>	5	455.129	398.730	407.257
Net assets attributable to holders of redeemable units per unit				
		<u>\$ 2,299</u>	<u>\$ 2,035</u>	<u>\$ 1,292</u>
<i>Contingent liability</i>	6			

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income (all amounts in thousands)			
	Note	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Revenue:			
Interest income		\$ 5	\$ 5
Dividend income		12,105	5,396
Securities lending income		763	1,140
Foreign exchange gain		1,140	937
Change in fair value of investments:	7		
Net realized gain		101,826	94,249
Net change in unrealized appreciation		16,176	203,104
Total Revenue		<u>132,015</u>	<u>304,831</u>
Expenses:			
bclMC funds management fees	4	536	388
External management fees		5,814	4,232
Audit fees		7	6
Commissions and stock exchange fees		1,292	1,303
Custodial fees		67	62
Legal fees		1	1
Total operating expenses		<u>7,717</u>	<u>5,992</u>
Increase in net assets attributable to holders of redeemable units from operations excluding distributions			
		<u>124,298</u>	<u>298,839</u>
Distributions to holders of redeemable units:			
From net investment income		(7,600)	(2,798)
From net realized gains on investments		(50,300)	(46,537)
		<u>(57,900)</u>	<u>(49,335)</u>
Increase in net assets attributable to holders of redeemable units			
		<u>\$ 66,398</u>	<u>\$ 249,504</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE U.S. SMALL CAP EQUITY FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of year	\$ 811,428	\$ 526,115
Increase in net assets attributable to holders of redeemable units	66,398	249,504
Redeemable unit transactions:		
Proceeds from units issued	160,548	474
Reinvestment of distributions	57,900	49,335
Amounts paid for units redeemed	<u>(50,000)</u>	<u>(14,000)</u>
Net increase from redeemable unit transactions	<u>168,448</u>	<u>35,809</u>
Balance, end of year	<u>\$ 1,046,274</u>	<u>\$ 811,428</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase in net assets attributable to holders of redeemable units	\$ 66,398	\$ 249,504
Adjustments for:		
Interest income	(5)	(5)
Dividend income	(12,105)	(5,396)
Net realized gain from investments	(101,826)	(94,249)
Net change in unrealized appreciation from investments	(16,176)	(203,104)
Amortization of premiums and discounts	(3)	(4)
Non cash distributions	57,900	49,335
Proceeds from sale of investments	569,768	541,894
Amounts paid for purchase of investments	(678,837)	(529,044)
Receivable from sale of investments	46	(2,574)
Security lending revenue receivable	41	(24)
Payable for purchase of investments	2,263	2,385
Custodial fees payable	3	4
External management fees payable	492	421
bcIMC funds management fees payable	14	6
Other accounts payable	-	(1)
Interest received	5	14
Dividends received	12,001	5,125
	<u>(100,021)</u>	<u>14,287</u>
Financing activities:		
Proceeds from issue of redeemable units	160,548	474
Payments on redemption of redeemable units	<u>(50,000)</u>	<u>(14,000)</u>
	<u>110,548</u>	<u>(13,526)</u>
Net increase in cash	10,527	761
Cash, beginning of year	<u>8,547</u>	<u>7,786</u>
Cash, end of year	<u>\$ 19,074</u>	<u>\$ 8,547</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE U.S. SMALL CAP EQUITY FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>
Equities:				
Publicly Traded	\$ 1,021,879	\$ 763,296	\$ 794,788	\$ 552,225
Money Market Investments:				
Repurchase Agreements	10,946	10,805	10,919	10,933
Units in bcIMC Pooled Investment Portfolio Fund ST1	<u>142</u>	<u>142</u>	<u>186</u>	<u>187</u>
Total Investments	<u>\$ 1,032,967</u>	<u>\$ 774,243</u>	<u>\$ 805,893</u>	<u>\$ 563,345</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE U.S. SMALL CAP EQUITY FUND

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

The investment objective of the Active U.S. Small Cap Equity Fund (the Fund) is to exceed the return of the benchmark, the Russell 2000 Total Return Index, by 200 basis points per annum, net of all investment expenses over a four year rolling average. The Fund provides clients with a diversity of active management investment styles (e.g., value, growth, and market oriented), exposure to a variety of market outlooks, and exposure to the various segments of U.S. small cap equity markets. Active managers within the Fund are selected to add value over full market cycles. The managers operate independently of each other and are given specific value added targets, consistent with their expected risk profile. Each manager may have a different approach to risk. The Fund is diversified on an industry sector basis.

The Fund invests in the following securities:

- publicly traded common stock or common stock equivalents of U.S. equities with a small to mid-level range of capitalization, including preferred shares, installment receipts, convertible securities, rights and warrants,
- exchange traded funds based on the Fund's Index or a subset of the Index,
- units in Manager's pooled funds provided such holdings are permissible investments for the Fund,
- private placements (defined as off-exchange purchase of securities that have limited transferability) with CIO approval,
- other derivative instruments with CIO approval, and
- money market securities rated A-1 (low) or better, and units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and U.S. Dollar Money Market Fund ST3.

The following restrictions apply to the Fund:

- Up to 20% of the Fund's assets over any 3 month period or up to 15% of the Fund's assets over any 12 month period may be invested in money market securities rated A-1 (low) or better, or in units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and/or U.S. Dollar Money Market Fund ST3.
- Investments in the securities of a single company are limited to 10% of the market value of the Fund.

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

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

Liquidity Risk

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

Interest Rate Risk

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

Currency Risk

The Fund holds net assets denominated in U.S. currency totalling \$1,047,866,000 Cdn which represents 100.2% of the net asset value of the Fund (2013 -\$812,464,000 Cdn which represented 100.1% of the net asset value of the Fund). As at December 31, 2014, if the Canadian dollar had strengthened/ weakened by 1 percent in relation to the U.S. currency, holding all other variables constant, net assets would have decreased/increased, respectively, by \$10,479,000 (2013 - \$8,125,000 Cdn). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE U.S. SMALL CAP EQUITY FUND

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

Other Price Risk

Management monitors the concentration of risk for equity securities based on counterparties and industries and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 164,244	16.1 %	\$ 148,397	18.7 %
Consumer Staple	3,220	0.3 %	1,282	0.2 %
Energy	19,719	1.9 %	30,195	3.8 %
Financial Services	199,380	19.5 %	111,325	14.0 %
Health Care	168,714	16.5 %	136,561	17.2 %
Industrial Products	196,577	19.2 %	163,364	20.5 %
Information Technology	211,289	20.8 %	168,278	21.2 %
Materials and Processing	35,167	3.4 %	31,087	3.9 %
Telecommunication Services	7,856	0.8 %	4,299	0.5 %
Utilities	15,713	1.5 %	-	- %
Total Equities	\$ 1,021,879	100.0 %	\$ 794,788	100.0 %

As at December 31, 2014 and 2013, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased, respectively by approximately \$102,363,000 (2013 - \$77,899,000) or 9.8% (2013 - 9.6%) of net assets attributable to redeemable units

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2014 and 2013, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

Equity by Geographic Region

The Fund's equity investments are exposed to the U.S. market.:

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

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

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

All fair value measurements noted in the tables below are recurring.

(in 000s)	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
Money Market Investments	\$ 142	\$ 10,946	\$ 11,088
Public Equities	1,021,879	-	1,021,879
Total Investments	\$ 1,022,021	\$ 10,946	\$ 1,032,967

(in 000s)	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
Money Market Investments	\$ 186	\$ 10,919	\$ 11,105
Public Equities	794,788	-	794,788
Total Investments	\$ 794,974	\$ 10,919	\$ 805,893

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE U.S. SMALL CAP EQUITY FUND

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 3,979,048	\$ 142

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 1,472,414	\$ 186

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ENHANCED INDEXED U.S. EQUITY FUND

Statement of Financial Position (all amounts in thousands <i>except number of units</i>)				
	Note	December 31, 2014	December 31 2013 <i>(note 12)</i>	April 1, 2013 <i>(note 12)</i>
Assets				
Cash		\$ 2,245	\$ 1,705	\$ 3,499
Receivable from sale of investments		54	-	5,388
Dividends receivable		4,306	3,185	2,970
Security lending revenue receivable		8	4	8
Withholding taxes receivable		41	195	29
Derivative assets:				
Futures		-	2	6
Investments		<u>3,270,783</u>	<u>2,634,096</u>	<u>2,121,213</u>
		<u>3,277,437</u>	<u>2,639,187</u>	<u>2,133,113</u>
Liabilities				
Payable for purchase of investments		1,467	-	4,638
Custodial fees payable		24	24	26
External management fees payable		-	253	307
bcIMC funds management fees payable	4	136	142	79
Other accounts payable		4	3	3
Derivative liabilities:				
Futures		<u>28</u>	<u>-</u>	<u>-</u>
		<u>1,659</u>	<u>422</u>	<u>5,053</u>
Net assets attributable to holders of redeemable units		<u>\$ 3,275,778</u>	<u>\$ 2,638,765</u>	<u>\$ 2,128,060</u>
<i>Number of redeemable units outstanding</i>	5	<i>1,029,431</i>	<i>1,028,787</i>	<i>1,045,198</i>
Net assets attributable to holders of redeemable units per unit		<u>\$ 3,182</u>	<u>\$ 2,565</u>	<u>\$ 2,036</u>
<i>Contingent liability</i>	6			

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income (all amounts in thousands)			
	Note	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Revenue:			
Interest income		\$ 168	\$ 190
Dividend income		65,285	40,015
Securities lending income		76	36
Foreign exchange gain		601	310
Change in fair value of investments and derivatives:	7		
Net realized gain		397,872	190,465
Net change in unrealized appreciation		<u>173,499</u>	<u>319,583</u>
Total Revenue		<u>637,501</u>	<u>550,599</u>
Expenses:			
bcIMC funds management fees	4	1,815	1,242
External management fees		28	949
Audit fees		9	4
Commissions and stock exchange fees		385	320
Custodial fees		77	76
Legal fees		6	1
Withholding taxes	8	<u>1</u>	<u>2</u>
Total operating expenses		<u>2,321</u>	<u>2,594</u>
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		<u>635,180</u>	<u>548,005</u>
Distributions to holders of redeemable units:			
From net investment income		(64,217)	(38,252)
From net realized gains on investments and derivatives		<u>(197,200)</u>	<u>-</u>
		<u>(261,417)</u>	<u>(38,252)</u>
Increase in net assets attributable to holders of redeemable units		<u>\$ 373,763</u>	<u>\$ 509,753</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ENHANCED INDEXED U.S. EQUITY FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of period	\$ 2,638,765	\$ 2,128,060
Increase in net assets attributable to holders of redeemable units	373,763	509,753
Redeemable unit transactions:		
Proceeds from units issued	45,492	534
Reinvestment of distributions	261,417	38,252
Amounts paid for units redeemed	<u>(43,659)</u>	<u>(37,834)</u>
Net increase from redeemable unit transactions	<u>263,250</u>	<u>952</u>
Balance, end of period	<u>\$ 3,275,778</u>	<u>\$ 2,638,765</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Period Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase in net assets attributable to holders of redeemable units	\$ 373,763	\$ 509,753
Adjustments for:		
Interest income	(168)	(190)
Dividend income	(65,285)	(40,015)
Withholding taxes	1	2
Net realized gain from investments and derivatives	(397,872)	(190,465)
Net change in unrealized appreciation from investments and derivatives	(173,499)	(319,583)
Non cash distributions	261,417	38,252
Proceeds from sale of investments	3,199,376	1,629,725
Amounts paid for purchase of investments	(3,264,692)	(1,632,560)
Receivable from sale of investments	(54)	5,388
Net receivable for variation on futures	2	4
Net payable for variation on futures	28	-
Security lending revenue receivable	(4)	4
Payable for purchase of investments	1,467	(4,638)
Custodial fees payable	-	(2)
External management fees payable	(253)	(54)
bcIMC funds management fees payable	(6)	63
Other accounts payable	1	-
Interest received	168	190
Dividends received	64,164	39,800
Withholding taxes paid	153	(168)
	<u>(1,293)</u>	<u>35,506</u>
Financing activities:		
Proceeds from issue of redeemable units	45,492	534
Payments on redemption of redeemable units	<u>(43,659)</u>	<u>(37,834)</u>
	<u>1,833</u>	<u>(37,300)</u>
Net increase (decrease) in cash	540	(1,794)
Cash, beginning of period	<u>1,705</u>	<u>3,499</u>
Cash, end of period	<u>\$ 2,245</u>	<u>\$ 1,705</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ENHANCED INDEXED U.S. EQUITY FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>
Equities:				
Publicly Traded	\$ 3,269,654	\$ 2,327,525	\$ 2,629,425	\$ 1,860,810
Money Market Investments:				
U.S.T-Bills	290	285	319	309
Units in bcIMC Pooled Investment Portfolio				
Fund ST1	745	745	247	247
Fund ST3	94	89	4,105	4,090
Total Investments	<u>\$ 3,270,783</u>	<u>\$ 2,328,644</u>	<u>\$ 2,634,096</u>	<u>\$ 1,865,456</u>

Schedule of Futures Contracts
as at December 31
(all amounts reported in thousands of Canadian dollars)

<u>Date</u>	<u>Number of Contracts</u>	<u>Expiry Date</u>	<u>Notional Value</u>	<u>Net Receivable (Payable)</u>
2014	20	Mar 2015	\$ 2,405	\$ (28)
<u>Date</u>	<u>Number of Contracts</u>	<u>Expiry Date</u>	<u>Notional Value</u>	<u>Net Receivable (Payable)</u>
2013	6	Mar 2014	\$ 587	\$ 2

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ENHANCED INDEXED U.S. EQUITY FUND

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

The Enhanced Indexed U.S. Equity Fund (the Fund) differs from the Active US Equity Fund in that it takes a lower level of active management risk and will more closely reflect the sector and financial characteristics of the Fund's benchmark, the S&P 500 Total Return Index. The Fund's objective is to outperform the benchmark by 100 basis points per annum, net of investment expenses over a four year rolling average.

The Fund can hold the following securities:

- publicly traded common stock or common stock equivalents of U.S. companies including preferred shares, instalment receipts, convertible securities, rights and warrants,
- exchange traded funds based on the Fund's Index,
- units in Managers' pooled funds provided such holdings are permissible investments for the Fund,
- up to CAD \$200 Million in unleveraged S&P 500 Index Futures contracts,
- private placements (defined as off-exchange purchase of securities that have limited transferability) with CIO approval,
- forward contracts for currency conversions and/or currency hedging,
- other derivative instruments with CIO approval , and
- money market securities rated A-1 (low) or better, and units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and U.S. Dollar Money Market Fund ST3.

The following restrictions apply to the Fund:

- Up to 10% of the Fund's assets over any 12 month period may be invested in money market securities rated A-1 (low) or better, units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and/or U.S. Dollar Money Market Fund ST3. This constraint does not apply to money market securities or units used for the management of futures contracts.
- Investments in the securities of a single company are limited to 10% of the market value of the Fund.

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

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

Liquidity Risk

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

The following were the contractual maturities of derivative financial liabilities as at December 31. The amounts are gross and undiscounted:

DERIVATIVE LIABILITIES (in 000s)	2014			
	Carrying amount	Gross nominal in (out) flow	Less than 1 month	1 to 3 months
Outflows	\$ (28)	\$ (28)	\$ -	\$ (28)
Inflows	-	-	-	-
	<u>\$ (28)</u>	<u>\$ (28)</u>	<u>\$ -</u>	<u>\$ (28)</u>

Interest Rate Risk

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

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ENHANCED INDEXED U.S. EQUITY FUND

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

Currency Risk

The Fund holds net assets denominated in U.S. currency totalling \$3,275,196,000 Cdn which represents 100.0% of the net asset value of the Fund (2013 -\$2,638,939,000 Cdn which represented 100.0% of the net asset value of the Fund). As at December 31, 2014, if the Canadian dollar had strengthened/ weakened by 1 percent in relation to the U.S. currency, holding all other variables constant, net assets would have decreased/increased, respectively, by \$32,752,000 (2013 - \$26,389,000 Cdn). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

Other Price Risk

Management monitors the concentration of risk for equity securities based on counterparties and industries and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 404,820	12.4 %	\$ 346,828	13.2 %
Consumer Staple	319,702	9.8 %	252,259	9.6 %
Energy	272,051	8.3 %	273,186	10.4 %
Financial Services	535,805	16.4 %	424,137	16.1 %
Health Care	462,177	14.1 %	347,040	13.2 %
Industrial Products	335,891	10.3 %	279,775	10.6 %
Information Technology	658,877	20.2 %	485,667	18.5 %
Materials and Processing	101,785	3.1 %	87,563	3.3 %
Telecommunication Services	72,711	2.2 %	59,845	2.3 %
Utilities	105,835	3.2 %	73,125	2.8 %
Total Equities	\$ 3,269,654	100.0 %	\$ 2,629,425	100.0 %

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

As at December 31, 2014 and 2013, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased, respectively by approximately \$329,276,000 (2013 - \$262,943,000) or 10.1% (2013 - 10.0%) of net assets attributable to redeemable units

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2014 and 2013, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

Equity by Geographic Region

The Fund's equity investments are exposed to the U.S. market.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ENHANCED INDEXED U.S. EQUITY FUND

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

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

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

All fair value measurements noted in the tables below are recurring.

	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 839	\$ 290	\$ 1,129
Public Equities	3,269,654	-	3,269,654
Total Investments	\$ 3,270,493	\$ 290	\$ 3,270,783
Futures Contracts, Net	-	(28)	(28)
Total	\$ 3,270,493	\$ 262	\$ 3,270,755

	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 4,352	\$ 319	\$ 4,671
Public Equities	2,629,425	-	2,629,425
Total Investments	\$ 2,633,777	\$ 319	\$ 2,634,096
Futures Contracts, Net	-	2	2
Total	\$ 2,633,777	\$ 321	\$ 2,634,098

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

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ENHANCED INDEXED U.S. EQUITY FUND

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	2	\$ 4,162,873	\$ 839

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	2	\$ 1,583,110	\$ 4,352

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

INDEXED U.S. EQUITY FUND

Statement of Financial Position				
(all amounts in thousands except number of units)				
	Note	December 31, 2014	December 31, 2013 <i>(note 12)</i>	April 1, 2013 <i>(note 12)</i>
Assets				
Cash		\$ 77	\$ 38	\$ 5
Receivable from sale of investments		62	-	355
Dividends receivable		6,995	7,871	9,022
Security lending revenue receivable		21	17	24
Withholding taxes receivable		125	493	93
Derivative assets:				
Futures		-	49	94
Investments		<u>5,220,433</u>	<u>5,859,925</u>	<u>6,128,575</u>
		<u>5,227,713</u>	<u>5,868,393</u>	<u>6,138,168</u>
Liabilities				
Payable for purchase of investments		-	-	1,121
Custodial fees payable		29	28	26
bclMC funds management fees payable	4	214	201	129
Other accounts payable		4	3	3
Derivative liabilities:				
Futures		169	-	-
		<u>416</u>	<u>232</u>	<u>1,279</u>
Net assets attributable to holders of redeemable units		<u>\$ 5,227,297</u>	<u>\$ 5,868,161</u>	<u>\$ 6,136,889</u>
<i>Number of redeemable units outstanding</i>	5	719,482	999,972	1,308,701
Net assets attributable to holders of redeemable units per unit		<u>\$ 7,265</u>	<u>\$ 5,868</u>	<u>\$ 4,689</u>
<i>Contingent liability</i>	6			

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income				
(all amounts in thousands)				
	Note	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>	
Revenue:				
Interest income		\$ 2,206	\$ 3,867	
Dividend income		121,821	103,566	
Securities lending income		225	135	
Foreign exchange gain		6,126	1,882	
Change in fair value of investments and derivatives:	7			
Net realized gain		781,653	444,658	
Net change in unrealized appreciation		251,064	787,667	
Total Revenue		<u>1,163,095</u>	<u>1,341,775</u>	
Expenses:				
bclMC funds management fees	4	2,494	1,930	
Audit fees		9	5	
Commissions and stock exchange fees		367	273	
Custodial fees		111	84	
Legal fees		13	2	
Withholding taxes	8	(14)	9	
Total operating expenses		<u>2,980</u>	<u>2,303</u>	
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		<u>1,160,115</u>	<u>1,339,472</u>	
Distributions to holders of redeemable units:				
From net investment income		(127,739)	(107,374)	
From net realized gains on investments and derivatives		(349,884)	-	
		<u>(477,623)</u>	<u>(107,374)</u>	
Increase in net assets attributable to holders of redeemable units		<u>\$ 682,492</u>	<u>\$ 1,232,098</u>	

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

INDEXED U.S. EQUITY FUND

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

	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of period	\$ 5,868,161	\$ 6,136,889
Increase in net assets attributable to holders of redeemable units	682,492	1,232,098
Redeemable unit transactions:		
Proceeds from units issued	286,782	163,200
Reinvestment of distributions	477,623	107,374
Amounts paid for units redeemed	<u>(2,087,761)</u>	<u>(1,771,400)</u>
Net decrease from redeemable unit transactions	<u>(1,323,356)</u>	<u>(1,500,826)</u>
Balance, end of period	<u>\$ 5,227,297</u>	<u>\$ 5,868,161</u>

Statement of Cash Flows
(all amounts in thousands)

	Year Ended December 31, 2014 <i>(note 12)</i>	Period Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase in net assets attributable to holders of redeemable units	\$ 682,492	\$ 1,232,098
Adjustments for:		
Interest income	(2,206)	(3,867)
Dividend income	(121,821)	(103,566)
Withholding taxes	(14)	9
Net realized gain from investments and derivatives	(781,653)	(444,658)
Net change in unrealized appreciation from investments and derivatives	(251,064)	(787,667)
Amortization of premiums and discounts	(1)	(2)
Non cash distributions	477,623	107,374
Proceeds from sale of investments	2,431,988	1,984,497
Amounts paid for purchase of investments	(759,778)	(483,520)
Receivable from sale of investments	(62)	355
Net receivable for variation on futures	49	45
Net payable for variation on futures	169	-
Security lending revenue receivable	(4)	7
Payable for purchase of investments	-	(1,121)
Custodial fees payable	1	2
bcIMC funds management fees payable	13	72
Other accounts payable	1	-
Interest received	2,206	3,867
Dividends received	122,697	104,717
Withholding taxes paid	<u>382</u>	<u>(409)</u>
	<u>1,801,018</u>	<u>1,608,233</u>
Financing activities:		
Proceeds from issue of redeemable units	286,782	163,200
Payments on redemption of redeemable units	<u>(2,087,761)</u>	<u>(1,771,400)</u>
	<u>(1,800,979)</u>	<u>(1,608,200)</u>
Net increase in cash	39	33
Cash, beginning of period	<u>38</u>	<u>5</u>
Cash, end of period	<u>\$ 77</u>	<u>\$ 38</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

INDEXED U.S. EQUITY FUND

Schedule of Investments as at December 31 (all amounts in thousands)				
	2014		2013	
	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>
Equities:				
Publicly Traded	\$ 5,207,774	\$ 3,015,392	\$ 5,848,841	\$ 3,907,370
Money Market Investments:				
U.S.T-Bills	3,475	3,416	3,187	3,194
Units in bcIMC Pooled Investment Portfolio				
Fund ST1	477	477	499	500
Fund ST3	8,707	8,634	7,398	7,411
Total Investments	<u>\$ 5,220,433</u>	<u>\$ 3,027,919</u>	<u>\$ 5,859,925</u>	<u>\$ 3,918,475</u>

Schedule of Futures Contracts as at December 31 (all amounts reported in thousands of Canadian dollars)				
<u>Date</u>	<u>Number of Contracts</u>	<u>Expiry Date</u>	<u>Notional Value</u>	<u>Net Receivable (Payable)</u>
2014	120	March 2015	\$ 14,263	\$ (169)
<u>Date</u>	<u>Number of Contracts</u>	<u>Expiry Date</u>	<u>Notional Value</u>	<u>Net Receivable (Payable)</u>
2013	143	March 2014	\$ 13,987	\$ 49

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED U.S. EQUITY FUND

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

The Indexed U.S. Equity Fund (the Fund) has broad exposure to the largest 500 companies in the United States and provides participating clients with similar risk and return characteristics as the S & P 500 Total Return Index, the Fund's benchmark. The Fund is a full replication index, holding companies and sectors in proportion to their weighting in the benchmark. The objective of the Fund is to meet the benchmark return net of all investment expenses.

The Fund can hold the following securities:

- publicly traded common stock or common stock equivalents of benchmark member companies including preferred shares, instalment receipts, convertible securities, rights and warrants,
- exchange traded funds based on the index,
- up to CAD \$200 Million in unleveraged S&P 500 Index Futures,
- private placements (defined as off-exchange purchase of securities that have limited transferability) with CIO approval,
- forward contracts for currency conversions and/or currency hedging,
- other derivative instruments with CIO approval, and
- money market securities rated A-1 (low) or better, and units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and U.S. Dollar Money Market Fund ST3.

The following restrictions apply to the Fund:

- Up to 0.5% of the Fund's assets may be invested in money market securities rated A-1 (low) or better, units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and/or U.S. Dollar Money Market Fund ST3. This constraint does not apply to money market securities or units used for the management of futures contracts.
- Investments in individual companies will be held approximately in the same proportion as their weighting in the Index.

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

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

Liquidity Risk

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

The following were the contractual maturities of derivative financial liabilities as at December 31. The amounts are gross and undiscounted:

DERIVATIVE LIABILITIES (in 000s)	2014		
	Carrying amount	Gross nominal in (out) flow	1 to 3 months
Outflows	\$ (169)	\$ (169)	\$ (169)
Inflows	-	-	-
	<u>\$ (169)</u>	<u>\$ (169)</u>	<u>\$ (169)</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED U.S. EQUITY FUND

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

Interest Rate Risk

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

Currency Risk

The Fund holds net assets denominated in U.S. currency totalling \$5,227,068,000 Cdn which represents 100.0% of the net asset value of the Fund (2013 -\$5,867,895,000 Cdn which represented 100.0% of the net asset value of the Fund). As at December 31, 2014, if the Canadian dollar had strengthened/ weakened by 1 percent in relation to the U.S. currency, holding all other variables constant, net assets would have decreased/increased, respectively, by \$52,271,000 (2013 - \$58,679,000 Cdn). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

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

Other Price Risk

Management monitors the concentration of risk for equity securities based on counterparties and industries and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 632,585	12.1 %	\$ 742,819	12.7 %
Consumer Staple	509,409	9.8 %	572,285	9.8 %
Energy	438,974	8.4 %	598,528	10.2 %
Financial Services	868,216	16.7 %	946,126	16.2 %
Health Care	739,752	14.2 %	762,361	13.0 %
Industrial Products	542,529	10.4 %	638,317	10.9 %
Information Technology	1,024,485	19.7 %	1,087,596	18.6 %
Materials and Processing	164,998	3.2 %	202,504	3.5 %
Telecommunication Services	118,705	2.3 %	134,028	2.3 %
Utilities	168,121	3.2 %	164,277	2.8 %
Total Equities	\$ 5,207,774	100.0 %	\$ 5,848,841	100.0 %

As at December 31, 2014 and 2013, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased, respectively by approximately \$520,195,000 (2013 - \$584,884,000) or 10.0% (2013 - 10.0%) of net assets attributable to redeemable units

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2014 and 2013, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED U.S. EQUITY FUND

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

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

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

All fair value measurements noted in the tables below are recurring.

	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 9,184	\$ 3,475	\$ 12,659
Public Equities	5,207,774	-	5,207,774
Total Investments	<u>\$ 5,216,958</u>	<u>\$ 3,475</u>	<u>\$ 5,220,433</u>

	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 7,897	\$ 3,187	\$ 11,084
Public Equities	5,848,841	-	5,848,841
Total Investments	<u>\$ 5,856,738</u>	<u>\$ 3,187</u>	<u>\$ 5,859,925</u>

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	2	\$ 4,162,873	\$ 9,184

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	2	\$ 1,583,110	\$ 7,897

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

U.S. SOCIAL INDEX FUND

Statement of Financial Position

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

	Note	December 31, 2014	December 31 2013 <i>(note 12)</i>	April 1, 2013 <i>(note 12)</i>
Assets				
Receivable from sale of investments		\$ 46	\$ -	\$ 28
Dividends receivable		2,270	1,989	1,403
Security lending revenue receivable		5	10	7
Withholding taxes receivable		-	37	-
Investments		<u>1,613,098</u>	<u>1,315,672</u>	<u>1,045,516</u>
		<u>1,615,419</u>	<u>1,317,708</u>	<u>1,046,954</u>
Liabilities				
Custodial fees payable		5	9	6
bclMC funds management fees payable	4	114	75	46
Other accounts payable		4	3	3
		<u>123</u>	<u>87</u>	<u>55</u>
Net assets attributable to holders of redeemable units				
		<u>\$ 1,615,296</u>	<u>\$ 1,317,621</u>	<u>\$ 1,046,899</u>
<i>Number of redeemable units outstanding</i>	5	877.414	877.414	877.414
Net assets attributable to holders of redeemable units per unit				
		<u>\$ 1,841</u>	<u>\$ 1,502</u>	<u>\$ 1,193</u>
<i>Contingent liability</i>	6			
<i>Subsequent event</i>	13			

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income

(all amounts in thousands)

	Note	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Revenue:			
Interest income		\$ 2	\$ 2
Dividend income		30,984	18,506
Securities lending income		71	62
Foreign exchange gain (loss)		60	(34)
Change in fair value of investments:	7		
Net realized gain		71,715	60,819
Net change in unrealized appreciation		<u>196,073</u>	<u>192,069</u>
Total Revenue		<u>298,905</u>	<u>271,424</u>
Expenses:			
bclMC funds management fees	4	1,138	651
Audit fees		9	5
Commissions and stock exchange fees		53	19
Custodial fees		28	25
Legal fees		2	-
Withholding taxes	8	-	2
Total operating expenses		<u>1,230</u>	<u>702</u>
Increase in net assets attributable to holders of redeemable units from operations excluding distributions			
		<u>297,675</u>	<u>270,722</u>
Distributions to holders of redeemable units:			
From net investment income		(29,940)	(17,854)
From net realized gains on investments		<u>(34,610)</u>	<u>-</u>
		<u>(64,550)</u>	<u>(17,854)</u>
Increase in net assets attributable to holders of redeemable units			
		<u>\$ 233,125</u>	<u>\$ 252,868</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

U.S. SOCIAL INDEX FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of period	\$ 1,317,621	\$ 1,046,899
Increase in net assets attributable to holders of redeemable units	233,125	252,868
Redeemable unit transactions:		
Proceeds from units issued	-	-
Reinvestment of distributions	64,550	17,854
Amounts paid for units redeemed	-	-
Net increase from redeemable unit transactions	<u>64,550</u>	<u>17,854</u>
Balance, end of period	<u>\$ 1,615,296</u>	<u>\$ 1,317,621</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Period Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase in net assets attributable to holders of redeemable units	\$ 233,125	\$ 252,868
Adjustments for:		
Interest income	(2)	(2)
Dividend income	(30,984)	(18,506)
Withholding taxes	-	2
Net realized gain from investments	(71,715)	(60,819)
Net change in unrealized appreciation from investments	(196,073)	(192,069)
Non cash distributions	64,550	17,854
Proceeds from sale of investments	310,171	279,089
Amounts paid for purchase of investments	(339,809)	(296,357)
Receivable from sale of investments	(46)	28
Security lending revenue receivable	5	(3)
Custodial fees payable	(4)	3
bcIMC funds management fees payable	39	29
Other accounts payable	1	-
Interest received	2	2
Dividends received	30,703	17,920
Withholding taxes paid	37	(39)
Financing activities:		
	-	-
Net increase (decrease) in cash	-	-
Cash, beginning of period	-	-
Cash, end of period	<u>\$ -</u>	<u>\$ -</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

U.S. SOCIAL INDEX FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>
Equities:				
Publicly Traded	\$ 1,609,142	\$ 1,043,764	\$ 1,313,911	\$ 944,564
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio				
Fund ST1	128	128	189	189
Fund ST3	<u>3,828</u>	<u>3,779</u>	<u>1,572</u>	<u>1,565</u>
Total Investments	<u>\$ 1,613,098</u>	<u>\$ 1,047,671</u>	<u>\$ 1,315,672</u>	<u>\$ 946,318</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

U.S. SOCIAL INDEX FUND

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

The investment objective of the U.S. Social Index Fund (the Fund) is to provide participating clients with similar risk and return characteristics to the MSCI KLD 400 Social Index (KLDSI), the Fund's benchmark. The objective of the fund is to meet the benchmark return net of all investment expenses.

The KLDSI incorporates environmental, social, and governance principles in its investment selection process and is modeled on the MSCI USA Investable Market Index. The KLDSI uses negative screens to exclude companies which have significant business activities involving tobacco, alcohol, gambling, nuclear power or military weapons.

The Fund can hold the following securities:

- publicly traded common stock or common stock equivalents of benchmark member companies including preferred shares, exchange traded trust units, instalment receipts, convertible securities, rights and warrants,
- exchange traded funds with similar screening criteria,
- forward contracts for currency conversions and/or currency hedging,
- private placements (defined as off-exchange purchase of securities that have limited transferability) with CIO approval,
- other derivative instruments with CIO approval , and
- units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and U.S. Dollar Money Market Fund ST3.

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

In January 2015 the equity investments of the U.S. Social Index Fund were transferred at fair market value to the Indexed Global ESG Equity Fund.

Credit Risk

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

Liquidity Risk

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

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

Interest Rate Risk

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

Currency Risk

The Fund holds net assets denominated in U.S. currency totalling \$1,615,291,000 Cdn which represents 100.0% of the net asset value of the Fund (2013 -\$1,317,519,000 Cdn which represented 100.0% of the net asset value of the Fund). As at December 31, 2014, if the Canadian dollar had strengthened/ weakened by 1 percent in relation to the U.S. currency, holding all other variables constant, net assets would have decreased/increased, respectively, by \$16,153,000 (2013 - \$13,175,000 Cdn). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

Other Price Risk

Management monitors the concentration of risk for equity securities based on counterparties and industries and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 222,812	13.8 %	\$ 177,840	13.5 %
Consumer Staple	174,227	10.8 %	150,805	11.5 %
Energy	72,231	4.5 %	75,200	5.7 %
Financial Services	251,218	15.6 %	215,774	16.4 %
Health Care	229,391	14.3 %	183,335	14.0 %
Industrial Products	153,561	9.5 %	125,813	9.6 %
Information Technology	378,362	23.6 %	301,142	22.8 %
Materials and Processing	50,550	3.1 %	48,030	3.7 %
Telecommunication Services	48,472	3.0 %	11,654	0.9 %
Utilities	28,318	1.8 %	24,318	1.9 %
Total Equities	\$ 1,609,142	100.0 %	\$ 1,313,911	100.0 %

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

U.S. SOCIAL INDEX FUND

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

As at December 31, 2014 and 2013, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased, respectively by approximately \$160,631,000 (2013 - \$131,391,000) or 9.9% (2013 – 10.0%) of net assets attributable to redeemable units

This forecast is estimated based on the risk/return characteristics of the Fund’s benchmark and the Fund’s actual holdings as at December 31, 2014 and 2013, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

Equity by Geographic Region

All of the Fund’s equity investments are exposed to the U.S. market.

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

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

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

All fair value measurements noted in the tables below are recurring.

	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 3,956	\$ -	\$ 3,956
Public Equities	1,609,142	-	1,609,142
Total Investments	<u>\$ 1,613,098</u>	<u>\$ -</u>	<u>\$ 1,613,098</u>

	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 1,761	\$ -	\$ 1,761
Public Equities	1,313,911	-	1,313,911
Total Investments	<u>\$ 1,315,672</u>	<u>\$ -</u>	<u>\$ 1,315,672</u>

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

U.S. SOCIAL INDEX FUND

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	2	\$ 4,162,873	\$ 3,956

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	2	\$ 1,583,110	\$ 1,761

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE ASIAN EQUITY FUND

Statement of Financial Position				
(all amounts in thousands except number of units)				
	Note	December 31, 2014	December 31, 2013	January 1, 2013
			(note 12)	(note 12)
Assets				
Cash		\$ 37,067	\$ 39,359	\$ 36,998
Receivable from sale of investments		10,938	6,190	1,314
Receivable from issue of units		1,482	-	1,003
Dividends receivable		5,711	2,094	1,915
Security lending revenue receivable		35	8	42
Withholding taxes receivable		252	34	49
Derivative assets:				
Foreign currency contracts		9	-	-
Investments		3,762,781	3,388,730	3,173,490
		<u>3,818,275</u>	<u>3,436,415</u>	<u>3,214,811</u>
Liabilities				
Payable for purchase of investments		12,204	1,674	-
Custodial fees payable		431	390	315
External management fees payable		4,456	4,168	3,568
bcIMC funds management fees payable	4	141	118	83
Other accounts payable		4	4	5
Derivative liabilities:				
Foreign currency contracts		11	4	-
		<u>17,247</u>	<u>6,358</u>	<u>3,971</u>
Net assets attributable to holders of redeemable units		<u>\$ 3,801,028</u>	<u>\$ 3,430,057</u>	<u>\$ 3,210,840</u>
<i>Number of redeemable units outstanding</i>	5	1,466.150	1,485.207	1,484.152
Net assets attributable to holders of redeemable units per unit		<u>\$ 2,593</u>	<u>\$ 2,309</u>	<u>\$ 2,163</u>
<i>Contingent liability</i>	6			

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income				
(all amounts in thousands)				
	Note	Year Ended December 31, 2014	Year Ended December 31, 2013	
			(note 12)	
Revenue:				
Interest income		\$ 367	\$ 120	
Dividend income		101,620	86,024	
Securities lending income		553	266	
Foreign exchange gain		2,896	1,925	
Change in fair value of investments and derivatives:	7			
Net realized gain		180,194	79,258	
Net change in unrealized appreciation		167,997	81,096	
Total Revenue		<u>453,627</u>	<u>248,689</u>	
Expenses:				
bcIMC funds management fees	4	1,578	1,330	
External management fees		16,839	16,258	
Administrative fees		37	51	
Audit fees		7	6	
Commissions and stock exchange fees		7,094	7,302	
Custodial fees		1,655	1,715	
Legal fees		21	3	
Withholding taxes	8	6,782	5,229	
Total operating expenses		<u>34,013</u>	<u>31,894</u>	
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		<u>419,614</u>	<u>216,795</u>	
Distributions to holders of redeemable units:				
From net investment income		(78,517)	(63,745)	
From net realized gains on investments and derivatives		(33,610)	-	
		<u>(112,127)</u>	<u>(63,745)</u>	
Increase in net assets attributable to holders of redeemable units		<u>\$ 307,487</u>	<u>\$ 153,050</u>	

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE ASIAN EQUITY FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of year	\$ 3,430,057	\$ 3,210,840
Increase in net assets attributable to holders of redeemable units	307,487	153,050
Redeemable unit transactions:		
Proceeds from units issued	13,932	88,320
Reinvestment of distributions	112,127	63,745
Amounts paid for units redeemed	<u>(62,575)</u>	<u>(85,898)</u>
Net increase from redeemable unit transactions	<u>63,484</u>	<u>66,167</u>
Balance, end of year	<u>\$ 3,801,028</u>	<u>\$ 3,430,057</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase in net assets attributable to holders of redeemable units	\$ 307,487	\$ 153,050
Adjustments for:		
Interest income	(367)	(120)
Dividend income	(101,620)	(86,024)
Withholding taxes	6,782	5,229
Net realized gain from investments and derivatives	(180,194)	(79,258)
Net change in unrealized appreciation from investments and derivatives	(167,997)	(81,096)
Non cash distributions	112,127	63,745
Proceeds from sale of investments	2,226,195	1,581,826
Amounts paid for purchase of investments	(2,252,057)	(1,636,708)
Receivable from sale of investments	(4,748)	(4,876)
Receivable from issue of units	(1,482)	1,003
Security lending revenue receivable	(27)	34
Payable for purchase of investments	10,530	1,674
Custodial fees payable	41	75
External management fees payable	288	600
bcIMC funds management fees payable	23	35
Other accounts payable	-	(1)
Interest received	367	120
Dividends received	98,003	85,845
Withholding taxes paid	<u>(7,000)</u>	<u>(5,214)</u>
	<u>46,351</u>	<u>(61)</u>
Financing activities:		
Proceeds from issue of redeemable units	13,932	88,320
Payments on redemption of redeemable units	<u>(62,575)</u>	<u>(85,898)</u>
	<u>(48,643)</u>	<u>2,422</u>
Net increase (decrease) in cash	(2,292)	2,361
Cash, beginning of year	<u>39,359</u>	<u>36,998</u>
Cash, end of year	<u>\$ 37,067</u>	<u>\$ 39,359</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE ASIAN EQUITY FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	Fair Value	Cost	Fair Value	Cost
Equities:				
Publicly Traded	\$ 3,762,517	\$ 3,086,851	\$ 3,387,911	\$ 2,880,233
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio				
Fund ST2	44	43	819	819
Fund ST3	220	214	-	-
Total Investments	\$ 3,762,781	\$ 3,087,108	\$ 3,388,730	\$ 2,881,052

Schedule of Foreign Currency Contracts
as at December 31
(all amounts reported in thousands of Canadian dollars)

Date	Number of Contracts	Expiry Date	Currency Code	Amount Sold	Currency Code	Amount Bought	Unrealized Gain (Loss)
2014	3	Jan 2015	SGD	\$ (408)	CAD	\$ 410	\$ 2
2014	1	Jan 2015	USD	(941)	AUD	948	7
2014	2	Jan 2015	HKD	(78)	CAD	78	-
				(1,427)		1,436	9
2014	1	Jan 2015	AUD	(948)	USD	941	(7)
2014	2	Jan 2015	USD	(2,284)	KOR	2,281	(3)
2014	1	Jan 2015	USD	(440)	SGD	439	(1)
				(3,672)		3,661	(11)
				<u>\$ (5,099)</u>		<u>\$ 5,097</u>	<u>\$ (2)</u>

Date	Number of Contracts	Expiry Date	Currency Code	Amount Sold	Currency Code	Amount Bought	Unrealized Gain (Loss)
2013	1	Jan 2014	HKD	\$ (918)	USD	\$ 918	\$ -
2013	1	Jan 2014	AUD	(1,632)	USD	1,628	(4)
				<u>\$(2,550)</u>		<u>\$ 2,546</u>	<u>\$ (4)</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE ASIAN EQUITY FUND

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

The investment objective of the Active Asian Equity Fund (the Fund) is to exceed the Fund's benchmark return, the Morgan Stanley Capital International (MSCI) All Country Asia Pacific ex-Japan Net Index, by 200 basis points per annum, net of all investment expenses over a four year rolling average. The Fund provides clients with a diversity of active management investment styles (e.g., value, growth, and market oriented), exposure to a variety of market outlooks, and exposure to the various segments of Asian equity markets. Active managers within the Fund are selected to add value over full market cycles. The managers operate independently of each other and are given specific value added targets, consistent with their expected risk profile. Each manager may have a different approach to risk management.

The Fund is diversified on a geographic and industry sector basis, reducing exposure to firm specific risks. However, the Fund's holdings may be more concentrated in certain geographic regions and industry sectors than the Index.

The Fund invests in the following securities:

- publicly traded common stock or common stock equivalents of Asia Pacific companies including preferred shares, installment receipts, convertible securities, rights and warrants,
- exchange traded funds based on the Index or countries/regions within the Index,
- international exchange-listed depository receipts of Asia Pacific listed companies,
- units in the Managers' pooled funds provided such holdings are permissible investments of the Fund,
- private placements with CIO approval,
- forward contracts for currency conversions and/or currency hedging,
- other derivative instruments with CIO approval, and
- money market securities rated A-1 (low) or better, and units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and U.S. Dollar Money Market Fund ST3.

The following restrictions apply to the Fund:

- Up to 20% of the Fund's assets over any 3 month period or up to 15% of the Fund's assets over any 12 month period may be invested in money market securities rated A-1 (low) or better, or in units of units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and/or U.S. Dollar Money Market Fund ST3.
- Investments in the securities of a single company are limited to 10% of the market value of the Fund.
- Investments in Japanese securities are limited to 20% of the market value of the Fund.

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

The Fund invests in foreign currency contracts which inherently have counterparty risk. The credit risk of each counterparty is monitored through an evaluation of the credit quality of each counterparty that transacts with the Fund.

Liquidity Risk

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

The following were the contractual maturities of derivative financial liabilities as at December 31. The amounts are gross and undiscounted:

DERIVATIVE LIABILITIES (in 000s)	2014		
	Carrying amount	Gross nominal in (out) flow	Less than 1 month
Outflows	\$ (3,672)	\$ (3,672)	\$ (3,672)
Inflows	3,661	3,661	3,661
	<u>\$ (11)</u>	<u>\$ (11)</u>	<u>\$ (11)</u>
DERIVATIVE LIABILITIES (in 000s)	2013		
	Carrying amount	Gross nominal in (out) flow	Less than 1 month
Outflows	\$ (1,632)	\$ (1,632)	\$ (1,632)
Inflows	1,628	1,628	1,628
	<u>\$ (4)</u>	<u>\$ (4)</u>	<u>\$ (4)</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE ASIAN EQUITY FUND

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

Interest Rate Risk

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

Currency Risk

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

CURRENCY (in 000s)	2014			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
Australian Dollar	\$ 566,342	\$ -	\$ 566,342	14.9 %
British Pound Sterling	132,301	-	132,301	3.5 %
Chinese Renminbi	269	-	269	- %
Hong Kong Dollar	915,296	(78)	915,218	24.1 %
Indian Rupee	248,816	-	248,816	6.5 %
Indonesian Rupiah	53,676	-	53,676	1.4 %
Japanese Yen	269,774	-	269,774	7.1 %
Korean Won	314,533	2,281	316,814	8.3 %
Malaysian Ringgit	40,867	-	40,867	1.1 %
Phillippine Peso	91,391	-	91,391	2.4 %
Singapore Dollar	271,804	31	271,835	7.2 %
Taiwan Dollar	276,882	-	276,882	7.3 %
Thai Baht	153,150	-	153,150	4.0 %
United States Dollar	453,240	(2,724)	450,516	11.9 %
Net Foreign Exchange Exposure	\$ 3,788,341	\$ (490)	\$ 3,787,851	99.7 %

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

CURRENCY (in 000s)	2013			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
Australian Dollar	\$ 384,108	\$ (1,632)	\$ 382,476	11.2 %
British Pound Sterling	145,719	-	145,719	4.2 %
Euro	88	-	88	- %
Hong Kong Dollar	954,875	(918)	953,957	27.8 %
Indian Rupee	46,390	-	46,390	1.4 %
Indonesian Rupiah	151,077	-	151,077	4.4 %
Japanese Yen	244,933	-	244,933	7.1 %
Korean Won	461,978	-	461,978	13.5 %
Malaysian Ringgit	70,081	-	70,081	2.0 %
Phillippine Peso	47,274	-	47,274	1.4 %
Singapore Dollar	274,048	-	274,048	8.0 %
Taiwan Dollar	255,597	-	255,597	7.5 %
Thai Baht	124,604	-	124,604	3.6 %
United States Dollar	258,660	2,546	261,206	7.6 %
Net Foreign Exchange Exposure	\$ 3,419,432	\$ (4)	\$ 3,419,428	99.7 %

As at December 31, if the Canadian dollar had strengthened/weakened by 1 percent in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased by \$37,879,000 (2013 - \$34,194,000), representing 1.0% of the Fund's net assets (2013 - 1.0%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE ASIAN EQUITY FUND

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

Other Price Risk

Management monitors the concentration of risk for equity securities based on counterparties and industries and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 257,824	6.9 %	\$ 219,052	6.5 %
Consumer Staple	215,963	5.7 %	230,385	6.8 %
Energy	103,628	2.8 %	188,920	5.6 %
Financial Services	1,558,956	41.3 %	1,277,599	37.6 %
Health Care	171,710	4.6 %	70,629	2.1 %
Industrial Products	341,719	9.1 %	255,410	7.5 %
Information Technology	596,699	15.9 %	565,707	16.7 %
Materials and Processing	354,257	9.4 %	379,142	11.2 %
Telecommunication Services	121,253	3.2 %	151,704	4.5 %
Utilities	40,508	1.1 %	49,363	1.5 %
Total Equities	<u>\$ 3,762,517</u>	<u>100.0 %</u>	<u>\$ 3,387,911</u>	<u>100.0 %</u>

As at December 31, 2014 and 2013, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased, respectively by approximately \$350,713,000 (2013 - \$318,464,000) or 9.2% (2013 - 9.3%) of net assets attributable to redeemable units

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2014 and 2013, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

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

Equity by Geographic Region

The Fund's equity investments are concentrated in the following geographic regions:

GEOGRAPHIC REGION (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Australia	\$ 546,773	14.5 %	\$ 380,289	11.2 %
China	517,063	13.7 %	561,913	16.6 %
Hong Kong	574,438	15.3 %	464,744	13.6 %
India	447,053	11.9 %	303,695	9.0 %
Indonesia	53,676	1.4 %	46,247	1.4 %
Italy	-	0.1 %	-	- %
Japan	268,390	7.1 %	244,026	7.2 %
Korea	314,404	8.4 %	460,705	13.6 %
Malaysia	40,867	1.1 %	69,931	2.1 %
Philippines	91,330	2.4 %	47,147	1.4 %
Singapore	271,226	7.2 %	273,830	8.1 %
Taiwan	308,849	8.2 %	265,417	7.8 %
Thailand	154,451	4.1 %	124,249	3.7 %
United Kingdom	132,301	3.5 %	145,718	4.3 %
United States	41,696	1.1 %	-	- %
Total Equities	<u>\$ 3,762,517</u>	<u>100.0 %</u>	<u>\$ 3,387,911</u>	<u>100.0 %</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE ASIAN EQUITY FUND

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

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

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

All fair value measurements noted in the tables below are recurring.

	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 264	\$ -	\$ 264
Public Equities	3,762,517	-	3,762,517
Total Investments	\$ 3,762,781	\$ -	\$ 3,762,781
Foreign Currency Contracts, Net	-	(2)	(2)
Total	\$ 3,762,781	\$ (2)	\$ 3,762,779

	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 819	\$ -	\$ 819
Public Equities	3,387,911	-	3,387,911
Total Investments	\$ 3,388,730	\$ -	\$ 3,388,730
Foreign Currency Contracts, Net	-	(4)	(4)
Total	\$ 3,388,730	\$ (4)	\$ 3,388,726

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	2	\$ 4,616,564	\$ 264

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 1,675,538	\$ 819

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

INDEXED ASIAN EQUITY FUND

Statement of Financial Position				
(all amounts in thousands except number of units)				
	Note	December 31, 2014	December 31, 2013	January 1, 2013
			(note 12)	(note 12)
Assets				
Cash		\$ 1,351	\$ 969	\$ 159
Dividends receivable		2,388	2,057	592
Security lending revenue receivable		39	47	12
Withholding taxes receivable		11	-	-
Derivative assets:				
Foreign currency contracts		-	-	-
Investments		1,986,282	2,080,327	485,439
		<u>1,990,071</u>	<u>2,083,400</u>	<u>486,202</u>
Liabilities				
Payable for purchase of investments		500	-	-
Custodial fees payable		63	59	17
bclMC funds management fees payable	4	84	80	30
Other accounts payable		4	4	5
Derivative liabilities:				
Foreign currency contracts		1	-	-
		<u>652</u>	<u>143</u>	<u>52</u>
Net assets attributable to holders of redeemable units		<u>\$ 1,989,419</u>	<u>\$ 2,083,257</u>	<u>\$ 486,150</u>
<i>Number of redeemable units outstanding</i>	5	1,445.061	1,604.109	471.340
Net assets attributable to holders of redeemable units per unit		<u>\$ 1,377</u>	<u>\$ 1,299</u>	<u>\$ 1,031</u>
<i>Contingent liability</i>	6			

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income				
(all amounts in thousands)				
	Note	Year Ended December 31, 2014	Year Ended December 31, 2013	
			(note 12)	
Revenue:				
Interest income		\$ 6	\$ 11	
Dividend income		62,544	51,119	
Securities lending income		723	469	
Foreign exchange gain		44	8,265	
Change in fair value of investments and derivatives:	7			
Net realized gain (loss)		25,911	(6,331)	
Net change in unrealized appreciation		30,809	299,561	
Total Revenue		<u>120,037</u>	<u>353,094</u>	
Expenses:				
bclMC funds management fees	4	997	740	
Audit fees		7	6	
Commissions and stock exchange fees		146	250	
Custodial fees		250	246	
Legal fees		13	1	
Withholding taxes	8	4,302	1,803	
Total operating expenses		<u>5,715</u>	<u>3,046</u>	
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		<u>114,322</u>	<u>350,048</u>	
Distributions to holders of redeemable units:				
From net investment income		(57,748)	(57,067)	
From net realized gains on investments and derivatives		(2,166)	-	
		<u>(59,914)</u>	<u>(57,067)</u>	
Increase in net assets attributable to holders of redeemable units		<u>\$ 54,408</u>	<u>\$ 292,981</u>	

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

INDEXED ASIAN EQUITY FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of year	\$ 2,083,257	\$ 486,150
Increase in net assets attributable to holders of redeemable units	54,408	292,981
Redeemable unit transactions:		
Proceeds from units issued	138,042	1,419,644
Reinvestment of distributions	59,914	57,067
Amounts paid for units redeemed	<u>(346,202)</u>	<u>(172,585)</u>
Net increase (decrease) from redeemable unit transactions	<u>(148,246)</u>	<u>1,304,126</u>
Balance, end of year	<u>\$ 1,989,419</u>	<u>\$ 2,083,257</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase in net assets attributable to holders of redeemable units	\$ 54,408	\$ 292,981
Adjustments for:		
Interest income	(6)	(11)
Dividend income	(62,544)	(51,119)
Withholding taxes	4,302	1,803
Net realized (gain) loss from investments and derivatives	(25,911)	6,331
Net change in unrealized appreciation from investments and derivatives	(30,809)	(299,561)
Non cash distributions	59,914	57,067
Proceeds from sale of investments	336,171	83,399
Amounts paid for purchase of investments	(185,405)	(1,385,057)
Security lending revenue receivable	8	(35)
Payable for purchase of investments	500	-
Custodial fees payable	4	42
bcIMC funds management fees payable	4	50
Other accounts payable	-	(1)
Interest received	6	11
Dividends received	62,213	49,654
Withholding taxes paid	<u>(4,313)</u>	<u>(1,803)</u>
	<u>208,542</u>	<u>(1,246,249)</u>
Financing activities:		
Proceeds from issue of redeemable units	138,042	1,419,644
Payments on redemption of redeemable units	<u>(346,202)</u>	<u>(172,585)</u>
	<u>(208,160)</u>	<u>1,247,059</u>
Net increase in cash	382	810
Cash, beginning of year	<u>969</u>	<u>159</u>
Cash, end of year	<u>\$ 1,351</u>	<u>\$ 969</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

INDEXED ASIAN EQUITY FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>
Equities:				
Publicly Traded	\$ 1,986,148	\$ 1,662,527	\$ 2,080,286	\$ 1,787,475
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio Fund ST2	<u>134</u>	<u>135</u>	<u>41</u>	<u>42</u>
Total Investments	<u>\$ 1,986,282</u>	<u>\$ 1,662,662</u>	<u>\$ 2,080,327</u>	<u>\$ 1,787,517</u>

Schedule of Foreign Currency Contracts
as at December 31
(all amounts reported in thousands of Canadian dollars)

<u>Date</u>	<u>Number of Contracts</u>	<u>Expiry Date</u>	<u>Currency Code</u>	<u>Amount Sold</u>	<u>Currency Code</u>	<u>Amount Bought</u>	<u>Unrealized Gain (Loss)</u>
2014	1	Jan 2015	AUD	<u>\$ (501)</u>	JPY	<u>\$ 500</u>	<u>\$ (1)</u>
				<u>\$ (501)</u>		<u>\$ 500</u>	<u>\$ (1)</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED ASIAN EQUITY FUND

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

The investment objective of the Indexed Asian Equity Fund (the Fund) is to generate a risk/return profile that is very similar to the Morgan Stanley Capital International (MSCI) Pacific Net Index, the Fund's benchmark, and to meet the benchmark return net of all investment expenses. The Fund is managed internally by bcIMC. Performance results will track quite closely to the underlying benchmark. bcIMC portfolio managers hold all company, sector, and country allocations at or near their benchmark weights but have discretion to determine the appropriate timing of implementing Index changes.

The Fund is diversified on an industry sector basis, reducing exposure to firm specific risks. However, the Fund's holdings may be more concentrated in certain industry sectors than the Index.

The Fund invests in the following securities:

- publicly traded common stock or common stock equivalents of benchmark member companies including preferred shares, installment receipts, convertible securities, rights and warrants,
- exchange traded funds based on the Index or countries/regions within the Index,
- international exchange-listed depository receipts of benchmark member companies,
- private placements (defined as off-exchange purchase of securities that may have limited transferability) with CIO approval,
- forward contracts for currency conversions and/or currency hedging,
- other derivative instruments with CIO approval , and
- units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and U.S. Dollar Money Market Fund ST3.

The following restrictions apply to the Fund:

- Up to 0.5% of the Fund's assets may be invested in units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and/or U.S. Dollar Money Market Fund ST3.

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

The Fund invests in foreign currency contracts which inherently have counterparty risk. The credit risk of each counterparty is monitored through an evaluation of the credit quality of each counterparty that transacts with the Fund.

Liquidity Risk

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

The following were the contractual maturities of derivative financial liabilities as at December 31. The amounts are gross and undiscounted:

DERIVATIVE LIABILITIES (in 000s)	2014		
	Carrying amount	Gross nominal in (out) flow	Less than 1 month
Outflows	\$ (501)	\$ (501)	\$ (501)
Inflows	500	500	500
	<u>\$ (1)</u>	<u>\$ (1)</u>	<u>\$ (1)</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED ASIAN EQUITY FUND

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

Interest Rate Risk

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

Currency Risk

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

CURRENCY (in 000s)	2014				% of Total Net Assets
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure		
Australian Dollar	\$ 444,963	\$ (501)	\$ 444,462		22.3 %
Euro	34	-	34		- %
Hong Kong Dollar	184,667	-	184,667		9.3 %
Japanese Yen	1,256,498	500	1,256,998		63.2 %
New Zealand Dollar	9,659	-	9,659		0.5 %
Singapore Dollar	90,630	-	90,630		4.6 %
United States Dollar	2,987	-	2,987		0.2 %
Net Foreign Exchange Exposure	\$ 1,989,438	\$ (1)	\$ 1,989,437		100.0 %

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

CURRENCY (in 000s)	2013				% of Total Net Assets
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure		
Australian Dollar	\$ 473,956	\$ -	\$ 473,956		22.8 %
Hong Kong Dollar	180,427	-	180,427		8.7 %
Japanese Yen	1,326,671	-	1,326,671		63.7 %
New Zealand Dollar	7,325	-	7,325		0.4 %
Singapore Dollar	91,709	-	91,709		4.4 %
United States Dollar	3,023	-	3,023		0.1 %
Net Foreign Exchange Exposure	\$ 2,083,111	\$ -	\$ 2,083,111		100.0 %

As at December 31, if the Canadian dollar had strengthened/weakened by 1 percent in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased by \$19,894,000 (2013 - \$20,831,000), representing 1.0% of the Fund's net assets (2013 - 1.0%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED ASIAN EQUITY FUND

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

Other Price Risk

Management monitors the concentration of risk for equity securities based on counterparties and industries and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 318,134	16.0 %	\$ 331,692	15.9 %
Consumer Staple	123,987	6.2 %	129,451	6.2 %
Energy	33,517	1.7 %	41,166	2.0 %
Financial Services	643,788	32.4 %	679,473	32.7 %
Health Care	102,690	5.2 %	99,424	4.8 %
Industrial Products	311,516	15.7 %	321,381	15.4 %
Information Technology	145,427	7.3 %	140,494	6.8 %
Materials and Processing	150,564	7.6 %	172,955	8.3 %
Telecommunication Services	93,249	4.7 %	103,286	5.0 %
Utilities	63,276	3.2 %	60,964	2.9 %
Total Equities	<u>\$ 1,986,148</u>	<u>100.0 %</u>	<u>\$ 2,080,286</u>	<u>100.0 %</u>

As at December 31, 2014 and 2013, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased, respectively by approximately \$198,290,000 (2013 - \$208,029,000) or 10.0% (2013 - 10.0%) of net assets attributable to redeemable units

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2014 and 2013, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

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

Equity by Geographic Region

The Fund's equity investments are concentrated in the following geographic regions:

GEOGRAPHIC REGION (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Australia	\$ 443,416	22.3 %	\$ 472,989	22.7 %
China	992	- %	-	- %
Hong Kong	183,569	9.2 %	180,063	8.7 %
Japan	1,256,236	63.4 %	1,325,584	63.6 %
New Zealand	9,337	0.5 %	7,284	0.4 %
Singapore	92,277	4.6 %	93,124	4.5 %
United States	321	- %	1,242	0.1 %
Total Equities	<u>\$ 1,986,148</u>	<u>100.0 %</u>	<u>\$ 2,080,286</u>	<u>100.0 %</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED ASIAN EQUITY FUND

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

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

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

All fair value measurements noted in the tables below are recurring.

	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 134	\$ -	\$ 134
Public Equities	1,986,148	-	1,986,148
Total Investments	\$ 1,986,282	\$ -	\$ 1,986,282
Foreign Currency Contracts, Net	-	(1)	(1)
Total	<u>\$ 1,986,282</u>	<u>\$ (1)</u>	<u>\$ 1,986,281</u>

	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 41	\$ -	\$ 41
Public Equities	2,080,286	-	2,080,286
Total Investments	<u>\$ 2,080,327</u>	<u>\$ -</u>	<u>\$ 2,080,327</u>

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 4,432,739	\$ 134

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 1,675,538	\$ 41

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE EUROPEAN EQUITY FUND

Statement of Financial Position				
<i>(all amounts in thousands except number of units)</i>				
	Note	December 31, 2014	December 31, 2013	January 1, 2013
			<i>(note 12)</i>	<i>(note 12)</i>
Assets				
Cash		\$ 32,669	\$ 21,958	\$ 5,917
Receivable from sale of investments		17	-	-
Dividends receivable		2,562	2,773	954
Security lending revenue receivable		43	41	10
Withholding taxes receivable		2,288	1,631	1,559
Investments		2,729,152	2,915,243	985,977
		<u>2,766,731</u>	<u>2,941,646</u>	<u>994,417</u>
Liabilities				
Custodial fees payable		125	92	49
External management fees payable		2,635	2,624	1,036
bcIMC funds management fees payable	4	106	94	37
Other accounts payable		4	4	5
		<u>2,870</u>	<u>2,814</u>	<u>1,127</u>
Net assets attributable to holders of redeemable units				
		<u>\$ 2,763,861</u>	<u>\$ 2,938,832</u>	<u>\$ 993,290</u>
<i>Number of redeemable units outstanding</i>	5	<i>1,593.029</i>	<i>1,723.573</i>	<i>808.976</i>
Net assets attributable to holders of redeemable units per unit				
		<u>\$ 1,735</u>	<u>\$ 1,705</u>	<u>\$ 1,228</u>
<i>Contingent liability</i>	6			

[\(original signed by Gordon Fyfe\)](#)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income				
<i>(all amounts in thousands)</i>				
	Note	Year Ended December 31, 2014	Year Ended December 31, 2013	
			<i>(note 12)</i>	
Revenue:				
Interest income		\$ 275	\$ 155	
Dividend income		128,486	65,402	
Securities lending income		3,007	1,852	
Foreign exchange gain		41,867	1,661	
Change in fair value of investments:	7			
Net realized gain		95,417	25,077	
Net change in unrealized appreciation (depreciation)		(188,459)	618,091	
Total Revenue		<u>80,593</u>	<u>712,238</u>	
Expenses:				
bcIMC funds management fees	4	1,331	803	
External management fees		11,496	8,067	
Administrative fees		-	2	
Audit fees		7	6	
Commissions and stock exchange fees		2,048	2,798	
Custodial fees		485	325	
Legal fees		33	17	
Withholding taxes	8	13,731	7,928	
Total operating expenses		<u>29,131</u>	<u>19,946</u>	
Increase in net assets attributable to holders of redeemable units from operations excluding distributions				
		<u>51,462</u>	<u>692,292</u>	
Distributions to holders of redeemable units:				
From net investment income		<u>(146,553)</u>	<u>(51,922)</u>	
		<u>(146,553)</u>	<u>(51,922)</u>	
Increase (decrease) in net assets attributable to holders of redeemable units				
		<u>\$ (95,091)</u>	<u>\$ 640,370</u>	

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE EUROPEAN EQUITY FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of year	\$ 2,938,832	\$ 993,290
Increase (decrease) in net assets attributable to holders of redeemable units	(95,091)	640,370
Redeemable unit transactions:		
Proceeds from units issued	138,645	1,641,614
Reinvestment of distributions	146,553	51,922
Amounts paid for units redeemed	<u>(365,078)</u>	<u>(388,364)</u>
Net increase (decrease) from redeemable unit transactions	<u>(79,880)</u>	<u>1,305,172</u>
Balance, end of year	<u>\$ 2,763,861</u>	<u>\$ 2,938,832</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (95,091)	\$ 640,370
Adjustments for:		
Interest income	(275)	(155)
Dividend income	(128,486)	(65,402)
Withholding taxes	13,731	7,928
Net realized gain from investments	(95,417)	(25,077)
Net change in unrealized (appreciation) depreciation from investments	188,459	(618,091)
Non cash distributions	146,553	51,922
Proceeds from sale of investments	1,007,270	343,726
Amounts paid for purchase of investments	(914,221)	(1,629,824)
Receivable from sale of investments	(17)	-
Security lending revenue receivable	(2)	(31)
Custodial fees payable	33	43
External management fees payable	11	1,588
bcIMC funds management fees payable	12	57
Other accounts payable	-	(1)
Interest received	275	155
Dividends received	128,697	63,583
Withholding taxes paid	<u>(14,388)</u>	<u>(8,000)</u>
	<u>237,144</u>	<u>(1,237,209)</u>
Financing activities:		
Proceeds from issue of redeemable units	138,645	1,641,614
Payments on redemption of redeemable units	<u>(365,078)</u>	<u>(388,364)</u>
	<u>(226,433)</u>	<u>1,253,250</u>
Net increase in cash	10,711	16,041
Cash, beginning of year	<u>21,958</u>	<u>5,917</u>
Cash, end of year	<u>\$ 32,669</u>	<u>\$ 21,958</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE EUROPEAN EQUITY FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>
Equities:				
Publicly Traded	\$ 2,728,595	\$ 2,258,024	\$ 2,914,486	\$ 2,255,455
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio Fund ST2	<u>557</u>	<u>557</u>	<u>757</u>	<u>758</u>
Total Investments	<u><u>\$ 2,729,152</u></u>	<u><u>\$ 2,258,581</u></u>	<u><u>\$ 2,915,243</u></u>	<u><u>\$ 2,256,213</u></u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE EUROPEAN EQUITY FUND

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

The investment objective of the Active European Equity Fund (the Fund) is to exceed the return of the Fund's benchmark, the Morgan Stanley Capital International (MSCI) Europe Net Index, by 150 basis points per annum, net of all investment expenses over a four year rolling average. The Fund provides clients with a diversity of active management investment styles (e.g., value, growth, and market oriented), exposure to a variety of market outlooks, and exposure to the various segments of European markets, including emerging markets. Active managers within the Fund are selected to add value over full market cycles. The managers operate independently of each other and are given specific value added targets, consistent with their expected risk profile. Each manager may have a different approach to risk management.

The Fund is diversified on a geographic and industry sector basis, reducing exposure to firm specific risks. However, the Fund's holdings may be more concentrated in certain geographic regions and industry sectors than the Index.

The Fund invests in the following securities:

- publicly traded common stock or common stock equivalents of European companies including preferred shares, installment receipts, convertible securities, rights and warrants,
- exchange traded funds based on the Index or countries/regions within the Index,
- international exchange-listed depository receipts of European listed companies,
- units in the Managers' pooled funds provided such holdings are permissible investments of the Fund,
- private placements (defined as off-exchange purchase of securities that may have limited transferability) with CIO approval,
- forward contracts for currency conversions and/or currency hedging,
- other derivative instruments with CIO approval, and
- money market securities rated A-1 (low) or better, and units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and U.S. Dollar Money Market Fund ST3.

The following restrictions apply to the Fund:

- Up to 20% of the Fund's assets over any 3 month period or up to 15% of the Fund's assets over any 12 month period may be invested in money market securities rated A-1 (low) or better, or in units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and/or U.S. Dollar Money Market Fund ST3.
- Investments in European emerging markets and investments in the securities of a single company are both limited to 10% of the market value of the Fund.

See accompanying Notes to the Financial Statements.

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

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

Liquidity Risk

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

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE EUROPEAN EQUITY FUND

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

Interest Rate Risk

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

Currency Risk

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

CURRENCY (in 000s)	2014			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
British Pound Sterling	653,767	-	653,767	23.7 %
Czech Koruna	10,854	-	10,854	0.4 %
Danish Krone	97,655	-	97,655	3.5 %
Euro	1,391,655	-	1,391,655	50.4 %
Hungarian Forint	489	-	489	- %
Norwegian Krone	98,014	-	98,014	3.5 %
Polish Zloty	29,051	-	29,051	1.1 %
Swedish Krona	120,386	-	120,386	4.4 %
Swiss Franc	284,959	-	284,959	10.3 %
Turkish Lira	21,147	-	21,147	0.8 %
United States Dollar	31,214	-	31,214	1.1 %
Net Foreign Exchange Exposure	\$ 2,739,191	\$ -	\$ 2,739,191	99.1 %

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

CURRENCY (in 000s)	2013			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
British Pound Sterling	681,481	-	681,481	23.2 %
Czech Koruna	342	-	342	- %
Danish Krone	95,274	-	95,274	3.2 %
Euro	1,509,844	-	1,509,844	51.4 %
Hungarian Forint	567	-	567	- %
Norwegian Krone	106,276	-	106,276	3.6 %
Polish Zloty	7,510	-	7,510	0.3 %
Swedish Krona	113,584	-	113,584	3.9 %
Swiss Franc	305,210	-	305,210	10.4 %
Turkish Lira	15,997	-	15,997	0.5 %
United States Dollar	89,461	-	89,461	3.0 %
Net Foreign Exchange Exposure	\$ 2,925,546	\$ -	\$ 2,925,546	99.5 %

As at December 31, if the Canadian dollar had strengthened/weakened by 1 percent in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased by \$27,392,000 (2013 - \$29,251,000), representing 1.0% of the Fund's net assets (2013 - 1.0%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE EUROPEAN EQUITY FUND

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

Other Price Risk

Management monitors the concentration of risk for equity securities based on counterparties and industries and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 293,642	10.8 %	\$ 313,359	10.6 %
Consumer Staple	166,862	6.1 %	266,818	9.2 %
Energy	233,185	8.5 %	299,530	10.3 %
Financial Services	684,813	25.1 %	713,108	24.5 %
Health Care	614,896	22.5 %	438,731	15.1 %
Industrial Products	238,919	8.8 %	341,310	11.7 %
Information Technology	194,015	7.1 %	213,197	7.3 %
Materials and Processing	129,739	4.8 %	98,046	3.4 %
Telecommunication Services	89,743	3.3 %	136,398	4.7 %
Utilities	82,781	3.0 %	93,989	3.2 %
Total Equities	<u>\$ 2,728,595</u>	<u>100.0 %</u>	<u>\$ 2,914,486</u>	<u>100.0 %</u>

As at December 31, 2014 and 2013, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased, respectively by approximately \$284,139,000 (2013 - \$303,107,000) or 10.3% (2013 - 10.3%) of net assets attributable to redeemable units

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2014 and 2013, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

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

Equity by Geographic Region

The Fund's equity investments are concentrated in the following geographic regions:

GEOGRAPHIC REGION (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Austria	4,746	0.2 %	10,436	0.4 %
Belgium	27,014	1.0 %	28,212	1.0 %
Denmark	97,655	3.6 %	95,274	3.3 %
Finland	45,075	1.7 %	14,977	0.5 %
France	463,173	17.0 %	464,635	15.9 %
Germany	440,720	16.2 %	563,063	19.3 %
Greece	-	- %	1,743	0.1 %
Ireland	3,639	0.1 %	741	- %
Italy	122,300	4.6 %	128,230	4.4 %
Netherlands	128,672	4.7 %	159,070	5.5 %
Norway	97,878	3.6 %	106,212	3.6 %
Portugal	4,085	0.1 %	2,749	0.1 %
Russia	2,901	0.1 %	45,318	1.6 %
Spain	73,678	2.7 %	69,863	2.4 %
Sweden	120,386	4.4 %	113,584	3.9 %
Switzerland	284,960	10.4 %	305,201	10.5 %
United Kingdom	751,141	27.4 %	781,139	26.7 %
United States	505	- %	-	- %
Hungary	489	- %	567	- %
Turkey	21,146	0.8 %	15,961	0.5 %
Poland	27,809	1.0 %	7,511	0.3 %
Czech Republic	10,622	0.4 %	-	- %
Other	1	- %	-	- %
Total Equities	<u>\$ 2,728,595</u>	<u>100.0 %</u>	<u>\$ 2,914,486</u>	<u>100.0 %</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE EUROPEAN EQUITY FUND

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

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

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

All fair value measurements noted in the tables below are recurring.

	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 557	\$ -	\$ 557
Public Equities	2,728,595	-	2,728,595
Total Investments	<u>\$ 2,729,152</u>	<u>\$ -</u>	<u>\$ 2,729,152</u>

	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 757	\$ -	\$ 757
Public Equities	2,914,486	-	2,914,486
Total Investments	<u>\$ 2,915,243</u>	<u>\$ -</u>	<u>\$ 2,915,243</u>

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 3,379,048	\$ 557

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 1,472,414	\$ 757

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

INDEXED EUROPEAN EQUITY FUND

Statement of Financial Position (all amounts in thousands except number of units)				
	Note	December 31, 2014	December 31, 2013 <i>(note 12)</i>	January 1, 2013 <i>(note 12)</i>
Assets				
Cash		\$ 1,383	\$ 2,347	\$ 597
Dividends receivable		2,349	3,099	924
Interest receivable		-	-	4
Security lending revenue receivable		66	125	37
Withholding taxes receivable		956	794	1,703
Investments		<u>2,554,002</u>	<u>3,382,646</u>	<u>934,936</u>
		<u>2,558,756</u>	<u>3,389,011</u>	<u>938,201</u>
Liabilities				
Payable for purchase of investments		670	510	-
Custodial fees payable		107	107	36
bcIMC funds management fees payable	4	135	134	50
Other accounts payable		4	4	5
Derivative liabilities:				
Foreign currency contracts		4	-	-
		<u>920</u>	<u>755</u>	<u>91</u>
Net assets attributable to holders of redeemable units				
		<u>\$ 2,557,836</u>	<u>\$ 3,388,256</u>	<u>\$ 938,110</u>
<i>Number of redeemable units outstanding</i>	5	<i>1,451.642</i>	<i>1,973.614</i>	<i>732.372</i>
Net assets attributable to holders of redeemable units per unit				
		<u>\$ 1,762</u>	<u>\$ 1,717</u>	<u>\$ 1,281</u>
<i>Contingent liability</i>	6			

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income (all amounts in thousands)			
	Note	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Revenue:			
Interest income		\$ 5	\$ 6
Dividend income		152,717	101,675
Securities lending income		2,537	2,465
Foreign exchange gain (loss)		5,415	(17,974)
Change in fair value of investments and derivatives:	7		
Net realized gain		185,260	29,929
Net change in unrealized appreciation (depreciation)		<u>(234,550)</u>	<u>673,154</u>
Total Revenue		<u>111,384</u>	<u>789,255</u>
Expenses:			
bcIMC funds management fees	4	1,744	1,209
Audit fees		7	6
Commissions and stock exchange fees		735	1,496
Custodial fees		479	419
Legal fees		36	24
Withholding taxes	8	12,953	10,909
Total operating expenses		<u>15,954</u>	<u>14,063</u>
Increase in net assets attributable to holders of redeemable units from operations excluding distributions			
		<u>95,430</u>	<u>775,192</u>
Distributions to holders of redeemable units:			
From net investment income		(145,488)	(73,569)
From net realized gains on investments and derivatives		<u>(49,735)</u>	<u>-</u>
		<u>(195,223)</u>	<u>(73,569)</u>
Increase (decrease) in net assets attributable to holders of redeemable units			
		<u>\$ (99,793)</u>	<u>\$ 701,623</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

INDEXED EUROPEAN EQUITY FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of year	\$ 3,388,256	\$ 938,110
Increase (decrease) in net assets attributable to holders of redeemable units	(99,793)	701,623
Redeemable unit transactions:		
Proceeds from units issued	86,491	1,826,147
Reinvestment of distributions	195,223	73,569
Amounts paid for units redeemed	<u>(1,012,341)</u>	<u>(151,193)</u>
Net increase (decrease) from redeemable unit transactions	<u>(730,627)</u>	<u>1,748,523</u>
Balance, end of year	<u>\$ 2,557,836</u>	<u>\$ 3,388,256</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ (99,793)	\$ 701,623
Adjustments for:		
Interest income	(5)	(6)
Dividend income	(152,717)	(101,675)
Withholding taxes	12,953	10,909
Net realized gain from investments and derivatives	(185,260)	(29,929)
Net change in unrealized (appreciation) depreciation from investments and derivatives	234,550	(673,154)
Non cash distributions	195,223	73,569
Proceeds from sale of investments	1,243,048	267,407
Amounts paid for purchase of investments	(463,690)	(2,012,034)
Security lending revenue receivable	59	(88)
Payable for purchase of investments	160	510
Custodial fees payable	-	71
bcIMC funds management fees payable	1	84
Other accounts payable	-	(1)
Interest received	5	10
Dividends received	153,467	99,500
Withholding taxes paid	<u>(13,115)</u>	<u>(10,000)</u>
	<u>924,886</u>	<u>(1,673,204)</u>
Financing activities:		
Proceeds from issue of redeemable units	86,491	1,826,147
Payments on redemption of redeemable units	<u>(1,012,341)</u>	<u>(151,193)</u>
	<u>(925,850)</u>	<u>1,674,954</u>
Net increase (decrease) in cash	(964)	1,750
Cash, beginning of year	<u>2,347</u>	<u>597</u>
Cash, end of year	<u>\$ 1,383</u>	<u>\$ 2,347</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

INDEXED EUROPEAN EQUITY FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	Fair Value	Cost	Fair Value	Cost
Equities:				
Publicly Traded	\$ 2,553,839	\$ 2,127,731	\$ 3,382,503	\$ 2,721,850
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio Fund ST2	163	163	143	142
Total Investments	\$ 2,554,002	\$ 2,127,894	\$ 3,382,646	\$ 2,721,992

Schedule of Foreign Currency Contracts
as at December 31
(all amounts reported in thousands of Canadian dollars)

Date	Number of Contracts	Expiry Date	Currency Code	Amount Sold	Currency Code	Amount Bought	Unrealized Gain (Loss)
2014	1	Jan 2015	GBP	\$ (549)	EUR	\$ 545	\$ (4)
				<u>\$ (549)</u>		<u>\$ 545</u>	<u>\$ (4)</u>
2013	-			\$ -		\$ -	\$ -
				<u>\$ -</u>		<u>\$ -</u>	<u>\$ -</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED EUROPEAN EQUITY FUND

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

The investment objective of the Indexed European Equity Fund is to generate a risk/return profile that is very similar to the Morgan Stanley Capital International (MSCI) Europe Net Index, the Fund's benchmark, and meet the benchmark return net of all investment expenses. The Fund is managed internally by bcIMC and is a full replication index. Performance results will track quite closely to the underlying benchmark. bcIMC portfolio managers hold all company, sector, and country allocations at or near their benchmark weights but have discretion to determine the appropriate timing of implementing Index changes. The Fund is diversified on a geographic and industry sector basis, reducing exposure to firm specific risks.

The Fund invests in the following securities:

- publicly traded common stock or common stock equivalents of benchmark member companies including preferred shares, installment receipts, convertible securities, rights and warrants,
- exchange traded funds based on the Index or countries/regions within the Index,
- international exchange-listed depository receipts of European listed companies,
- private placements (defined as off-exchange purchase of securities that may have limited transferability) with CIO approval,
- forward contracts for currency conversions and/or currency hedging,
- other derivative instruments with CIO approval , and
- units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and U.S. Dollar Money Market Fund ST3.

The following restrictions apply to the Fund:

- Up to 0.5% of the Fund's assets can be invested in units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and/or U.S. Dollar Money Market Fund ST3.

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

The Fund invests in foreign currency contracts which inherently have counterparty risk. The credit risk of each counterparty is monitored through an evaluation of the credit quality of each counterparty that transacts with the Fund.

Liquidity Risk

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

The following were the contractual maturities of derivative financial liabilities as at December 31. The amounts are gross and undiscounted:

DERIVATIVE LIABILITIES (in 000s)	2014		
	Carrying amount	Gross nominal in (out) flow	Less than 1 month
Outflows	\$ (549)	\$ (549)	\$ (549)
Inflows	545	545	545
	<u>\$ (4)</u>	<u>\$ (4)</u>	<u>\$ (4)</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED EUROPEAN EQUITY FUND

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

Interest Rate Risk

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

Currency Risk

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

CURRENCY (in 000s)	2014			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
British Pound Sterling	776,103	(549)	775,554	30.3 %
Danish Krone	58,290	-	58,290	2.3 %
Euro	1,216,879	545	1,217,424	47.6 %
Norwegian Krone	25,017	-	25,017	1.0 %
Swedish Krona	119,346	-	119,346	4.7 %
Swiss Franc	360,506	-	360,506	14.1 %
United States Dollar	1,682	-	1,682	0.1 %
Net Foreign Exchange Exposure	\$ 2,557,823	\$ (4)	\$ 2,557,819	100.0 %

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

CURRENCY (in 000s)	2013			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
British Pound Sterling	1,057,788	-	1,057,788	31.2 %
Danish Krone	59,545	-	59,545	1.8 %
Euro	1,612,565	-	1,612,565	47.6 %
Norwegian Krone	41,337	-	41,337	1.2 %
Swedish Krona	164,361	-	164,361	4.9 %
Swiss Franc	450,811	-	450,811	13.3 %
United States Dollar	1,751	-	1,751	0.1 %
Net Foreign Exchange Exposure	\$ 3,388,158	\$ -	\$ 3,388,158	100.0 %

As at December 31, if the Canadian dollar had strengthened/weakened by 1 percent in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased by \$25,578,000 (2013 - \$33,882,000), representing 1.0% of the Fund's net assets (2013 - 1.0%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED EUROPEAN EQUITY FUND

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

Other Price Risk

Management monitors the concentration of risk for equity securities based on counterparties and industries and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 274,166	10.7 %	\$ 338,761	10.0 %
Consumer Staple	349,364	13.7 %	450,015	13.3 %
Energy	197,662	7.7 %	312,358	9.2 %
Financial Services	582,256	22.7 %	751,595	22.3 %
Health Care	343,701	13.5 %	417,414	12.3 %
Industrial Products	282,930	11.1 %	396,474	11.7 %
Information Technology	89,886	3.5 %	115,733	3.4 %
Materials and Processing	193,238	7.6 %	266,624	7.9 %
Telecommunication Services	131,818	5.2 %	204,850	6.1 %
Utilities	108,818	4.3 %	128,679	3.8 %
Total Equities	<u>\$ 2,553,839</u>	<u>100.0 %</u>	<u>\$ 3,382,503</u>	<u>100.0 %</u>

As at December 31, 2014 and 2013, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased, respectively by approximately \$255,021,000 (2013 - \$338,250,000) or 10.0% (2013 - 10.0%) of net assets attributable to redeemable units

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2014 and 2013, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

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

Equity by Geographic Region

The Fund's equity investments are concentrated in the following geographic regions:

GEOGRAPHIC REGION (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Austria	7,357	0.3 %	13,704	0.4 %
Belgium	50,111	2.0 %	60,008	1.8 %
Denmark	58,290	2.3 %	59,546	1.8 %
Finland	34,600	1.4 %	46,361	1.4 %
France	375,283	14.7 %	507,886	15.0 %
Germany	356,278	14.0 %	480,976	14.2 %
Ireland	14,921	0.6 %	14,624	0.4 %
Italy	87,095	3.4 %	112,934	3.3 %
Netherlands	106,805	4.2 %	137,661	4.1 %
Norway	25,017	1.0 %	41,202	1.2 %
Portugal	5,784	0.2 %	8,798	0.3 %
Spain	135,940	5.3 %	170,300	5.0 %
Sweden	119,320	4.7 %	164,361	4.9 %
Switzerland	360,452	14.1 %	450,770	13.3 %
United Kingdom	815,618	31.8 %	1,110,104	32.8 %
United States	968	- %	3,268	0.1 %
Total Equities	<u>\$ 2,553,839</u>	<u>100.0 %</u>	<u>\$ 3,382,503</u>	<u>100.0 %</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED EUROPEAN EQUITY FUND

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

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

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

All fair value measurements noted in the tables below are recurring.

	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 163	\$ -	\$ 163
Public Equities	2,553,839	-	2,553,839
Total Investments	\$ 2,554,002	\$ -	\$ 2,554,002
Foreign Currency Contracts, Net	-	(4)	(4)
Total	\$ 2,554,002	\$ (4)	\$ 2,553,998

	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 143	\$ -	\$ 143
Public Equities	3,382,503	-	3,382,503
Total Investments	\$ 3,382,646	\$ -	\$ 3,382,646

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 4,432,739	\$ 163

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 1,675,538	\$ 143

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE GLOBAL EQUITY FUND

Statement of Financial Position				
(all amounts in thousands except number of units)				
	Note	December 31, 2014	December 31 2013 <i>(note 12)</i>	January 1, 2013 <i>(note 12)</i>
Assets				
Cash		\$ 65,730	\$ 78,196	\$ 37,679
Receivable from sale of investments		2,278	1,891	4,033
Receivable from issue of units		-	-	374
Dividends receivable		2,180	1,751	990
Security lending revenue receivable		9	6	36
Withholding taxes receivable		301	227	655
Derivative assets:				
Foreign currency contracts		2	6	10
Investments		2,766,285	2,373,940	1,377,187
		<u>2,836,785</u>	<u>2,456,017</u>	<u>1,420,964</u>
Liabilities				
Payable for purchase of investments		3,184	132	5,075
Custodial fees payable		104	77	54
External management fees payable		3,269	2,862	2,031
bclMC funds management fees payable	4	102	82	49
Other accounts payable		4	4	5
Derivative liabilities:				
Foreign currency contracts		26	-	6
		<u>6,689</u>	<u>3,157</u>	<u>7,220</u>
Net assets attributable to holders of redeemable units		<u>\$ 2,830,096</u>	<u>\$ 2,452,860</u>	<u>\$ 1,413,744</u>
<i>Number of redeemable units outstanding</i>	5	1,632.518	1,631.739	1,244.836
Net assets attributable to holders of redeemable units per unit		<u>\$ 1,734</u>	<u>\$ 1,503</u>	<u>\$ 1,136</u>
<i>Contingent liability</i>	6			

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income			
(all amounts in thousands)			
	Note	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Revenue:			
Interest income		\$ 304	\$ 211
Dividend income		62,980	47,263
Securities lending income		477	686
Foreign exchange gain (loss)		3,855	(740)
Change in fair value of investments and derivatives:	7		
Net realized gain		153,392	185,918
Net change in unrealized appreciation		174,789	351,303
Total Revenue		<u>395,797</u>	<u>584,641</u>
Expenses:			
bclMC funds management fees	4	1,156	845
External management fees		12,201	10,058
Administrative fees		6	8
Audit fees		7	6
Commissions and stock exchange fees		2,851	3,540
Custodial fees		380	303
Legal fees		17	19
Withholding taxes	8	3,193	2,508
Total operating expenses		<u>19,811</u>	<u>17,287</u>
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		<u>375,986</u>	<u>567,354</u>
Distributions to holders of redeemable units:			
From net investment income		(50,667)	(33,662)
From net realized gains on investments and derivatives		(75,603)	(73,909)
		<u>(126,270)</u>	<u>(107,571)</u>
Increase in net assets attributable to holders of redeemable units		<u>\$ 249,716</u>	<u>\$ 459,783</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE GLOBAL EQUITY FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of year	\$ 2,452,860	\$ 1,413,744
Increase in net assets attributable to holders of redeemable units	249,716	459,783
Redeemable unit transactions:		
Proceeds from units issued	136,940	481,479
Reinvestment of distributions	126,270	107,571
Amounts paid for units redeemed	<u>(135,690)</u>	<u>(9,717)</u>
Net increase from redeemable unit transactions	<u>127,520</u>	<u>579,333</u>
Balance, end of year	<u>\$ 2,830,096</u>	<u>\$ 2,452,860</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase in net assets attributable to holders of redeemable units	\$ 249,716	\$ 459,783
Adjustments for:		
Interest income	(304)	(211)
Dividend income	(62,980)	(47,263)
Withholding taxes	3,193	2,508
Net realized gain from investments and derivatives	(153,392)	(185,918)
Net change in unrealized appreciation from investments and derivatives	(174,789)	(351,303)
Non cash distributions	126,270	107,571
Proceeds from sale of investments	1,237,706	1,577,171
Amounts paid for purchase of investments	(1,301,840)	(2,036,705)
Receivable from sale of investments	(387)	2,142
Receivable from issue of units	-	374
Security lending revenue receivable	(3)	30
Payable for purchase of investments	3,052	(4,943)
Custodial fees payable	27	23
External management fees payable	407	831
bcIMC funds management fees payable	20	33
Other accounts payable	-	(1)
Interest received	304	211
Dividends received	62,551	46,502
Withholding taxes paid	<u>(3,267)</u>	<u>(2,080)</u>
	<u>(13,716)</u>	<u>(431,245)</u>
Financing activities:		
Proceeds from issue of redeemable units	136,940	481,479
Payments on redemption of redeemable units	<u>(135,690)</u>	<u>(9,717)</u>
	<u>1,250</u>	<u>471,762</u>
Net increase (decrease) in cash	(12,466)	40,517
Cash, beginning of year	<u>78,196</u>	<u>37,679</u>
Cash, end of year	<u>\$ 65,730</u>	<u>\$ 78,196</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE GLOBAL EQUITY FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	Fair Value	Cost	Fair Value	Cost
Equities:				
Publicly Traded	\$ 2,765,950	\$ 2,111,799	\$ 2,373,389	\$ 1,894,057
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio Fund ST2	335	335	551	551
Total Investments	\$ 2,766,285	\$ 2,112,134	\$ 2,373,940	\$ 1,894,608

Schedule of Foreign Currency Contracts
as at December 31
(all amounts reported in thousands of Canadian dollars)

Date	Number of Contracts	Expiry Date	Currency Code	Amount Sold	Currency Code	Amount Bought	Unrealized Gain (Loss)
2014	1	Jan 2015	USD	\$ (1,595)	SEK	\$ 1,597	\$ 2
2014	1	Jan 2015	USD	(1,604)	SEK	1,587	(17)
2014	2	Jan 2015	CAD	(2,278)	USD	2,269	(9)
				(3,882)		3,856	(26)
				<u>\$(5,477)</u>		<u>\$ 5,453</u>	<u>\$ (24)</u>

Schedule of Foreign Currency Contracts
as at December 31
(all amounts reported in thousands of Canadian dollars)

Date	Number of Contracts	Expiry Date	Currency Code	Amount Sold	Currency Code	Amount Bought	Unrealized Gain (Loss)
2013	1	Jan 2014	JPY	\$ (1,759)	USD	\$ 1,765	\$ 6
2013	1	Jan 2014	USD	(78)	EUR	78	-
2013	1	Jan 2014	USD	(55)	EUR	55	-
				<u>\$(1,892)</u>		<u>\$1,898</u>	<u>\$6</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE GLOBAL EQUITY FUND

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

The investment objective of the Active Global Equity Fund (the Fund) is to exceed the Fund's benchmark return, the Morgan Stanley Capital International (MSCI) World ex-Canada Net Index, by 150 basis points per annum, net of all investment expenses over a four year rolling average. The Fund provides clients with exposure to a portfolio of actively managed stocks from across the globe, a diversity of active management investment styles, exposure to a variety of market outlooks, and market exposure across geographic lines, industry sectors, and market capitalizations. The managers operate independently of each other and are given specific value added targets, consistent with their expected risk profile.

The Fund invests in the following securities:

- publicly traded common stock or common stock equivalents of companies from all equity markets, including preferred shares, installment receipts, convertible securities, rights and warrants,
- exchange traded funds based on the Index or countries/regions within the Index,
- international exchange-listed depository receipts,
- private placements (defined as off-exchange purchase of securities that may have limited transferability) with CIO approval,
- foreign currency contracts for currency conversions and/or currency hedging,
- other derivative instruments with CIO approval, and
- money market securities rated A-1 (low) or better, and units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and U.S. Dollar Money Market Fund ST3.

The following restrictions apply to the Fund:

- Up to 20% of the Fund's assets over a 3 month period up to 15% over any 12 month period can be invested in money market securities rated A-1 (low) or better, in units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and/or U.S. Dollar Money Market Fund ST3.
- Investments in the securities of a single company and investments in securities of emerging markets are each limited to 10% of the market value of the Fund.

The Fund's activities expose it to a variety of financial risks as described below.

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

The Fund invests in foreign currency contracts which inherently have counterparty risk. The credit risk of each counterparty is monitored through an evaluation of the credit quality of each counterparty that transacts with the Fund.

Liquidity Risk

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

The following were the contractual maturities of derivative financial liabilities as at December 31. The amounts are gross and undiscounted:

DERIVATIVE LIABILITIES (in 000s)	2014		
	Carrying amount	Gross nominal in (out) flow	Less than 1 month
Outflows	\$ (3,882)	\$ (3,882)	\$ (3,882)
Inflows	3,856	3,856	3,856
	<u>\$ (26)</u>	<u>\$ (26)</u>	<u>\$ (26)</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE GLOBAL EQUITY FUND

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

Interest Rate Risk

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

Currency Risk

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

CURRENCY (in 000s)	2014			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
Australian Dollar	\$ 75,428	\$ -	\$ 75,428	2.7 %
British Pound Sterling	184,393	-	184,393	6.5 %
Danish Krone	34,334	-	34,334	1.2 %
Euro	261,144	-	261,144	9.2 %
Hong Kong Dollar	117,143	-	117,143	4.1 %
Indian Rupee	68,314	-	68,314	2.4 %
Israeli Rinngit	6,481	-	6,481	0.2 %
Japanese Yen	195,695	-	195,695	6.9 %
Korean Won	12,953	-	12,953	0.5 %
Malaysian Ringgit	32,456	-	32,456	1.1 %
Norwegian Krone	4,084	-	4,084	0.1 %
Singapore Dollar	45,728	-	45,728	1.6 %
Swedish Krona	52,059	3,184	55,243	2.0 %
Swiss Franc	197,419	-	197,419	7.0 %
Taiwan Dollar	28,257	-	28,257	1.0 %
United States Dollar	1,461,043	(930)	1,460,113	51.6 %
Net Foreign Exchange Exposure	\$ 2,776,931	\$ 2,254	\$ 2,779,185	98.2 %

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

CURRENCY (in 000s)	2013			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
Australian Dollar	\$ 64,999	\$ -	\$ 64,999	2.6 %
British Pound Sterling	171,276	-	171,276	7.0 %
Danish Krone	41,505	-	41,505	1.7 %
Euro	291,012	132	291,144	11.9 %
Hong Kong Dollar	93,682	-	93,682	3.8 %
Indian Rupee	25,716	-	25,716	1.0 %
Israeli Rinngit	5,237	-	5,237	0.2 %
Japanese Yen	202,280	(1,759)	200,521	8.2 %
Korean Won	13,310	-	13,310	0.5 %
Malaysian Ringgit	26,392	-	26,392	1.1 %
Norwegian Krone	4,419	-	4,419	0.2 %
Singapore Dollar	38,178	-	38,178	1.6 %
Swedish Krona	38,362	-	38,362	1.6 %
Swiss Franc	177,873	-	177,873	7.3 %
Taiwan Dollar	24,554	-	24,554	1.0 %
United States Dollar	1,172,641	1,633	1,174,274	47.9 %
Net Foreign Exchange Exposure	\$ 2,391,436	\$ 6	\$ 2,391,442	97.5 %

As at December 31, if the Canadian dollar had strengthened/weakened by 1 percent in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased by \$27,791,000 (2013 - \$23,914,000), representing 1.0% of the Fund's net assets (2013 - 1.0%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE GLOBAL EQUITY FUND

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

Other Price Risk

Management monitors the concentration of risk for equity securities based on counterparties and industries and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 355,400	12.8 %	\$ 279,857	11.8 %
Consumer Staple	332,418	12.0 %	244,855	10.3 %
Energy	151,374	5.5 %	135,236	5.7 %
Financial Services	449,741	16.3 %	429,326	18.1 %
Health Care	382,768	13.8 %	250,539	10.6 %
Industrial Products	293,725	10.6 %	349,940	14.7 %
Information Technology	572,198	20.8 %	476,412	20.1 %
Materials and Processing	120,120	4.3 %	109,685	4.6 %
Telecommunication Services	69,058	2.5 %	66,292	2.8 %
Utilities	39,148	1.4 %	31,247	1.3 %
Total Equities	<u>\$ 2,765,950</u>	<u>100.0 %</u>	<u>\$ 2,373,389</u>	<u>100.0 %</u>

As at December 31, 2014 and 2013, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased, respectively by approximately \$253,762,000 (2013 - \$220,725,000) or 9.0% (2013 - 9.0%) of net assets attributable to redeemable units

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2014 and 2013, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

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

Equity by Geographic Region

The Fund's equity investments are concentrated in the following geographic regions:

GEOGRAPHIC REGION (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Australia	\$ 75,428	2.7 %	\$ 64,999	2.7 %
Belgium	33,623	1.2 %	29,789	1.3 %
Brazil	7,742	0.3 %	3,585	0.2 %
China	42,506	1.5 %	25,873	1.1 %
Denmark	34,271	1.2 %	41,450	1.7 %
France	78,029	2.8 %	146,057	6.2 %
Germany	40,551	1.5 %	51,375	2.2 %
Hong Kong	88,402	3.2 %	67,708	2.9 %
India	68,313	2.5 %	25,715	1.1 %
Ireland	16,759	0.6 %	3	- %
Israel	6,481	0.2 %	5,237	0.2 %
Italy	44,661	1.7 %	35,655	1.5 %
Japan	195,252	7.1 %	200,062	8.4 %
Korea	12,953	0.5 %	31,405	1.3 %
Malaysia	32,434	1.2 %	26,371	1.1 %
Netherlands	42,215	1.5 %	23,000	1.0 %
Norway	4,084	0.1 %	4,419	0.2 %
Singapore	45,727	1.7 %	38,178	1.6 %
Spain	11,030	0.4 %	11,646	0.5 %
Sweden	55,243	2.0 %	38,362	1.6 %
Switzerland	195,541	7.1 %	177,835	7.5 %
Taiwan	41,917	1.5 %	34,187	1.4 %
United Kingdom	191,364	6.9 %	164,976	7.0 %
United States	1,378,103	49.8 %	1,097,353	46.1 %
Canada	23,321	0.8 %	28,149	1.2 %
Total Equities	<u>\$ 2,765,950</u>	<u>100.0 %</u>	<u>\$ 2,373,389</u>	<u>100.0 %</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE GLOBAL EQUITY FUND

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

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

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

(in 000s)	December 31, 2014			Total
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)		
Money Market Investments	\$ 335	\$ -	\$ 335	\$ 335
Public Equities	2,765,950	-	2,765,950	2,765,950
Total Investments	\$ 2,766,285	\$ -	\$ 2,766,285	\$ 2,766,285
Foreign Currency Contracts, Net	-	(24)	(24)	(24)
Total	\$ 2,766,285	\$ (24)	\$ 2,766,261	\$ 2,766,261

(in 000s)	December 31, 2013			Total
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)		
Money Market Investments	\$ 551	\$ -	\$ 551	\$ 551
Public Equities	2,373,389	-	2,373,389	2,373,389
Total Investments	\$ 2,373,940	\$ -	\$ 2,373,940	\$ 2,373,940
Foreign Currency Contracts, Net	-	6	6	6
Total	\$ 2,373,940	\$ 6	\$ 2,373,946	\$ 2,373,946

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 4,432,739	\$ 335

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 1,675,538	\$ 551

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ENHANCED INDEXED GLOBAL EQUITY FUND

Statement of Financial Position

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

	Note	December 31, 2014	December 31, 2013 <i>(note 12)</i>	January 1, 2013 <i>(note 12)</i>
Assets				
Cash		\$ 1,524	\$ 1,465	\$ 2,008
Receivable from sale of investments		122	-	-
Dividends receivable		2,796	2,116	1,638
Interest receivable		-	-	1
Security lending revenue receivable		22	29	23
Withholding taxes receivable		320	299	863
Derivative assets:				
Swaps		771	-	-
Investments		2,269,655	1,981,300	1,431,099
		<u>2,275,210</u>	<u>1,985,209</u>	<u>1,435,632</u>
Liabilities				
Payable for purchase of investments		-	1,017	363
Custodial fees payable		61	80	60
bcIMC funds management fees payable	4	96	83	73
Other accounts payable		4	4	5
		<u>161</u>	<u>1,184</u>	<u>501</u>
Net assets attributable to holders of redeemable units		<u>\$ 2,275,049</u>	<u>\$ 1,984,025</u>	<u>\$ 1,435,131</u>
<i>Number of redeemable units outstanding</i>	5	<i>1,183.165</i>	<i>1,183.165</i>	<i>1,180.854</i>
Net assets attributable to holders of redeemable units per unit		<u>\$ 1,923</u>	<u>\$ 1,677</u>	<u>\$ 1,215</u>
<i>Contingent liability</i>	6			

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income

(all amounts in thousands)

	Note	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Revenue:			
Interest income		\$ 2	\$ -
Dividend income		63,673	54,472
Securities lending income		505	620
Foreign exchange gain (loss)		(269)	575
Change in fair value of investments and derivatives:	7		
Net realized gain		214,021	279,370
Net change in unrealized appreciation		18,024	249,000
Total Revenue		<u>295,956</u>	<u>584,037</u>
Expenses:			
bcIMC funds management fees	4	1,112	968
Audit fees		6	6
Commissions and stock exchange fees		774	667
Custodial fees		260	280
Legal fees		32	63
Interest		32	-
Withholding taxes	8	2,716	2,215
Total operating expenses		<u>4,932</u>	<u>4,199</u>
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		<u>291,024</u>	<u>579,838</u>
Distributions to holders of redeemable units:			
From net investment income		(59,738)	(52,123)
From net realized gains on investments and derivatives		(106,700)	(139,334)
		<u>(166,438)</u>	<u>(191,457)</u>
Increase in net assets attributable to holders of redeemable units		<u>\$ 124,586</u>	<u>\$ 388,381</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ENHANCED INDEXED GLOBAL EQUITY FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of year	\$ 1,984,025	\$ 1,435,131
Increase in net assets attributable to holders of redeemable units	124,586	388,381
Redeemable unit transactions:		
Proceeds from units issued	133,414	269,056
Reinvestment of distributions	166,438	191,457
Amounts paid for units redeemed	<u>(133,414)</u>	<u>(300,000)</u>
Net increase from redeemable unit transactions	<u>166,438</u>	<u>160,513</u>
Balance, end of year	<u>\$ 2,275,049</u>	<u>\$ 1,984,025</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase in net assets attributable to holders of redeemable units	\$ 124,586	\$ 388,381
Adjustments for:		
Interest income	(2)	-
Dividend income	(63,673)	(54,472)
Interest expense	32	-
Withholding taxes	2,716	2,215
Net realized gain from investments and derivatives	(214,021)	(279,370)
Net change in unrealized appreciation from investments and derivatives	(18,024)	(249,000)
Non cash distributions	166,438	191,457
Proceeds from sale of investments	2,943,165	3,092,791
Amounts paid for purchase of investments	(3,000,246)	(3,114,622)
Receivable from sale of investments	(122)	-
Security lending revenue receivable	7	(6)
Payable for purchase of investments	(1,017)	654
Custodial fees payable	(19)	20
bcIMC funds management fees payable	13	10
Other accounts payable	-	(1)
Interest received	2	1
Dividends received	62,993	53,994
Interest paid	(32)	-
Withholding taxes paid	<u>(2,737)</u>	<u>(1,651)</u>
	<u>59</u>	<u>30,401</u>
Financing activities:		
Proceeds from issue of redeemable units	133,414	269,056
Payments on redemption of redeemable units	<u>(133,414)</u>	<u>(300,000)</u>
	<u>-</u>	<u>(30,944)</u>
Net increase (decrease) in cash	59	(543)
Cash, beginning of year	<u>1,465</u>	<u>2,008</u>
Cash, end of year	<u>\$ 1,524</u>	<u>\$ 1,465</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ENHANCED INDEXED GLOBAL EQUITY FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	Fair Value	Cost	Fair Value	Cost
Equities:				
Publicly Traded	\$ 2,269,579	\$ 1,891,378	\$ 1,981,203	\$ 1,620,255
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio Fund ST2	76	76	97	97
Total Investments	\$ 2,269,655	\$ 1,891,454	\$ 1,981,300	\$ 1,620,352

Schedule of Foreign Currency Contracts
as at December 31
(all amounts reported in thousands of Canadian dollars)

Date	Number of Contracts	Expiry Date	Currency Code	Amount Sold	Currency Code	Amount Bought	Unrealized Gain (Loss)
2014	-			\$ -		\$ -	\$ -
2013	1	Jan 2014	EUR	\$ (505)	USD	\$ 505	\$ -

Schedule of Swaps

as at December 31
(all amounts reported in thousands of Canadian dollars)

Date	Number of Contracts	Expiry Date	Description	Notional Value	Unrealized Gain (Loss)
2014	1	Jan 2015	Basket swap	\$ 17,673	\$ 771
2013	-			\$ -	\$ -

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ENHANCED INDEXED GLOBAL EQUITY FUND

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

The investment objective of the Enhanced Indexed Global Equity Fund (the Fund) is to exceed the fund's benchmark return, the Morgan Stanley Capital International (MSCI) World ex-Canada Net Index, by 100 basis points per annum, net of all investment expenses over a four year rolling average. The Fund is managed internally by bcIMC. Enhanced indexing combines the value adding strategies of active management with the risk controls of indexing.

The Enhanced Indexed Global Equity Fund differs from the Active Global Equity Fund in that it takes a lower level of active management risk and will more closely reflect the sector and financial characteristics of the benchmark. The portfolio managers will typically try to outperform the benchmark through company selection. The Fund is diversified on a geographic and industry sector basis, reducing exposure to firm specific risks.

The Fund invests in the following securities:

- publicly traded common stock or common stock equivalents of benchmark member companies including preferred shares, installment receipts, convertible securities, rights and warrants,
- exchange traded funds based on the Index or countries/regions within the Index,
- unleveraged futures based on the index or countries/regions within the index, to a maximum of CAD \$100 million,
- international exchange-listed depository receipts of benchmark member companies,
- private placements (defined as off-exchange purchase of securities that may have limited transferability) with CIO approval,
- forward contracts for currency conversions and/or currency hedging,
- other derivative instruments with CIO approval , and
- money market securities rated A-1 (low) or better, as well as units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and U.S. Dollar Money Market Fund ST3.

The following restrictions apply to the Fund:

- up to 10% of the Fund's assets can be held over any 12 month period in money market securities rated A-1 (low) or better, units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and/or U.S. Dollar Money Market Fund ST3. The 10% constraint does not apply for money market securities or units used for the management of futures contracts.
- Investments in the securities of a single company are limited to 10% of the market value of the Fund.

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

In 2014 the Fund entered into a swap agreement with a counterparty. The returns of long and short baskets of equity holdings are swapped with the counterparty, along with a financing charge payable to the counterparty.

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

The Fund invests in foreign currency contracts which inherently have counterparty risk. The credit risk of each counterparty is monitored through an evaluation of the credit quality of each counterparty that transacts with the Fund. The credit risk of the swap counterparty is also monitored through an evaluation of the counterparty's credit quality.

Liquidity Risk

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

The following were the contractual maturities of derivative financial liabilities as at December 31. The amounts are gross and undiscounted:

DERIVATIVE LIABILITIES (in 000s)	2013		
	Carrying amount	Gross nominal in (out) flow	Less than 1 month
Outflows	\$ (505)	\$ (505)	\$ (505)
Inflows	505	505	505
	\$ -	\$ -	\$ -

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ENHANCED INDEXED GLOBAL EQUITY FUND

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

Interest Rate Risk

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

Currency Risk

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

CURRENCY (in 000s)	2014			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
Australian Dollar	\$ 58,910	\$ -	\$ 58,910	2.6 %
British Pound Sterling	197,265	-	197,265	8.7 %
Danish Krone	13,386	-	13,386	0.6 %
Euro	257,351	-	257,351	11.3 %
Hong Kong Dollar	30,235	-	30,235	1.3 %
Israeli Rinngit	3,972	-	3,972	0.2 %
Japanese Yen	188,011	-	188,011	8.3 %
New Zealand Dollar	875	-	875	- %
Norwegian Krone	4,727	-	4,727	0.2 %
Singapore Dollar	17,265	-	17,265	0.8 %
Swedish Krona	28,982	-	28,982	1.3 %
Swiss Franc	79,309	-	79,309	3.5 %
United States Dollar	1,393,974	-	1,393,974	61.3 %
Net Foreign Exchange Exposure	\$ 2,274,262	\$ -	\$ 2,274,262	100.0 %

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

CURRENCY (in 000s)	2013			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
Australian Dollar	\$ 58,444	\$ -	\$ 58,444	2.9 %
British Pound Sterling	193,195	-	193,195	9.7 %
Danish Krone	8,630	-	8,630	0.4 %
Euro	264,280	505	264,785	13.3 %
Hong Kong Dollar	27,589	-	27,589	1.4 %
Israeli Rinngit	3,096	-	3,096	0.2 %
Japanese Yen	177,088	-	177,088	8.9 %
New Zealand Dollar	1,046	-	1,046	0.1 %
Norwegian Krone	6,567	-	6,567	0.3 %
Singapore Dollar	14,213	-	14,213	0.7 %
Swedish Krona	23,388	-	23,388	1.2 %
Swiss Franc	74,510	-	74,510	3.8 %
United States Dollar	1,131,899	(505)	1,131,394	57.0 %
Net Foreign Exchange Exposure	\$ 1,983,945	\$ -	\$ 1,983,945	100.0 %

As at December 31, if the Canadian dollar had strengthened/weakened by 1 percent in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased by \$22,743,000 (2013 - \$19,839,000), representing 1.0% of the Fund's net assets (2013 - 1.0%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ENHANCED INDEXED GLOBAL EQUITY FUND

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

Other Price Risk

Management monitors the concentration of risk for equity securities based on counterparties and industries and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 286,596	12.6 %	\$ 255,598	12.9 %
Consumer Staple	233,429	10.3 %	197,610	10.0 %
Energy	162,386	7.2 %	184,757	9.3 %
Financial Services	455,526	20.1 %	399,438	20.2 %
Health Care	296,834	13.1 %	234,282	11.8 %
Industrial Products	247,879	10.9 %	226,230	11.4 %
Information Technology	323,816	14.3 %	243,265	12.3 %
Materials and Processing	111,716	4.9 %	103,545	5.2 %
Telecommunication Services	73,708	3.2 %	74,869	3.8 %
Utilities	77,689	3.4 %	61,609	3.1 %
Total Equities	<u>\$ 2,269,579</u>	<u>100.0 %</u>	<u>\$ 1,981,203</u>	<u>100.0 %</u>

As at December 31, 2014 and 2013, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased, respectively by approximately \$227,118,000 (2013 - \$200,102,000) or 10.0% (2013 - 10.1%) of net assets attributable to redeemable units

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2014 and 2013, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

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

Equity by Geographic Region

The Fund's equity investments are concentrated in the following geographic regions:

GEOGRAPHIC REGION (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Australia	\$ 58,751	2.6 %	\$ 58,374	2.9 %
Austria	2,391	0.1 %	2,200	0.1 %
Belgium	10,399	0.5 %	10,898	0.6 %
China	323	- %	-	- %
Denmark	13,386	0.6 %	8,630	0.4 %
Finland	6,776	0.3 %	10,349	0.5 %
France	74,316	3.3 %	79,270	4.0 %
Germany	72,176	3.2 %	81,857	4.1 %
Hong Kong	29,912	1.3 %	27,586	1.4 %
Ireland	2,788	0.1 %	2,580	0.1 %
Israel	4,880	0.2 %	3,678	0.2 %
Italy	21,508	0.9 %	18,803	0.9 %
Japan	187,749	8.3 %	176,894	8.9 %
Netherlands	24,228	1.1 %	23,340	1.2 %
New Zealand	873	- %	1,046	0.1 %
Norway	4,727	0.2 %	6,567	0.3 %
Portugal	1,143	0.1 %	1,398	0.1 %
Singapore	17,667	0.8 %	14,177	0.7 %
Spain	36,527	1.6 %	28,926	1.5 %
Sweden	28,982	1.3 %	23,388	1.2 %
Switzerland	79,307	3.5 %	74,506	3.8 %
United Kingdom	201,607	8.9 %	197,177	10.0 %
United States	1,389,163	61.1 %	1,129,559	57.0 %
Total Equities	<u>\$ 2,269,579</u>	<u>100.0 %</u>	<u>\$ 1,981,203</u>	<u>100.0 %</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ENHANCED INDEXED GLOBAL EQUITY FUND

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

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

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

All fair value measurements noted in the tables below are recurring.

(in 000s)	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
	Money Market Investments	\$ 76	\$ -
Public Equities	2,269,579	-	2,269,579
Total Investments	\$ 2,269,655	\$ -	\$ 2,269,655
Swaps, Net	-	771	771
Total	\$ 2,269,655	\$ 771	\$ 2,270,426

(in 000s)	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
	Money Market Investments	\$ 97	\$ -
Public Equities	1,981,203	-	1,981,203
Total Investments	\$ 1,981,300	\$ -	\$ 1,981,300

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 4,432,739	\$ 76

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 1,675,538	\$ 97

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

INDEXED GLOBAL EQUITY FUND

Statement of Financial Position				
<i>(all amounts in thousands except number of units)</i>				
	Note	December 31, 2014	December 31, 2013	January 1, 2013
			<i>(note 12)</i>	<i>(note 12)</i>
Assets				
Cash		\$ 957	\$ 1,502	\$ 1,164
Receivable from sale of investments		13	-	-
Receivable from issue of units		370	-	-
Dividends receivable		2,212	2,518	1,302
Security lending revenue receivable		18	35	17
Withholding taxes receivable		895	964	382
Derivative assets:				
Foreign currency contracts		-	3	4
Investments		<u>1,871,078</u>	<u>1,939,411</u>	<u>1,179,356</u>
		<u>1,875,543</u>	<u>1,944,433</u>	<u>1,182,225</u>
Liabilities				
Payable for purchase of investments		-	907	820
Payable for redemption of units		370	-	-
Custodial fees payable		41	58	33
bclMC funds management fees payable	4	98	95	53
Other accounts payable		4	4	5
		<u>513</u>	<u>1,064</u>	<u>911</u>
Net assets attributable to holders of redeemable units				
		<u>\$ 1,875,030</u>	<u>\$ 1,943,369</u>	<u>\$ 1,181,314</u>
<i>Number of redeemable units outstanding</i>	5	<i>1,048.903</i>	<i>1,249.470</i>	<i>1,039.004</i>
Net assets attributable to holders of redeemable units per unit				
		<u>\$ 1,788</u>	<u>\$ 1,555</u>	<u>\$ 1,137</u>
<i>Contingent liability</i>	6			

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income				
<i>(all amounts in thousands)</i>				
	Note	Year Ended December 31, 2014	Year Ended December 31, 2013	
			<i>(note 12)</i>	
Revenue:				
Interest income		\$ 2	\$ -	
Dividend income		57,212	65,964	
Securities lending income		463	745	
Foreign exchange gain		713	1,498	
Change in fair value of investments and derivatives:	7			
Net realized gain		143,950	187,746	
Net change in unrealized appreciation		62,845	410,623	
Total Revenue		<u>265,185</u>	<u>666,576</u>	
Expenses:				
bclMC funds management fees	4	1,131	1,060	
Audit fees		7	6	
Commissions and stock exchange fees		272	680	
Custodial fees		196	239	
Legal fees		12	22	
Withholding taxes	8	2,390	2,616	
Total operating expenses		<u>4,008</u>	<u>4,623</u>	
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		<u>261,177</u>	<u>661,953</u>	
Distributions to holders of redeemable units:				
From net investment income		(53,103)	(62,480)	
From net realized gains on investments and derivatives		(71,862)	(93,636)	
		<u>(124,965)</u>	<u>(156,116)</u>	
Increase in net assets attributable to holders of redeemable units		<u>\$ 136,212</u>	<u>\$ 505,837</u>	

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

INDEXED GLOBAL EQUITY FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Year Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of year	\$ 1,943,369	\$ 1,181,314
Increase in net assets attributable to holders of redeemable units	136,212	505,837
Redeemable unit transactions:		
Proceeds from units issued	465,305	1,093,182
Reinvestment of distributions	124,965	156,116
Amounts paid for units redeemed	<u>(794,821)</u>	<u>(993,080)</u>
Net increase (decrease) from redeemable unit transactions	<u>(204,551)</u>	<u>256,218</u>
Balance, end of year	<u>\$ 1,875,030</u>	<u>\$ 1,943,369</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Year Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase in net assets attributable to holders of redeemable units	\$ 136,212	\$ 505,837
Adjustments for:		
Interest income	(2)	-
Dividend income	(57,212)	(65,964)
Withholding taxes	2,390	2,616
Net realized gain from investments and derivatives	(143,950)	(187,746)
Net change in unrealized appreciation from investments and derivatives	(62,845)	(410,623)
Non cash distributions	124,965	156,116
Proceeds from sale of investments	567,776	1,054,466
Amounts paid for purchase of investments	(292,645)	(1,216,151)
Receivable from sale of investments	(13)	-
Receivable from issue of units	(370)	-
Security lending revenue receivable	17	(18)
Payable for purchase of investments	(907)	87
Payable for redemption of units	370	-
Custodial fees payable	(17)	25
bcIMC funds management fees payable	3	42
Other accounts payable	-	(1)
Interest received	2	-
Dividends received	57,518	64,748
Withholding taxes paid	<u>(2,321)</u>	<u>(3,198)</u>
	<u>328,971</u>	<u>(99,764)</u>
Financing activities:		
Proceeds from issue of redeemable units	465,305	1,093,182
Payments on redemption of redeemable units	<u>(794,821)</u>	<u>(993,080)</u>
	<u>(329,516)</u>	<u>100,102</u>
Net increase (decrease) in cash	(545)	338
Cash, beginning of year	<u>1,502</u>	<u>1,164</u>
Cash, end of year	<u>\$ 957</u>	<u>\$ 1,502</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

INDEXED GLOBAL EQUITY FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	Fair Value	Cost	Fair Value	Cost
Equities:				
Publicly Traded	\$ 1,870,909	\$ 1,302,497	\$ 1,939,305	\$ 1,433,741
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio Fund ST2	169	169	106	106
Total Investments	\$ 1,871,078	\$ 1,302,666	\$ 1,939,411	\$ 1,433,847

Schedule of Foreign Currency Contracts
as at December 31
(all amounts reported in thousands of Canadian dollars)

Date	Number of Contracts	Expiry Date	Currency Code	Amount Sold	Currency Code	Amount Bought	Unrealized Gain (Loss)
2014	-			\$ -		\$-	\$ -
2013	1	Jan 2014	USD	\$(334)	CAD	\$335	\$ 1
2013	1	Jan 2014	EUR	(355)	GBP	357	2
2013	1	Jan 2014	USD	(541)	JPY	541	-
				<u>\$(1,230)</u>		<u>\$1,233</u>	<u>\$ 3</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED GLOBAL EQUITY FUND

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

The investment objective of the Indexed Global Equity Fund (the Fund) is to generate a risk/return profile that is very similar to the Morgan Stanley Capital International (MSCI) World ex-Canada Net Index, the Fund's benchmark, and meet the benchmark return net of all investment expenses. The Fund is managed internally by bcIMC and is a full replication index. Performance results will track quite closely to the underlying benchmark. bcIMC portfolio managers hold all company, sector, and country allocations at or near their benchmark weights but have discretion to determine the appropriate timing of implementing Index changes. The Fund is diversified on a geographic and industry sector basis, reducing exposure to firm specific risks.

The Fund invests in the following securities:

- publicly traded common stock or common stock equivalents of benchmark member companies including preferred shares, installment receipts, convertible securities, rights and warrants,
- exchange traded funds based on the Index or countries/regions within the Index,
- unleveraged futures based on the index or countries/regions within the index to a maximum of CAD\$100 million,
- international exchange-listed depository receipts of benchmark member companies,
- private placements (defined as off-exchange purchase of securities that may have limited transferability) with CIO approval,
- forward contracts for currency conversions and/or currency hedging,
- other derivative instruments with CIO approval, and
- money market securities rated A-1 (low) or better, as well as units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and U.S. Dollar Money Market Fund ST3.

The following restrictions apply to the Fund:

- up to 0.5% of the Fund's assets can be invested in money market securities rated A-1 (low) or better, units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and/or U.S. Dollar Money Market Fund ST3. The 0.5% constraint does not apply for money market securities or units used for the management of futures contracts.

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

The Fund invests in foreign currency contracts which inherently have counterparty risk. The credit risk of each counterparty is monitored through an evaluation of the credit quality of each counterparty that transacts with the Fund.

Liquidity Risk

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

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED GLOBAL EQUITY FUND

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

Interest Rate Risk

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

Currency Risk

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

CURRENCY (in 000s)	2014			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
Australian Dollar	\$ 55,002	\$ -	\$ 55,002	2.9 %
British Pound Sterling	149,281	-	149,281	8.0 %
Danish Krone	11,144	-	11,144	0.6 %
Euro	229,307	-	229,307	12.2 %
Hong Kong Dollar	22,983	-	22,983	1.2 %
Israeli Rinngit	3,998	-	3,998	0.2 %
Japanese Yen	155,563	-	155,563	8.3 %
New Zealand Dollar	1,106	-	1,106	0.1 %
Norwegian Krone	4,775	-	4,775	0.3 %
Singapore Dollar	11,181	-	11,181	0.6 %
Swedish Krona	22,586	-	22,586	1.2 %
Swiss Franc	68,180	-	68,180	3.6 %
United States Dollar	1,139,896	-	1,139,896	60.8 %
Net Foreign Exchange Exposure	\$ 1,875,002	\$ -	\$ 1,875,002	100.0 %

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

CURRENCY (in 000s)	2013			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
Australian Dollar	\$ 62,476	\$ -	\$ 62,476	3.2 %
British Pound Sterling	177,488	357	177,845	9.2 %
Danish Krone	9,761	-	9,761	0.5 %
Euro	266,535	(355)	266,180	13.7 %
Hong Kong Dollar	23,985	-	23,985	1.2 %
Israeli Rinngit	3,976	-	3,976	0.2 %
Japanese Yen	175,165	541	175,706	9.0 %
New Zealand Dollar	899	-	899	- %
Norwegian Krone	6,837	-	6,837	0.4 %
Singapore Dollar	11,766	-	11,766	0.6 %
Swedish Krona	27,241	-	27,241	1.4 %
Swiss Franc	74,867	-	74,867	3.9 %
United States Dollar	1,102,606	(875)	1,101,731	56.7 %
Net Foreign Exchange Exposure	\$ 1,943,602	\$ (332)	\$ 1,943,270	100.0 %

As at December 31, if the Canadian dollar had strengthened/weakened by 1 percent in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased by \$18,750,000 (2013 - \$19,433,000), representing 1.0% of the Fund's net assets (2013 - 1.0%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED GLOBAL EQUITY FUND

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

Other Price Risk

Management monitors the concentration of risk for equity securities based on counterparties and industries and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 238,039	12.7 %	\$ 245,070	12.6 %
Consumer Staple	189,140	10.1 %	197,252	10.2 %
Energy	137,248	7.3 %	169,882	8.8 %
Financial Services	377,832	20.4 %	391,951	20.1 %
Health Care	243,567	13.0 %	224,692	11.6 %
Industrial Products	206,486	11.0 %	226,910	11.7 %
Information Technology	258,851	13.8 %	243,911	12.6 %
Materials and Processing	92,570	4.9 %	104,514	5.4 %
Telecommunication Services	62,709	3.4 %	73,809	3.8 %
Utilities	64,467	3.4 %	61,314	3.2 %
Total Equities	<u>\$ 1,870,909</u>	<u>100.0 %</u>	<u>\$ 1,939,305</u>	<u>100.0 %</u>

As at December 31, 2014 and 2013, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased, respectively by approximately \$186,636,000 (2013 - \$193,931,000) or 10.0% (2013 - 10.0%) of net assets attributable to redeemable units.

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2014 and 2013, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

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

Equity by Geographic Region

The Fund's equity investments are concentrated in the following geographic regions:

GEOGRAPHIC REGION (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Australia	\$ 54,828	2.9 %	\$ 62,125	3.2 %
Austria	1,459	0.1 %	2,190	0.1 %
Belgium	9,596	0.5 %	9,870	0.5 %
China	127	- %	-	- %
Denmark	11,143	0.6 %	9,761	0.5 %
Finland	6,537	0.3 %	7,795	0.4 %
France	70,907	3.8 %	84,192	4.3 %
Germany	67,534	3.6 %	79,456	4.1 %
Hong Kong	22,857	1.2 %	23,938	1.2 %
Ireland	2,513	0.1 %	2,554	0.1 %
Israel	4,252	0.2 %	4,177	0.2 %
Italy	16,531	0.9 %	18,758	1.0 %
Japan	155,390	8.3 %	175,557	9.1 %
Netherlands	20,193	1.1 %	22,740	1.2 %
New Zealand	1,106	0.1 %	898	- %
Norway	4,775	0.3 %	6,805	0.4 %
Portugal	1,141	0.1 %	1,398	0.1 %
Singapore	11,396	0.6 %	11,952	0.6 %
Spain	25,662	1.4 %	28,325	1.5 %
Sweden	22,585	1.2 %	27,221	1.4 %
Switzerland	68,171	3.6 %	74,857	3.9 %
United Kingdom	154,772	8.3 %	184,647	9.5 %
United States	1,137,434	60.8 %	1,100,089	56.7 %
Total Equities	<u>\$ 1,870,909</u>	<u>100.0 %</u>	<u>\$ 1,939,305</u>	<u>100.0 %</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED GLOBAL EQUITY FUND

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

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

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

All fair value measurements noted in the tables below are recurring.

	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 169	\$ -	\$ 169
Public Equities	1,870,909	-	1,870,909
Total Investments	<u>\$ 1,871,078</u>	<u>\$ -</u>	<u>\$ 1,871,078</u>

	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 106	\$ -	\$ 106
Public Equities	1,939,305	-	1,939,305
Total Investments	<u>\$ 1,939,411</u>	<u>\$ -</u>	<u>\$ 1,939,411</u>
Foreign Currency Contracts, Net	-	3	3
Total	<u>\$ 1,939,411</u>	<u>\$ 3</u>	<u>\$ 1,939,414</u>

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 4,432,739	\$ 169

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 1,675,538	\$ 106

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

INDEXED GLOBAL ESG EQUITY FUND

Statement of Financial Position

(all amounts in thousands except number of units)

	Note	December 31, 2014	December 31, 2013 <i>(note 12)</i>	April 1, 2013 <i>(note 12)</i>
Assets				
Cash		\$ 1,810	\$ 1,251	\$ 489
Receivable from sale of investments		17	-	11
Dividends receivable		1,735	1,581	2,401
Security lending revenue receivable		13	7	7
Withholding taxes receivable		106	79	152
Investments		1,220,630	1,064,770	868,355
		<u>1,224,311</u>	<u>1,067,688</u>	<u>871,415</u>
Liabilities				
Payable for purchase of investments		-	209	109
Custodial fees payable		18	71	25
bcIMC funds management fees payable	4	62	49	25
Other accounts payable		4	-	-
		<u>84</u>	<u>329</u>	<u>159</u>
Net assets attributable to holders of redeemable units				
		<u>\$ 1,224,227</u>	<u>\$ 1,067,359</u>	<u>\$ 871,256</u>
<i>Number of redeemable units outstanding</i>	5	801.990	801.990	801.990
Net assets attributable to holders of redeemable units per unit				
		<u>\$ 1,526</u>	<u>\$ 1,331</u>	<u>\$ 1,086</u>
<i>Contingent liability</i>	6			
<i>Subsequent event</i>	13			

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income

(all amounts in thousands)

	Note	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Revenue:			
Interest income		\$ 2	\$ 1
Dividend income		37,431	19,375
Securities lending income		266	228
Foreign exchange gain		19	249
Change in fair value of investments:	7		
Net realized gain		16,388	6,074
Net change in unrealized appreciation		105,110	171,613
Total Revenue		<u>159,216</u>	<u>197,540</u>
Expenses:			
bcIMC funds management fees	4	678	418
Audit fees		12	-
Commissions and stock exchange fees		90	60
Custodial fees		27	114
Legal fees		7	6
Withholding taxes	8	1,534	839
Total operating expenses		<u>2,348</u>	<u>1,437</u>
Increase in net assets attributable to holders of redeemable units from operations excluding distributions			
		<u>156,868</u>	<u>196,103</u>
Distributions to holders of redeemable units:			
From net investment income		(35,440)	(18,476)
From net realized gains on investments		(8,174)	(6,009)
		<u>(43,614)</u>	<u>(24,485)</u>
Increase in net assets attributable to holders of redeemable units			
		<u>\$ 113,254</u>	<u>\$ 171,618</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

INDEXED GLOBAL ESG EQUITY FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of period	\$ 1,067,359	\$ 871,256
Increase in net assets attributable to holders of redeemable units	113,254	171,618
Redeemable unit transactions:		
Proceeds from units issued	-	-
Reinvestment of distributions	43,614	24,485
Amounts paid for units redeemed	-	-
Net increase from redeemable unit transactions	43,614	24,485
Balance, end of period	\$ 1,224,227	\$ 1,067,359

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Period Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase in net assets attributable to holders of redeemable units	\$ 113,254	\$ 171,618
Adjustments for:		
Interest income	(2)	(1)
Dividend income	(37,431)	(19,375)
Withholding taxes	1,534	839
Net realized gain from investments	(16,388)	(6,074)
Net change in unrealized appreciation from investments	(105,110)	(171,613)
Non cash distributions	43,614	24,485
Proceeds from sale of investments	113,769	75,233
Amounts paid for purchase of investments	(148,131)	(93,961)
Receivable from sale of investments	(17)	11
Security lending revenue receivable	(6)	-
Payable for purchase of investments	(209)	100
Custodial fees payable	(53)	46
bcIMC funds management fees payable	13	24
Other accounts payable	4	-
Interest received	2	1
Dividends received	37,277	20,195
Withholding taxes paid	(1,561)	(766)
	<u>559</u>	<u>762</u>
Financing activities:		
	<u>-</u>	<u>-</u>
Net increase in cash	559	762
Cash, beginning of period	1,251	489
Cash, end of period	\$ 1,810	\$ 1,251

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

INDEXED GLOBAL ESG EQUITY FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>
Equities:				
Publicly Traded	\$ 1,220,538	\$ 879,381	\$ 1,064,714	\$ 828,667
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio Fund ST2	<u>92</u>	<u>92</u>	<u>56</u>	<u>56</u>
Total Investments	<u><u>\$ 1,220,630</u></u>	<u><u>\$ 879,473</u></u>	<u><u>\$ 1,064,770</u></u>	<u><u>\$ 828,723</u></u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED GLOBAL ESG EQUITY FUND

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

The investment objective of the Indexed Global ESG Equity Fund (the Fund) is to generate a risk/return profile that is very similar to the Morgan Stanley Capital International (MSCI) World ESG Net Index (the Index), the Fund's benchmark. The Fund is managed internally by bcIMC. Performance results will track quite closely to the underlying benchmark. bcIMC portfolio managers hold all investments in individual companies at approximately the same proportion as their weighting in the Index, with the exception of companies wholly excluded by bcIMC for having significant business activities contrary to environmental, social and governance (ESG) principles.

The Fund invests in the following securities:

- publicly traded common stock or common stock equivalents of benchmark member companies including preferred shares, instalment receipts, convertible securities, rights and warrants,
- exchange traded funds with similar ESG criteria as the Index,
- international exchange-listed depository receipts of benchmark member companies,
- private placements (defined as off-exchange purchase of securities that may have limited transferability) with CIO approval,
- forward contracts for currency conversions and/or currency hedging,
- other derivative instruments with CIO approval, and
- units of bcIMC's Pooled Investment Portfolios Canadian Money Market Fund ST1, Canadian Money Market Fund ST2 and U.S. Dollar Money Market Fund ST3.

The following restrictions apply to the Fund:

- up to 0.5% of the Fund's assets can be invested in units of bcIMC's Pooled Investment Portfolios Canadian Money Market Fund ST1, Canadian Money Market Fund ST2 and U.S. Dollar Money Market Fund ST3.

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

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

Liquidity Risk

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

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED GLOBAL ESG EQUITY FUND

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

Interest Rate Risk

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

Currency Risk

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

CURRENCY (in 000s)	2014			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
Australian Dollar	\$ 43,572	\$ -	\$ 43,572	3.6 %
British Pound Sterling	96,040	-	96,040	7.8 %
Danish Krone	9,583	-	9,583	0.8 %
Euro	127,426	-	127,426	10.4 %
Hong Kong Dollar	7,035	-	7,035	0.6 %
Israeli Rinngit	89	-	89	- %
Japanese Yen	106,649	-	106,649	8.7 %
New Zealand Dollar	654	-	654	0.1 %
Norwegian Krone	4,794	-	4,794	0.4 %
Singapore Dollar	3,167	-	3,167	0.3 %
Swedish Krona	20,421	-	20,421	1.7 %
Swiss Franc	44,262	-	44,262	3.6 %
United States Dollar	701,016	-	701,016	57.3 %
Net Foreign Exchange Exposure	\$ 1,164,708	\$ -	\$ 1,164,708	95.1 %

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

CURRENCY (in 000s)	2013			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
Australian Dollar	\$ 43,006	\$ -	\$ 43,006	4.0 %
British Pound Sterling	101,891	-	101,891	9.5 %
Danish Krone	5,809	-	5,809	0.5 %
Euro	132,732	-	132,732	12.4 %
Hong Kong Dollar	5,254	-	5,254	0.5 %
Israeli Rinngit	124	-	124	- %
Japanese Yen	102,131	-	102,131	9.6 %
New Zealand Dollar	632	-	632	0.1 %
Norwegian Krone	4,473	-	4,473	0.4 %
Singapore Dollar	2,284	-	2,284	0.2 %
Swedish Krona	20,754	-	20,754	1.9 %
Swiss Franc	35,630	-	35,630	3.3 %
United States Dollar	564,010	-	564,010	52.8 %
Net Foreign Exchange Exposure	\$ 1,018,730	\$ -	\$ 1,018,730	95.4 %

As at December 31, if the Canadian dollar had strengthened/weakened by 1 percent in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased by \$11,647,000 (2013 - \$10,187,000), representing 1.0% of the Fund's net assets (2013 - 1.0%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED GLOBAL ESG EQUITY FUND

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

Other Price Risk

Management monitors the concentration of risk for equity securities based on counterparties and industries and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 154,044	12.6 %	\$ 134,438	12.6 %
Consumer Staple	113,679	9.3 %	102,236	9.6 %
Energy	66,632	5.5 %	78,512	7.4 %
Financial Services	270,865	22.3 %	229,896	21.6 %
Health Care	169,971	13.9 %	134,843	12.7 %
Industrial Products	135,304	11.1 %	123,661	11.6 %
Information Technology	156,708	12.8 %	128,392	12.1 %
Materials and Processing	66,342	5.4 %	61,024	5.7 %
Telecommunication Services	45,158	3.7 %	37,405	3.5 %
Utilities	41,835	3.4 %	34,307	3.2 %
Total Equities	<u>\$ 1,220,538</u>	<u>100.0 %</u>	<u>\$ 1,064,714</u>	<u>100.0 %</u>

As at December 31, 2014 and 2013, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased, respectively by approximately \$121,199,000 (2013 - \$106,417,000) or 9.9% (2013 - 10.0%) of net assets attributable to redeemable units

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2014 and 2013, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

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

Equity by Geographic Region

The Fund's equity investments are concentrated in the following geographic regions:

GEOGRAPHIC REGION (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Australia	\$ 43,051	3.5 %	\$ 42,429	4.0 %
Austria	293	- %	484	- %
Belgium	2,605	0.2 %	2,134	0.2 %
Denmark	9,582	0.8 %	5,809	0.5 %
Finland	1,477	0.1 %	1,814	0.2 %
France	35,562	2.9 %	36,020	3.4 %
Germany	39,385	3.2 %	41,945	3.9 %
Hong Kong	6,897	0.6 %	5,182	0.5 %
Ireland	2,073	0.2 %	1,964	0.2 %
Israel	88	- %	122	- %
Italy	8,403	0.8 %	12,049	1.1 %
Japan	106,546	8.7 %	102,040	9.6 %
Netherlands	22,154	1.8 %	21,304	2.0 %
New Zealand	653	0.1 %	620	0.1 %
Norway	4,794	0.4 %	4,420	0.4 %
Portugal	1,320	0.1 %	1,549	0.1 %
Singapore	3,058	0.3 %	2,231	0.2 %
Spain	13,914	1.1 %	13,302	1.2 %
Sweden	20,421	1.7 %	20,754	1.9 %
Switzerland	44,262	3.6 %	35,630	3.3 %
United Kingdom	95,362	7.8 %	101,176	9.5 %
United States	699,927	57.3 %	563,230	53.1 %
Canada	58,711	4.8 %	48,506	4.6 %
Total Equities	<u>\$ 1,220,538</u>	<u>100.0 %</u>	<u>\$ 1,064,714</u>	<u>100.0 %</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED GLOBAL ESG EQUITY FUND

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

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

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

All fair value measurements noted in the tables below are recurring.

	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 92	\$ -	\$ 92
Public Equities	1,220,538	-	1,220,538
Total Investments	<u>\$ 1,220,630</u>	<u>\$ -</u>	<u>\$ 1,220,630</u>

	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 56	\$ -	\$ 56
Public Equities	1,064,714	-	1,064,714
Total Investments	<u>\$ 1,064,770</u>	<u>\$ -</u>	<u>\$ 1,064,770</u>

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 4,432,739	\$ 92

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 1,675,538	\$ 56

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE EMERGING MARKETS EQUITY FUND

Statement of Financial Position				
<i>(all amounts in thousands except number of units)</i>				
	Note	December 31, 2014	December 31, 2013	April 1, 2013
			<i>(note 12)</i>	<i>(note 12)</i>
Assets				
Cash		\$ 225,021	\$ 121,232	\$ 143,800
Receivable from sale of investments		3,671	5,940	16,632
Receivable from issue of units		27,700	30,323	-
Dividends receivable		12,504	4,269	9,465
Interest receivable		-	10	16
Security lending revenue receivable		41	56	56
Withholding taxes receivable		12	4	-
Derivative assets:				
Foreign currency contracts		2	8	44
Investments		7,122,880	5,170,422	4,826,898
		<u>7,391,831</u>	<u>5,332,264</u>	<u>4,996,911</u>
Liabilities				
Payable for purchase of investments		15,677	8,135	25,430
Payable for redemption of units		27,700	28,000	-
Custodial fees payable		1,399	957	964
External management fees payable		11,940	8,744	8,131
bcIMC funds management fees payable	4	258	177	102
Other accounts payable		4	4	4
Derivative liabilities:				
Foreign currency contracts		9	4	32
		<u>56,987</u>	<u>46,021</u>	<u>34,663</u>
Net assets attributable to holders of redeemable units		<u>\$ 7,334,844</u>	<u>\$ 5,286,243</u>	<u>\$ 4,962,248</u>
<i>Number of redeemable units outstanding</i>	5	6,129.617	4,993.252	4,666.250
Net assets attributable to holders of redeemable units per unit		<u>\$ 1,197</u>	<u>\$ 1,059</u>	<u>\$ 1,063</u>
<i>Contingent liability</i>	6			

[\(original signed by Gordon Fyfe\)](#)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income			
<i>(all amounts in thousands)</i>			
	Note	Year Ended December 31, 2014	Period Ended December 31, 2013
			<i>(note 12)</i>
Revenue:			
Interest income		\$ 1,112	\$ 597
Dividend income		180,117	118,768
Securities lending income		508	534
Foreign exchange gain		57,375	37,775
Change in fair value of investments and derivatives:	7		
Net realized gain (loss)		31,928	(61,891)
Net change in unrealized appreciation (depreciation)		526,884	(61,566)
Total Revenue		<u>797,924</u>	<u>34,217</u>
Expenses:			
bcIMC funds management fees	4	2,557	1,559
External management fees		42,444	24,713
Administrative fees		119	52
Audit fees		7	4
Commissions and stock exchange fees		11,184	5,962
Custodial fees		5,131	2,931
Legal fees		26	6
Withholding taxes	8	14,188	8,846
Total operating expenses		<u>75,656</u>	<u>44,073</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations excluding distributions		<u>722,268</u>	<u>(9,856)</u>
Distributions to holders of redeemable units:			
From net investment income		<u>(175,014)</u>	<u>(119,563)</u>
		<u>(175,014)</u>	<u>(119,563)</u>
Increase (decrease) in net assets attributable to holders of redeemable units		<u>\$ 547,254</u>	<u>\$ (129,419)</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE EMERGING MARKETS EQUITY FUND

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

	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of period	\$ 5,286,243	\$ 4,962,248
Increase (decrease) in net assets attributable to holders of redeemable units	547,254	(129,419)
Redeemable unit transactions:		
Proceeds from units issued	1,601,074	641,851
Reinvestment of distributions	175,014	119,563
Amounts paid for units redeemed	<u>(274,741)</u>	<u>(308,000)</u>
Net increase from redeemable unit transactions	<u>1,501,347</u>	<u>453,414</u>
Balance, end of period	<u>\$ 7,334,844</u>	<u>\$ 5,286,243</u>

Statement of Cash Flows
(all amounts in thousands)

	Year Ended December 31, 2014 <i>(note 12)</i>	Period Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 547,254	\$ (129,419)
Adjustments for:		
Interest income	(1,112)	(597)
Dividend income	(180,117)	(118,768)
Withholding taxes	14,188	8,846
Net realized (gain) loss from investments and derivatives	(31,928)	61,891
Net change in unrealized (appreciation) depreciation from investments and derivatives	(526,884)	61,566
Non cash distributions	175,014	119,563
Proceeds from sale of investments	2,604,928	1,296,572
Amounts paid for purchase of investments	(3,998,563)	(1,763,545)
Receivable from sale of investments	2,269	10,692
Receivable from issue of units	2,623	(30,323)
Security lending revenue receivable	15	-
Payable for purchase of investments	7,542	(17,295)
Payable for redemption of units	(300)	28,000
Custodial fees payable	442	(7)
External management fees payable	3,196	613
bcIMC funds management fees payable	81	75
Interest received	1,122	603
Dividends received	171,882	123,964
Withholding taxes paid	<u>(14,196)</u>	<u>(8,850)</u>
	<u>(1,222,544)</u>	<u>(356,419)</u>
Financing activities:		
Proceeds from issue of redeemable units	1,601,074	641,851
Payments on redemption of redeemable units	<u>(274,741)</u>	<u>(308,000)</u>
	<u>1,326,333</u>	<u>333,851</u>
Net increase (decrease) in cash	103,789	(22,568)
Cash, beginning of period	<u>121,232</u>	<u>143,800</u>
Cash, end of period	<u>\$ 225,021</u>	<u>\$ 121,232</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

ACTIVE EMERGING MARKETS EQUITY FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	Fair Value	Cost	Fair Value	Cost
Equities:				
Publicly Traded	\$ 7,114,945	\$ 6,042,453	\$ 5,169,895	\$ 4,624,255
Bonds:				
Corporate	1,672	1,639	291	301
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio Fund ST1	6,263	6,263	236	236
Total Investments	\$ 7,122,880	\$ 6,050,355	\$ 5,170,422	\$ 4,624,792

Schedule of Foreign Currency Contracts
as at December 31
(all amounts reported in thousands of Canadian dollars)

Date	Number of Contracts	Expiry Date	Currency Code	Amount Sold	Currency Code	Amount Bought	Unrealized Gain (Loss)
2014	2	Jan 2015	USD	\$ (4,629)	HKD	\$ 4,631	\$ 2
2014	2	Jan 2015	TRY	(218)	USD	218	-
2014	1	Jan 2015	USD	(221)	MXN	221	-
2014	1	Jan 2015	MXN	(483)	USD	483	-
2014	1	Jan 2015	HKD	(361)	USD	361	-
2014	1	Jan 2015	USD	(135)	CAD	135	-
				(6,047)		6,049	2
2014	1	Jan 2015	CAD	(387)	HKD	385	(2)
2014	2	Jan 2015	USD	(585)	KRW	584	(1)
2014	1	Jan 2015	CAD	(504)	USD	502	(2)
2014	1	Jan 2015	CAD	(548)	MXN	546	(2)
2014	1	Jan 2015	CAD	(788)	HKD	786	(2)
				(2,812)		2,803	(9)
				<u>\$ (8,859)</u>		<u>\$ 8,852</u>	<u>\$ (7)</u>

Date	Number of Contracts	Expiry Date	Currency Code	Amount Sold	Currency Code	Amount Bought	Unrealized Gain (Loss)
2013	4	Jan 2014	USD	\$ (1,081)	CAD	\$ 1,089	\$ 8
2013	1	Jan 2014	USD	(91)	HKD	91	-
2013	1	Jan 2014	USD	(598)	EUR	598	-
2013	1	Jan 2014	HKD	(141)	USD	141	-
2013	1	Jan 2014	KRW	(6)	USD	6	-
2013	1	Jan 2014	USD	(210)	EUR	210	-
				(2,127)		2,135	8
2013	2	Jan 2014	CAD	(334)	HKD	332	(2)
2013	1	Jan 2014	USD	(469)	EUR	468	(1)
2013	1	Jan 2014	MYR	(176)	USD	175	(1)
				(979)		975	(4)
				<u>\$ (3,106)</u>		<u>\$ 3,110</u>	<u>\$ 4</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE EMERGING MARKETS EQUITY FUND

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

The investment objective of the Active Emerging Markets Equity Fund (the Fund) is to provide clients with exposure to a portfolio of actively managed emerging market equity investments, with the potential of earning a higher rate of return than the Morgan Stanley Capital International (MSCI) Emerging Markets Net Index, the Fund's benchmark. The objective of the Fund is to exceed the benchmark return by 200 basis points per annum, net of all investment expenses incurred over a four year rolling average.

The Fund can hold the following securities:

- Publicly traded common stock or common stock equivalents, including preferred shares, installment receipts, convertible securities, rights and warrants, of companies listed on an emerging market exchange or included in a MSCI emerging market index, of companies listed on a developed market exchange or included in a MSCI developed market index provided that 50% or more of those companies' assets, revenues or profits are derived from emerging markets, or of companies listed on a developed market exchange when such exchange has been approved by the CIO (which companies shall not exceed 10% of the market value of the Pool);
- International exchange-listed depository receipts of companies listed on an emerging market exchange or included in a MSCI emerging market index, of companies listed on a developed market exchange or included in a MSCI developed market index provided that 50% or more of those companies' assets, revenues or profits are derived from emerging markets, or of companies listed on a developed market exchange when such exchange has been approved by the CIO (which companies shall not exceed 10% of the market value of the Pool)
- exchange traded funds based on the Index or countries/regions within the Index,
- units in Managers' pooled funds provided such holdings are permissible investments for the Fund,
- private placements (defined as off-exchange purchase of securities that have limited transferability) with CIO approval,
- foreign exchange contracts for currency conversions and/or currency hedging
- other derivative instruments with CIO approval, and
- money market securities rated A-1 (low) or better, and units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and U.S. Dollar Money Market Fund ST3.

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

The following restrictions apply to the Fund:

- Up to 20% of the Fund's assets over any 3 month period, or up to 15% over any 12 month period, may be invested in money market securities rated A-1 (low) or better, units of Canadian Money Market Fund ST1, Canadian Money Market Fund ST2, and/or U.S. Dollar Money Market Fund ST3.
- Investments in the securities of a single company are limited to 10% of the market value of the Fund.

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

The Fund invests in foreign currency contracts which inherently have counterparty risk. The credit risk of each counterparty is monitored through an evaluation of the credit quality of each counterparty that transacts with the Fund.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE EMERGING MARKETS EQUITY FUND

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

Liquidity Risk

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

The following were the contractual maturities of derivative financial liabilities as at December 31. The amounts are gross and undiscounted:

DERIVATIVE LIABILITIES (in 000s)	2014		
	Carrying amount	Gross nominal in (out) flow	Less than 1 month
Outflows	\$ (2,812)	\$ (2,812)	\$ (2,812)
Inflows	2,803	2,803	2,803
	<u>\$ (9)</u>	<u>\$ (9)</u>	<u>\$ (9)</u>
	2013		
DERIVATIVE LIABILITIES (in 000s)	Carrying amount	Gross nominal in (out) flow	Less than 1 month
Outflows	\$ (979)	\$ (979)	\$ (979)
Inflows	975	975	975
	<u>\$ (4)</u>	<u>\$ (4)</u>	<u>\$ (4)</u>

Interest Rate Risk

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

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

Currency Risk

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

CURRENCY (in 000s)	2014			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
Brazilian Real	513,725	-	513,725	7.0 %
British Pound Sterling	47,315	-	47,315	0.6 %
Chilean Peso	17,713	-	17,713	0.2 %
Chinese Renminbi	478,105	-	478,105	6.5 %
Columbian Peso	8,914	-	8,914	0.1 %
Czech Koruna	2,038	-	2,038	-
Euro	42,213	-	42,213	0.6 %
Hong Kong Dollar	1,175,379	5,441	1,180,820	16.1 %
Hungarian Forint	14,919	-	14,919	0.2 %
Indian Rupee	1,280,355	-	1,280,355	17.5 %
Indonesian Rupiah	186,074	-	186,074	2.5 %
Korean Won	498,463	584	499,047	6.8 %
Malaysian Ringgit	106,303	284	106,587	1.5 %
Mexican Peso	158,371	-	158,371	2.2 %
Peruvian Sol	83	-	83	-
Phillippine Peso	86,555	-	86,555	1.2 %
Polish Zloty	43,058	-	43,058	0.6 %
Singapore Dollar	34,829	-	34,829	0.5 %
South African Rand	464,410	-	464,410	6.3 %
Taiwan Dollar	265,423	-	265,423	3.6 %
Thai Baht	237,756	-	237,756	3.2 %
Turkish Lira	218,638	(218)	218,420	3.0 %
United Arab Emirates Dirham	20,916	-	20,916	0.3 %
United States Dollar	1,271,149	(4,006)	1,267,143	17.3 %
Net Foreign Exchange Exposure	<u>\$ 7,172,704</u>	<u>\$ 2,085</u>	<u>\$ 7,174,789</u>	<u>97.8 %</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE EMERGING MARKETS EQUITY FUND

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

CURRENCY (in 000s)	2013			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
Brazilian Real	417,995	-	417,995	7.9 %
British Pound Sterling	35,747	-	35,747	0.7 %
Chilean Peso	10,648	-	10,648	0.2 %
Chinese Renminbi	117,350	-	117,350	2.2 %
Columbian Peso	4,467	-	4,467	0.1 %
Czech Koruna	3,007	-	3,007	0.1 %
Euro	20,542	1,066	21,608	0.4 %
Hong Kong Dollar	837,954	282	838,236	15.9 %
Hungarian Forint	15,827	-	15,827	0.3 %
Indian Rupee	923,992	-	923,992	17.5 %
Indonesian Rupiah	87,774	-	87,774	1.7 %
Korean Won	363,471	(6)	363,465	6.9 %
Malaysian Ringgit	123,611	(176)	123,435	2.3 %
Mexican Peso	214,127	-	214,127	4.1 %
Peruvian Sol	100	-	100	- %
Phillippine Peso	49,516	-	49,516	0.9 %
Polish Zloty	58,405	-	58,405	1.1 %
Singapore Dollar	30,849	-	30,849	0.6 %
South African Rand	362,668	-	362,668	6.9 %
Taiwan Dollar	199,871	-	199,871	3.8 %
Thai Baht	128,873	-	128,873	2.4 %
Turkish Lira	83,143	-	83,143	1.6 %
United States Dollar	1,129,660	(2,127)	1,127,533	21.3 %
Net Foreign Exchange Exposure	\$ 5,219,597	\$ (961)	\$ 5,218,636	98.7 %

As at December 31, if the Canadian dollar had strengthened/weakened by 1 percent in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased by \$71,748,000 (2013 - \$52,187,000), representing 1.0% of the Fund's net assets (2013 - 1.0%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

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

Other Price Risk

Management monitors the concentration of risk for equity securities based on counterparties and industries and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 825,793	11.5 %	\$ 543,988	10.5 %
Consumer Staple	1,016,755	14.3 %	934,188	18.1 %
Energy	402,337	5.7 %	453,828	8.8 %
Financial Services	2,234,500	31.4 %	1,484,300	28.7 %
Health Care	191,119	2.7 %	138,352	2.7 %
Industrial Products	427,368	6.0 %	270,389	5.2 %
Information Technology	1,074,649	15.1 %	649,713	12.6 %
Materials and Processing	354,764	5.0 %	342,978	6.6 %
Telecommunication Services	416,295	5.9 %	278,710	5.4 %
Utilities	171,365	2.4 %	73,449	1.4 %
Total Equities	\$ 7,114,945	100.0 %	\$ 5,169,895	100.0 %

As at December 31, 2014 and 2013, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased, respectively by approximately \$681,549,000 (2013 - \$485,970,000) or 9.3% (2013 - 9.2%) of net assets attributable to redeemable units

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2014 and 2013, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE EMERGING MARKETS EQUITY FUND

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

Equity by Geographic Region

The Fund's equity investments are concentrated in the following geographic regions:

GEOGRAPHIC REGION (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Australia	\$ 1,473	- %	\$ 1,571	- %
Austria	-	- %	7,773	0.2 %
Brazil	789,061	11.1 %	738,608	14.3 %
China	1,618,570	22.7 %	849,379	16.4 %
Greece	26,631	0.4 %	13,835	0.3 %
Hong Kong	181,806	2.6 %	150,163	2.9 %
India	1,478,493	21.0 %	1,043,340	20.0 %
Indonesia	186,074	2.6 %	87,531	1.7 %
Italy	32,318	0.5 %	23,679	0.5 %
Korea	512,950	7.2 %	365,628	7.1 %
Malaysia	106,371	1.5 %	122,918	2.4 %
Mexico	352,509	5.0 %	395,877	7.7 %
Phillippines	88,256	1.2 %	49,373	1.0 %
Portugal	15,575	0.2 %	-	- %
Russia	159,557	2.2 %	235,525	4.6 %
Singapore	11,337	0.2 %	17,838	0.3 %
Taiwan	372,577	5.2 %	254,777	4.8 %
Thailand	261,243	3.7 %	141,484	2.7 %
United Kingdom	229,700	3.2 %	230,787	4.5 %
United States	45,808	0.6 %	17,016	0.3 %
South Africa	280,366	3.9 %	168,586	3.3 %
Canada	910	- %	2,592	0.1 %
Chile	48,606	0.7 %	44,863	0.9 %
Colombia	10,368	0.1 %	16,252	0.3 %
Czech Republic	2,037	- %	3,008	0.1 %
Egypt	3,330	- %	-	- %
Peru	22,659	0.3 %	30,226	0.6 %
Turkey	218,421	3.1 %	83,035	1.6 %
Poland	43,021	0.6 %	58,405	1.1 %
Hungary	14,918	0.2 %	15,826	0.3 %
Total Equities	\$ 7,114,945	100.0 %	\$ 5,169,895	100.0 %

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

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

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

All fair value measurements noted in the tables below are recurring.

(in 000s)	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
	Money Market Investments	\$ 6,263	\$ -
Bonds	1,672	-	1,672
Public Equities	7,114,945	-	7,114,945
Total Investments	\$ 7,122,880	\$ -	\$ 7,122,880
Foreign Currency Contracts, Net	-	(7)	(7)
Total	\$ 7,122,880	\$ (7)	\$ 7,122,873

(in 000s)	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
	Money Market Investments	\$ 236	\$ -
Bonds	291	-	291
Public Equities	5,169,895	-	5,169,895
Total Investments	\$ 5,170,422	\$ -	\$ 5,170,422
Foreign Currency Contracts, Net	-	4	4
Total	\$ 5,170,422	\$ 4	\$ 5,170,426

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

ACTIVE EMERGING MARKETS EQUITY FUND

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

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 3,979,048	\$ 6,263

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 1,472,414	\$ 236

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

INDEXED EMERGING MARKETS EQUITY FUND

Statement of Financial Position (all amounts in thousands except number of units)				
	Note	December 31, 2014	December 31, 2013	July 31, 2013
	1		(note 12)	(note 12)
Assets				
Cash		\$ 1,165	\$ 1,698	\$ -
Receivable from issue of units		3,400	-	-
Dividends receivable		2,242	361	-
Security lending revenue receivable		23	12	-
Withholding taxes receivable		-	2	-
Investments		964,669	902,442	-
		<u>971,499</u>	<u>904,515</u>	<u>-</u>
Liabilities				
Payable for purchase of investments		513	140	-
Payable for redemption of units		3,400	-	-
Custodial fees payable		198	251	-
bcIMC funds management fees payable	4	44	36	-
Other accounts payable		4	2	-
		<u>4,159</u>	<u>429</u>	<u>-</u>
Net assets attributable to holders of redeemable units		<u>\$ 967,340</u>	<u>\$ 904,086</u>	<u>\$ -</u>
<i>Number of redeemable units outstanding</i>	5	845.437	844.589	-
Net assets attributable to holders of redeemable units per unit		<u>\$ 1,144</u>	<u>\$ 1,070</u>	<u>\$ -</u>
<i>Contingent liability</i>	6			

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income (all amounts in thousands)			
	Note	Year Ended December 31, 2014	Period Ended December 31, 2013
			(note 12)
Revenue:			
Interest income		\$ 2	\$ 1
Dividend income		30,948	5,234
Securities lending income		257	47
Foreign exchange gain		3,311	28,805
Change in fair value of investments:	7		
Net realized loss		(3)	(30,024)
Net change in unrealized appreciation		32,689	44,565
Total Revenue		<u>67,204</u>	<u>48,628</u>
Expenses:			
bcIMC funds management fees	4	525	108
Administrative fees		10	3
Audit fees		7	6
Commissions and stock exchange fees		164	972
Custodial fees		704	509
Legal fees		8	-
Withholding taxes	8	3,532	420
Total operating expenses		<u>4,950</u>	<u>2,018</u>
Increase in net assets attributable to holders of redeemable units from operations excluding distributions		<u>62,254</u>	<u>46,610</u>
Distributions to holders of redeemable units:			
From net investment income		(29,730)	(33,040)
		<u>(29,730)</u>	<u>(33,040)</u>
Increase in net assets attributable to holders of redeemable units		<u>\$ 32,524</u>	<u>\$ 13,570</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

INDEXED EMERGING MARKETS EQUITY FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of period	\$ 904,086	\$ -
Increase in net assets attributable to holders of redeemable units	32,524	13,570
Redeemable unit transactions:		
Proceeds from units issued	472,915	857,476
Reinvestment of distributions	29,730	33,040
Amounts paid for units redeemed	<u>(471,915)</u>	<u>-</u>
Net increase from redeemable unit transactions	<u>30,730</u>	<u>890,516</u>
Balance, end of period	<u>\$ 967,340</u>	<u>\$ 904,086</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Period Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase in net assets attributable to holders of redeemable units	\$ 32,524	\$ 13,570
Adjustments for:		
Interest income	(2)	(1)
Dividend income	(30,948)	(5,234)
Withholding taxes	3,532	420
Net realized loss from investments	3	30,024
Net change in unrealized appreciation from investments	(32,689)	(44,565)
Non cash distributions	29,730	33,040
Proceeds from sale of investments	96,889	(3,418)
Amounts paid for purchase of investments	(126,430)	(884,483)
Receivable from issue of units	(3,400)	-
Security lending revenue receivable	(11)	(12)
Payable for purchase of investments	373	140
Payable for redemption of units	3,400	-
Custodial fees payable	(53)	251
bcIMC funds management fees payable	8	36
Other accounts payable	2	2
Interest received	2	1
Dividends received	29,067	4,873
Withholding taxes paid	<u>(3,530)</u>	<u>(422)</u>
	<u>(1,533)</u>	<u>(855,778)</u>
Financing activities:		
Proceeds from issue of redeemable units	472,915	857,476
Payments on redemption of redeemable units	<u>(471,915)</u>	<u>-</u>
	<u>1,000</u>	<u>857,476</u>
Net increase (decrease) in cash	(533)	1,698
Cash, beginning of period	<u>1,698</u>	<u>-</u>
Cash, end of period	<u>\$ 1,165</u>	<u>\$ 1,698</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

INDEXED EMERGING MARKETS EQUITY FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	Fair Value	Cost	Fair Value	Cost
Equities:				
Publicly Traded	\$ 964,575	\$ 887,321	\$ 902,328	\$ 857,763
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio Fund ST2	94	94	114	114
Total Investments	<u>\$ 964,669</u>	<u>\$ 887,415</u>	<u>\$ 902,442</u>	<u>\$ 857,877</u>

Schedule of Foreign Currency Contracts
as at December 31
(all amounts reported in thousands of Canadian dollars)

Date	Number of Contracts	Expiry Date	Currency Code	Amount Sold	Currency Code	Amount Bought	Unrealized
							Gain (Loss)
2014	1	Jan 2015	USD	\$ (98)	CAD	\$ 98	\$ -
2014	1	Jan 2015	HKD	(1)	CAD	1	-
2014	1	Jan 2015	BRL	(75)	USD	75	-
2014	1	Jan 2015	HKD	(3)	USD	3	-
				<u>\$ (177)</u>		<u>\$ 177</u>	<u>\$ -</u>
Date	Number of Contracts	Expiry Date	Currency Code	Amount Sold	Currency Code	Amount Bought	Unrealized Gain (Loss)
2013	1	Jan 2014	USD	\$ (136)	HKD	\$ 136	\$ -
				<u>\$ (136)</u>		<u>\$ 136</u>	<u>\$ -</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED EMERGING MARKETS EQUITY FUND

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

The investment objective of the Indexed Emerging Markets Equity Fund (the Fund) is to provide clients with exposure to a portfolio of emerging market equity investments at a low fee. The objective of the Fund is to meet the return of the Morgan Stanley Capital International (MSCI) Emerging Markets Net Index, the Fund's benchmark, net of all investment expenses incurred.

The Fund can hold the following securities:

- Publicly traded common stock or common stock equivalents, including preferred shares, installment receipts, convertible securities, rights and warrants, of or benchmark member companies,
- international exchange-listed depository receipts of benchmark member companies,
- exchange traded funds based on the Index or countries/regions within the Index,
- unleveraged futures based on the Index, or countries/regions within the Index, to a maximum of CAD \$100 Million,
- private placements (defined as off-exchange purchase of securities that have limited transferability) with CIO approval,
- foreign exchange contracts for currency conversions and/or currency hedging
- other derivative instruments with CIO approval, and
- up to 0.5% of the Fund's assets may be invested in bcIMC's Pooled Investment Portfolio Funds Canadian Money Market Fund ST1, Canadian Money Market Fund ST2 and U.S. Dollar Money Market Fund ST3. This constraint does not apply to money market securities or units used for the management of futures contract.

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

The Fund invests in foreign currency contracts which inherently have counterparty risk. The credit risk of each counterparty is monitored through an evaluation of the credit quality of each counterparty that transacts with the Fund.

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

Liquidity Risk

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

Interest Rate Risk

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

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED EMERGING MARKETS EQUITY FUND

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

Currency Risk

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

CURRENCY (in 000s)	2014			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
Brazilian Real	80,560	-	80,560	8.3 %
Chilean Peso	12,990	-	12,990	1.3 %
Columbian Peso	7,237	-	7,237	0.7 %
Czech Koruna	2,084	-	2,084	0.2 %
Egyptian Pound	360	-	360	- %
Euro	4,630	-	4,630	0.5 %
Hong Kong Dollar	209,382	(4)	209,378	21.6 %
Hungarian Forint	1,779	-	1,779	0.2 %
Indian Rupee	67,001	-	67,001	6.9 %
Indonesian Rupiah	25,996	-	25,996	2.7 %
Korean Won	140,371	-	140,371	14.5 %
Malaysian Ringgit	34,866	-	34,866	3.6 %
Mexican Peso	45,034	-	45,034	4.7 %
Philippine Peso	12,199	-	12,199	1.3 %
Polish Zloty	15,268	-	15,268	1.6 %
Qatari Rial	8,552	-	8,552	0.9 %
South African Rand	75,765	-	75,765	7.8 %
Taiwan Dollar	116,600	-	116,600	12.1 %
Thai Baht	23,508	-	23,508	2.4 %
Turkish Lira	16,970	-	16,970	1.8 %
United Arab Emirates Dirham	5,380	(75)	5,305	- %
United States Dollar	60,960	(20)	60,940	6.3 %
Net Foreign Exchange Exposure	\$ 967,492	\$ (99)	\$ 967,393	100.0 %

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

CURRENCY (in 000s)	2013			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
Brazilian Real	89,850	-	89,850	9.9 %
Chilean Peso	13,497	-	13,497	1.5 %
Columbian Peso	8,735	-	8,735	1.0 %
Czech Koruna	2,211	-	2,211	0.2 %
Egyptian Pound	183	-	183	- %
Euro	4,241	-	4,241	0.5 %
Hong Kong Dollar	178,390	136	178,526	19.7 %
Hungarian Forint	2,312	-	2,312	0.3 %
Indian Rupee	53,854	-	53,854	6.0 %
Indonesian Rupiah	19,358	-	19,358	2.1 %
Korean Won	142,877	-	142,877	15.8 %
Malaysian Ringgit	34,631	-	34,631	3.8 %
Mexican Peso	45,641	-	45,641	5.0 %
Philippine Peso	7,701	-	7,701	0.9 %
Polish Zloty	15,068	-	15,068	1.7 %
South African Rand	66,445	-	66,445	7.3 %
Taiwan Dollar	100,865	-	100,865	11.2 %
Thai Baht	19,413	-	19,413	2.1 %
Turkish Lira	13,408	-	13,408	1.5 %
United States Dollar	85,431	(136)	85,295	9.4 %
Net Foreign Exchange Exposure	\$ 904,111	\$ -	\$ 904,111	100.0 %

As at December 31, if the Canadian dollar had strengthened/weakened by 1 percent in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased by \$9,674,000 (2013 - \$9,041,000), representing 1.0% of the Fund's net assets (2013 - 1.0%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED EMERGING MARKETS EQUITY FUND

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

Other Price Risk

Management monitors the concentration of risk for equity securities based on counterparties and industries and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 88,097	9.1 %	\$ 79,817	8.8 %
Consumer Staple	78,816	8.2 %	77,197	8.6 %
Energy	78,099	8.1 %	101,669	11.3 %
Financial Services	282,220	29.3 %	241,994	26.6 %
Health Care	21,489	2.2 %	14,943	1.7 %
Industrial Products	64,513	6.7 %	58,287	6.5 %
Information Technology	173,505	18.0 %	144,313	16.0 %
Materials and Processing	71,432	7.4 %	87,211	9.7 %
Telecommunication Services	72,508	7.5 %	66,504	7.4 %
Utilities	33,896	3.5 %	30,393	3.4 %
Total Equities	<u>\$ 964,575</u>	<u>100.0 %</u>	<u>\$ 902,328</u>	<u>100.0 %</u>

As at December 31, 2014 and 2013, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased, respectively by approximately \$96,110,000 (2013 - \$90,233,000) or 9.9% (2013 - 10.0%) of net assets attributable to redeemable units

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2014 and 2013, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

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

Equity by Geographic Region

The Fund's equity investments are concentrated in the following geographic regions:

GEOGRAPHIC REGION (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Brazil	85,790	8.9 %	97,043	10.8 %
Chile	13,728	1.4 %	14,161	1.6 %
China	209,676	21.7 %	178,967	19.6 %
Columbia	7,781	0.8 %	9,294	1.0 %
Czech Republic	2,073	0.2 %	2,201	0.2 %
Egypt	2,230	0.2 %	1,581	0.2 %
Greece	4,625	0.5 %	4,221	0.5 %
Hungary	1,769	0.2 %	2,301	0.3 %
India	68,976	7.3 %	55,696	6.2 %
Indonesia	26,490	2.7 %	19,543	2.2 %
Korea	141,603	14.7 %	145,719	16.1 %
Malaysia	34,721	3.6 %	34,421	3.8 %
Mexico	47,678	4.9 %	48,643	5.4 %
Peru	4,427	0.5 %	3,783	0.4 %
Phillippines	12,254	1.3 %	7,710	0.9 %
Poland	15,199	1.6 %	15,044	1.7 %
Qatar	8,540	0.9 %	-	- %
Russia	32,270	3.3 %	54,902	6.1 %
South Africa	75,999	7.9 %	66,887	7.4 %
Turkey	17,278	1.8 %	13,527	1.5 %
Taiwan	121,672	12.6 %	105,151	11.7 %
Thailand	23,497	2.4 %	19,401	2.2 %
United Arab Emirates	6,253	0.6 %	-	- %
United States	46	- %	2,132	0.2 %
Total Equities	<u>\$ 964,575</u>	<u>100.0 %</u>	<u>\$ 902,328</u>	<u>100.0 %</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

INDEXED EMERGING MARKETS EQUITY FUND

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

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

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

All fair value measurements noted in the tables below are recurring.

	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 94	\$ -	\$ 94
Public Equities	964,575	-	964,575
Total Investments	\$ 964,669	\$ -	\$ 964,669
Foreign Currency Contracts, Net	-	-	-
Total	\$ 964,669	\$ -	\$ 964,669

	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 114	\$ -	\$ 114
Public Equities	902,328	-	902,328
Total Investments	\$ 902,442	\$ -	\$ 902,442
Foreign Currency Contracts, Net	-	-	-
Total	\$ 902,442	\$ -	\$ 902,442

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 4,432,739	\$ 94

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 1,675,538	\$ 114

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

THEMATIC PUBLIC EQUITY FUND

Statement of Financial Position				
<i>(all amounts in thousands except number of units)</i>				
	Note	December 31, 2014	December 31, 2013	April 1, 2013
			<i>(note 12)</i>	<i>(note 12)</i>
Assets				
Cash		\$ 10,599	\$ 2,343	\$ -
Receivable from issue of units		-	-	970,819
Dividends receivable		1,118	1,602	1,326
Security lending revenue receivable		52	21	-
Investments		<u>1,115,928</u>	<u>1,082,843</u>	<u>966,224</u>
		<u>1,127,697</u>	<u>1,086,809</u>	<u>1,938,369</u>
Liabilities				
Payable for purchase of investments		1,105	2,742	966,223
Custodial fees payable		25	9	2
External management fees payable		231	-	-
bcIMC funds management fees payable	4	77	66	41
Other accounts payable		4	9	9
Derivative liabilities:				
Foreign currency contracts		<u>2</u>	<u>1</u>	<u>-</u>
		<u>1,444</u>	<u>2,827</u>	<u>966,275</u>
Net assets attributable to holders of redeemable units				
		<u>\$ 1,126,253</u>	<u>\$ 1,083,982</u>	<u>\$ 972,094</u>
<i>Number of redeemable units outstanding</i>	5	<i>817,340</i>	<i>970,819</i>	<i>970,819</i>
Net assets attributable to holders of redeemable units per unit				
		<u>\$ 1,378</u>	<u>\$ 1,117</u>	<u>\$ 1,001</u>
<i>Contingent liability</i>	6			

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income			
<i>(all amounts in thousands)</i>			
	Note	Year Ended December 31, 2014	Period Ended December 31, 2013
			<i>(note 12)</i>
Revenue:			
Interest income		\$ 5	\$ 8
Dividend income		26,397	21,799
Securities lending income		141	66
Foreign exchange gain (loss)		1,218	(481)
Change in fair value of investments and derivatives:	7		
Net realized gain		109,084	8,083
Net change in unrealized appreciation		<u>107,923</u>	<u>83,385</u>
Total Revenue		<u>244,768</u>	<u>112,860</u>
Expenses:			
bcIMC funds management fees	4	899	602
External management fees		458	-
Administrative fees		-	1
Audit fees		4	-
Commissions and stock exchange fees		647	241
Custodial fees		89	18
Legal fees		5	-
Withholding taxes	8	<u>395</u>	<u>110</u>
Total operating expenses		<u>2,497</u>	<u>972</u>
Increase in net assets attributable to holders of redeemable units from operations excluding distributions			
		<u>242,271</u>	<u>111,888</u>
Distributions to holders of redeemable units:			
From net investment income		(25,911)	(21,935)
From net realized gains on investments and derivatives		<u>(54,336)</u>	<u>(3,976)</u>
		<u>(80,247)</u>	<u>(25,911)</u>
Increase in net assets attributable to holders of redeemable units			
		<u>\$ 162,024</u>	<u>\$ 85,977</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

THEMATIC PUBLIC EQUITY FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of period	\$ 1,083,982	\$ 972,094
Increase in net assets attributable to holders of redeemable units	162,024	85,977
Redeemable unit transactions:		
Proceeds from units issued	-	-
Reinvestment of distributions	80,247	25,911
Amounts paid for units redeemed	<u>(200,000)</u>	<u>-</u>
Net increase (decrease) from redeemable unit transactions	<u>(119,753)</u>	<u>25,911</u>
Balance, end of period	<u>\$ 1,126,253</u>	<u>\$ 1,083,982</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Period Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase in net assets attributable to holders of redeemable units	\$ 162,024	\$ 85,977
Adjustments for:		
Interest income	(5)	(8)
Dividend income	(26,397)	(21,799)
Withholding taxes	395	110
Net realized gain from investments and derivatives	(109,084)	(8,083)
Net change in unrealized appreciation from investments and derivatives	(107,923)	(83,385)
Non cash distributions	80,247	25,911
Proceeds from sale of investments	907,404	394,113
Amounts paid for purchase of investments	(723,481)	(419,263)
Receivable from issue of units	-	970,819
Security lending revenue receivable	(31)	(21)
Payable for purchase of investments	(1,637)	(963,481)
Custodial fees payable	16	7
External management fees payable	231	-
bcIMC funds management fees payable	11	25
Other accounts payable	(5)	-
Interest received	5	8
Dividends received	26,881	21,523
Withholding taxes paid	<u>(395)</u>	<u>(110)</u>
	<u>208,256</u>	<u>2,343</u>
Financing activities:		
Payments on redemption of redeemable units	<u>(200,000)</u>	<u>-</u>
	<u>(200,000)</u>	<u>-</u>
Net increase in cash	8,256	2,343
Cash, beginning of period	<u>2,343</u>	<u>-</u>
Cash, end of period	<u>\$ 10,599</u>	<u>\$ 2,343</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

THEMATIC PUBLIC EQUITY FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	Fair Value	Cost	Fair Value	Cost
Equities:				
Publicly Traded	\$ 1,115,894	\$ 924,583	\$ 1,082,754	\$ 999,369
Money Market Investments:				
Units in bcIMC Pooled Investment Portfolio Fund ST2	34	34	89	88
Total Investments	\$ 1,115,928	\$ 924,617	\$ 1,082,843	\$ 999,457

Schedule of Foreign Currency Contracts
as at December 31
(all amounts reported in thousands of Canadian dollars)

Date	Number of Contracts	Expiry Date	Currency Code	Amount Sold	Currency Code	Amount Bought	Unrealized Gain (Loss)
2014	1	Jan 2015	CAD	\$ (1,100)	USD	\$ 1,098	\$ (2)
				<u>\$ (1,100)</u>		<u>\$ 1,098</u>	<u>\$ (2)</u>
2013	1	Jan 2014	USD	\$ (2,044)	CAD	\$ 2,043	\$ (1)
2013	1	Jan 2014	DKK	(606)	USD	606	-
2013	1	Jan 2014	GBP	(46)	USD	46	-
				<u>\$ (2,696)</u>		<u>\$ 2,695</u>	<u>\$ (1)</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

THEMATIC PUBLIC EQUITY FUND

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

The investment objective of the Thematic Public Equity Fund (the Fund) is to enhance clients' long-term returns by taking tactical positions relative to a market capitalization benchmark, the Morgan Stanley Capital International (MSCI) World ex-Canada Net index (the Index) over 4 years. The Fund also has a secondary benchmark, the Canadian Consumer Price Index plus 350 basis points over 4 years. The Fund is actively managed internally by bcIMC through the identification of investment themes, with an investment process focusing on traditional investment analysis through applying the standard metrics of valuation, growth prospects, and quality of management, as well as integrating principles of responsible investment. The Fund's financial characteristics and performance will differ significantly from the Index. The Fund will invest in developed and emerging markets.

The Fund invests in the following securities:

- publicly traded common stock or common stock equivalents of countries included in the Morgan Stanley International All Country World Constituent Index, including preferred shares, instalment receipts, convertible securities, rights and warrants,
- exchange traded funds based on the Index or countries/regions within the Index,
- international exchange-listed depository receipts,
- private placements (defined as off-exchange purchase of securities that may have limited transferability) with CIO approval,
- forward contracts for currency conversions and/or currency hedging,
- other derivative instruments with CIO approval,
- money market securities rated A-1(Low) or better, and
- units of bcIMC's Pooled Investment Portfolios Canadian Money Market Fund ST1, Canadian Money Market Fund ST2 and Canadian Money Market Fund ST3.

The following restrictions apply to the Fund:

- up to 20% of the Fund's assets over any 3 month period or up to 15% over any 12 month period can be invested in money market securities and units of bcIMC's Pooled Investment Portfolios Canadian Money Market Fund ST1, Canadian Money Market Fund ST2 and U.S. Dollar Money Market Fund ST3.
- investments in the securities of a single company are limited to 10% of the market value of the Fund.

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

The Fund invests in foreign currency contracts which inherently have counterparty risk. The credit risk of each counterparty is monitored through an evaluation of the credit quality of each counterparty that transacts with the Fund.

Liquidity Risk

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

The following were the contractual maturities of derivative financial liabilities as at December 31. The amounts are gross and undiscounted:

DERIVATIVE LIABILITIES (in 000s)	2014		
	Carrying amount	Gross nominal in (out) flow	Less than 1 month
Outflows	\$ (1,100)	\$ (1,100)	\$ (1,100)
Inflows	1,098	1,098	1,098
	<u>\$ (2)</u>	<u>\$ (2)</u>	<u>\$ (2)</u>

DERIVATIVE LIABILITIES (in 000s)	2013		
	Carrying amount	Gross nominal in (out) flow	Less than 1 month
Outflows	\$ (2,044)	\$ (2,044)	\$ (2,044)
Inflows	2,043	2,043	2,043
	<u>\$ (1)</u>	<u>\$ (1)</u>	<u>\$ (1)</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

THEMATIC PUBLIC EQUITY FUND

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

Interest Rate Risk

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

Currency Risk

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

CURRENCY (in 000s)	2014				% of Total Net Assets
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure		
Australian Dollar	\$ 10,094	\$ -	\$ 10,094		0.9 %
Brazilian Real	40,477	-	40,477		3.6 %
British Pound Sterling	12,458	-	12,458		1.1 %
Danish Krone	35,686	-	35,686		3.2 %
Euro	54,731	-	54,731		4.9 %
Hong Kong Dollar	25,143	-	25,143		2.2 %
Japanese Yen	22,131	-	22,131		2.0 %
Norwegian Krone	5,511	-	5,511		0.5 %
Swiss Franc	87,290	-	87,290		7.8 %
United States Dollar	491,754	1,098	492,852		43.8 %
Net Foreign Exchange Exposure	\$ 785,275	\$ 1,098	\$ 786,373		69.8 %

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

CURRENCY (in 000s)	2013			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
Brazilian Real	31,777	-	31,777	2.9 %
British Pound Sterling	5,407	(46)	5,361	0.5 %
Danish Krone	24,588	(606)	23,982	2.2 %
Swiss Franc	68,963	-	68,963	6.4 %
United States Dollar	119,795	(1,392)	118,403	10.9 %
Net Foreign Exchange Exposure	\$ 250,530	\$ (2,044)	\$ 248,486	22.9 %

As at December 31, if the Canadian dollar had strengthened/weakened by 1 percent in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased by \$78,673,000 (2013 - \$24,849,000), representing 7.0% of the Fund's net assets (2013 - 2.3%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

THEMATIC PUBLIC EQUITY FUND

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

Other Price Risk

Management monitors the concentration of risk for equity securities based on counterparties and industries and geographic location. The Fund's equity investments are concentrated in the following industries:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Consumer Staple	98,326	8.8 %	95,289	8.8 %
Energy	158,085	14.2 %	338,403	31.3 %
Financial Services	86,022	7.7 %	267,100	24.6 %
Health Care	273,630	24.6 %	82,660	7.6 %
Industrial Products	224,486	20.1 %	101,923	9.4 %
Information Technology	89,639	8.0 %	-	- %
Materials and Processing	150,915	13.5 %	130,683	12.1 %
Utilities	34,791	3.1 %	66,696	6.2 %
Total Equities	<u>\$ 1,115,894</u>	<u>100.0 %</u>	<u>\$ 1,082,754</u>	<u>100.0 %</u>

As at December 31, 2014 and 2013, had the respective benchmark of the Fund increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased, respectively by approximately \$99,833,000 (2013 - \$83,372,000) or 8.9% (2013 - 7.7%) of net assets attributable to redeemable units

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2014 and 2013, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

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

Equity by Geographic Region

The Fund's equity investments are concentrated in the following geographic regions:

GEOGRAPHIC REGION (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Australia	\$ 10,094	0.9 %	\$ -	- %
Belgium	8,369	0.7 %	-	- %
Brazil	40,240	3.6 %	31,751	2.9 %
China	25,951	2.3 %	-	- %
Denmark	35,664	3.2 %	24,588	2.3 %
Finland	4,719	0.4 %	-	- %
France	14,986	1.3 %	-	- %
Germany	3,889	0.3 %	-	- %
Israel	8,828	0.8 %	-	- %
Italy	4,606	0.4 %	-	- %
Japan	21,429	1.9 %	-	- %
Netherlands	7,965	0.7 %	-	- %
Norway	5,511	0.5 %	-	- %
Portugal	4,830	0.4 %	-	- %
Spain	5,363	0.5 %	-	- %
Switzerland	87,290	7.8 %	68,963	6.4 %
United Kingdom	12,458	1.1 %	5,407	0.5 %
United States	472,854	42.6 %	119,024	11.0 %
Canada	340,848	30.6 %	833,021	76.9 %
Total Equities	<u>\$ 1,115,894</u>	<u>100.0 %</u>	<u>\$ 1,082,754</u>	<u>100.0 %</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

THEMATIC PUBLIC EQUITY FUND

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

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

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

All fair value measurements noted in the tables below are recurring.

	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 34	\$ -	\$ 34
Public Equities	1,115,894	-	1,115,894
Total Investments	\$ 1,115,928	\$ -	\$ 1,115,928
Foreign Currency Contracts, Net	-	(2)	(2)
Total	\$ 1,115,928	\$ (2)	\$ 1,115,926

	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 89	\$ -	\$ 89
Public Equities	1,082,754	-	1,082,754
Total Investments	\$ 1,082,843	\$ -	\$ 1,082,843
Foreign Currency Contracts, Net	-	(1)	(1)
Total	\$ 1,082,843	\$ (1)	\$ 1,082,842

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 4,432,739	\$ 34

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee money market funds administered by bcIMC	1	\$ 1,675,538	\$ 89

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

EURO CURRENCY HEDGING FUND

Statement of Financial Position (all amounts in thousands <i>except number of units</i>)				
	Note	December 31, 2014	December 31, 2013 <i>(note 12)</i>	April 1, 2013 <i>(note 12)</i>
Assets				
Derivative assets:				
Foreign currency contracts		\$ 7,177	\$ 685	\$ 26,623
Investments		<u>128,229</u>	<u>103,111</u>	<u>123,576</u>
		<u>135,406</u>	<u>103,796</u>	<u>150,199</u>
Liabilities				
Payable for purchase of investments		-	-	1,500
bcIMC funds management fees payable	4	40	35	18
Other accounts payable		4	3	3
Derivative liabilities:				
Foreign currency contracts		<u>16,438</u>	<u>8,496</u>	<u>5,783</u>
		<u>16,482</u>	<u>8,534</u>	<u>7,304</u>
Net assets attributable to holders of redeemable units		<u>\$ 118,924</u>	<u>\$ 95,262</u>	<u>\$ 142,895</u>
<i>Number of redeemable units outstanding</i>	5	<i>119.382</i>	<i>119.382</i>	<i>119.382</i>
Net assets attributable to holders of redeemable units per unit		<u>\$ 996</u>	<u>\$ 798</u>	<u>\$ 1,197</u>
<i>Contingent liability</i>	6			
<i>Subsequent events</i>	13			

(original signed by Gordon Fyfe)

Gordon Fyfe
Chief Executive Officer
Chief Investment Officer

Statement of Comprehensive Income (all amounts in thousands)			
	Note	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Revenue:			
Interest income		\$ 279	\$ 16
Dividend income		3,689	3,399
Securities lending income		56	112
Change in fair value of investments and derivatives:	7		
Net realized (gain) loss		40,233	(34,483)
Net change in unrealized depreciation		<u>(19,753)</u>	<u>(15,866)</u>
Total Revenue		<u>24,504</u>	<u>(46,822)</u>
Expenses:			
bcIMC funds management fees	4	517	364
Audit fees		9	5
Custodial fees		14	16
Legal fees		2	1
Withholding taxes	8	<u>300</u>	<u>425</u>
Total operating expenses		<u>842</u>	<u>811</u>
Increase (decrease) in net assets attributable to holders of redeemable units from operations excluding distributions		<u>23,662</u>	<u>(47,633)</u>
Distributions to holders of redeemable units:			
From net investment income		<u>(3,183)</u>	<u>(2,717)</u>
		<u>(3,183)</u>	<u>(2,717)</u>
Increase (decrease) in net assets attributable to holders of redeemable units		<u>\$ 20,479</u>	<u>\$ (50,350)</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

EURO CURRENCY HEDGING FUND

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units (all amounts in thousands)		
	Year Ended December 31, 2014	Period Ended December 31, 2013 <i>(note 12)</i>
Balance, beginning of period	\$ 95,262	\$ 142,895
Increase (decrease) in net assets attributable to holders of redeemable units	20,479	(50,350)
Redeemable unit transactions:		
Proceeds from units issued	6,261	10,887
Reinvestment of distributions	3,183	2,717
Amounts paid for units redeemed	<u>(6,261)</u>	<u>(10,887)</u>
Net increase from redeemable unit transactions	<u>3,183</u>	<u>2,717</u>
Balance, end of period	<u>\$ 118,924</u>	<u>\$ 95,262</u>

Statement of Cash Flows (all amounts in thousands)		
	Year Ended December 31, 2014 <i>(note 12)</i>	Period Ended December 31, 2013 <i>(note 12)</i>
Operating activities:		
Increase (decrease) in net assets attributable to holders of redeemable units	\$ 20,479	\$ (50,350)
Adjustments for:		
Interest income	(279)	(16)
Dividend income	(3,689)	(3,399)
Withholding taxes	300	425
Net realized (gain) loss from investments and derivatives	(40,233)	34,483
Net change in unrealized depreciation from investments and derivatives	19,753	15,866
Non cash distributions	3,183	2,717
Proceeds from sale of investments	207,921	127,800
Amounts paid for purchase of investments	(211,109)	(129,033)
Payable for purchase of investments	-	(1,500)
bcIMC funds management fees payable	5	17
Other accounts payable	1	-
Interest received	279	16
Dividends received	3,689	3,399
Withholding taxes paid	<u>(300)</u>	<u>(425)</u>
Financing activities:		
Proceeds from issue of redeemable units	6,261	10,887
Payments on redemption of redeemable units	<u>(6,261)</u>	<u>(10,887)</u>
	<u>-</u>	<u>-</u>
Net increase (decrease) in cash	-	-
Cash, beginning of period	<u>-</u>	<u>-</u>
Cash, end of period	<u>\$ -</u>	<u>\$ -</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIOS

EURO CURRENCY HEDGING FUND

Schedule of Investments
as at December 31
(all amounts in thousands)

	2014		2013	
	Fair Value	Cost	Fair Value	Cost
Equities:				
Units of bcIMC				
Indexed European Equity Fund	\$ 118,737	\$ 110,473	\$ 98,610	\$ 72,042
Money Market Investments:				
Units in bcIMC Pooled				
Investment Portfolio				
Fund ST2	9,492	9,493	4,501	4,503
Total Investments	\$ 128,229	\$ 119,966	\$ 103,111	\$ 76,545

Schedule of Foreign Currency Contracts
as at December 31
(all amounts reported in thousands of Canadian dollars)

Date	Number of Contracts	Expiry Date	Currency Code	Amount Sold	Currency Code	Amount Bought	Unrealized
							Gain (Loss)
2014	7	Jan 2015	EUR	\$ (479,738)	CAD	\$486,915	\$ 7,177
2014	1	Jan 2015	GBP	(25)	EUR	25	-
				(479,763)		486,940	7,177
2014	6	Jan 2015	CAD	(496,175)	EUR	479,737	(16,438)
				<u>\$(975,938)</u>		<u>\$966,677</u>	<u>\$ (9,261)</u>
Date	Number of Contracts	Expiry Date	Currency Code	Amount Sold	Currency Code	Amount Bought	Unrealized Gain (Loss)
2013	2	Jan 2014	CAD	\$(134,402)	EUR	\$135,087	\$ 685
2013	9	Jan 2014	EUR	(751,828)	CAD	744,022	(7,806)
2013	2	Feb 2014	EUR	(135,197)	CAD	134,507	(690)
				(887,025)		878,529	(8,496)
				<u>\$(1,021,427)</u>		<u>\$1,013,616</u>	<u>\$(7,811)</u>

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

EURO CURRENCY HEDGING FUND

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

The Euro Currency Hedging Fund is intended to hedge currency exposures resulting from foreign investment activities. The purpose is to consolidate hedging contracts across clients in order to increase counterparty diversification, increase operational efficiency, and spread maturity dates over a broader term structure.

The Fund can hold the following securities:

- spot currencies, swaps, forward contracts, and futures,
- equity index futures or units in bcIMC's indexed equity funds, and
- money market securities rated A-1 (low) or better, and units of bcIMC's Pooled Investment Portfolio Funds Canadian Money Market Fund ST1, Canadian Money Market Fund ST2 and U.S. Dollar Money Market Fund ST3.

The following restrictions apply to the Fund:

- The marked-to-market value of the security position and cash holdings must be positive (i.e., leverage is not permitted).
- Forward contract counterparties are restricted to financial institutions that are rated "A-" or higher by Standard & Poor's or have an equivalent credit rating from another credit rating agency.
- Swap counterparties are restricted to financial institutions that are rated AA- or higher by Standard & Poor's or have an equivalent credit rating from another credit rating agency.

In January 2015 all outstanding units of the Fund were redeemed by unit holders and the net assets of Fund were distributed to unit holders.

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

Note 9 of the financial statements provides information on various types of financial risks associated with investing. The following information pertains specifically to this Fund.

Credit Risk

The Fund invests in foreign currency contracts which inherently have counterparty risk. The credit risk of each counterparty is monitored through an evaluation of the credit quality of each counterparty that transacts with the Fund. Foreign exchange forward contract counterparties are restricted to financial institutions that are rated A- or better by Standard & Poor's, or have an equivalent rating from another credit rating agency.

Liquidity Risk

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

The following were the contractual maturities of derivative financial liabilities as at December 31. The amounts are gross and undiscounted:

DERIVATIVE LIABILITIES (in 000s)	2014		
	Carrying amount	Gross nominal in (out) flow	Less than 1 month
Outflows	\$ (496,175)	\$ (496,175)	\$ (496,175)
Inflows	479,737	479,737	479,737
	\$ (16,438)	\$ (16,438)	\$ (16,438)

DERIVATIVE LIABILITIES (in 000s)	2013			
	Carrying amount	Gross nominal in (out) flow	Less than 1 month	1 to 3 months
Outflows	\$ (887,025)	\$ (887,025)	\$ (751,828)	\$ (135,197)
Inflows	878,529	878,529	744,022	134,507
	\$ (8,496)	\$ (8,496)	\$ (7,806)	\$ (690)

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

EURO CURRENCY HEDGING FUND

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

Interest Rate Risk

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

Currency Risk

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

CURRENCY (in 000s)	2014			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
British Pound Sterling	36,015	(25)	35,990	30.3 %
Danish Krone	2,707	-	2,707	2.3 %
Euro	56,534	24	56,558	47.6 %
Norwegian Krone	1,162	-	1,162	1.0 %
Swedish Krona	5,542	-	5,542	4.7 %
Swiss Franc	16,741	-	16,741	14.1 %
United States Dollar	78	-	78	0.1 %
Net Foreign Exchange Exposure	\$ 118,779	\$ (1)	\$ 118,778	99.9 %

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

CURRENCY (in 000s)	2013			
	Net Investments and Investment- Related Receivables/ (Payables)	Net Foreign Currency Contracts Receivable/ (Payable)	Net Exposure	% of Total Net Assets
British Pound Sterling	30,819	-	30,819	32.4 %
Danish Krone	1,733	-	1,733	1.8 %
Euro	46,924	(751,938)	(705,014)	(740.1)%
Norwegian Krone	1,203	-	1,203	1.3 %
Swedish Krona	4,783	-	4,783	5.0 %
Swiss Franc	13,118	-	13,118	13.8 %
United States Dollar	51	-	51	0.1 %
Net Foreign Exchange Exposure	\$ 98,631	\$ (751,938)	\$ (653,307)	(685.8)%

As at December 31, if the Canadian dollar had strengthened/weakened by 1 percent in relation to all other currencies, holding all other variables constant, net assets would have decreased/increased by \$1,188,000 (2013 - \$6,533,000), representing 1.0% of the Fund's net assets (2013 - 6.9%). In practice, the actual trading results may differ from the above sensitivity analysis and the difference could be material.

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

EURO CURRENCY HEDGING FUND

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

Other Price Risk

The Fund is exposed to other price risk through the holding of units in the Indexed European Equity Fund. The Fund's proportionate exposure to industry sectors as at December 31 based on the underlying equities held by the Indexed European Equity Fund is as follows:

INDUSTRY SECTOR (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Consumer Discretionary	\$ 12,732	10.7 %	\$ 9,858	10.0 %
Consumer Staple	16,224	13.7 %	13,095	13.3 %
Energy	9,179	7.7 %	9,101	9.2 %
Financial Services	27,039	22.8 %	21,871	22.3 %
Health Care	15,961	13.3 %	12,146	12.3 %
Industrial Products	13,139	11.1 %	11,537	11.7 %
Information Technology	4,174	3.5 %	3,368	3.4 %
Materials and Processing	8,974	7.6 %	7,785	7.9 %
Telecommunication Services	6,121	5.2 %	5,961	6.0 %
Utilities	5,053	4.3 %	3,744	3.8 %
Underlying Equities	\$ 118,596	99.9 %	\$ 98,466	99.9 %
Other net assets	141	0.1 %	144	0.1 %
Total	\$ 118,737	100.0 %	\$ 98,610	100.0 %

As at December 31, 2014 and 2013, had the respective benchmark of the Indexed European Equity Fund increased or decreased by 10%, with all other variables held constant, net assets attributable to redeemable units would have increased or decreased, respectively by approximately \$11,857,000 (2013 - \$9,861,000) or 10.0% (2013 - 10.4%) of net assets attributable to redeemable units

This forecast is estimated based on the risk/return characteristics of the Fund's benchmark and the Fund's actual holdings as at December 31, 2014 and 2013, and assuming all other variables are held constant. Actual trading results may differ from the above sensitivity analysis and the difference could be material.

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

Equity by Geographic Region

The Fund's equity investments are concentrated in the following geographic regions:

GEOGRAPHIC REGION (in 000s)	2014		2013	
	Total	% of Total	Total	% of Total
Austria	342	0.3 %	399	0.4 %
Belgium	2,327	2.0 %	1,746	1.8 %
Denmark	2,707	2.3 %	1,733	1.8 %
Finland	1,607	1.4 %	1,349	1.4 %
France	17,427	14.7 %	14,779	15.0 %
Germany	16,545	14.0 %	13,996	14.2 %
Ireland	693	0.6 %	425	0.4 %
Italy	4,044	3.5 %	3,286	3.3 %
Netherlands	4,960	4.2 %	4,006	4.1 %
Norway	1,162	1.0 %	1,199	1.2 %
Portugal	269	0.2 %	256	0.3 %
Spain	6,313	5.3 %	4,956	5.0 %
Sweden	5,541	4.7 %	4,783	4.9 %
Switzerland	16,739	14.1 %	13,117	13.3 %
United Kingdom	37,875	31.7 %	32,341	32.8 %
United States	45	- %	95	0.1 %
Underlying Equities	\$ 118,596	100.0 %	\$ 98,466	100.0 %

See accompanying Notes to the Financial Statements.

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
POOLED INVESTMENT PORTFOLIO

EURO CURRENCY HEDGING FUND

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

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

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

	December 31, 2014		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 9,492	\$ -	\$ 9,492
Equity units	118,737	-	118,737
Total Investments	\$ 128,229	\$ -	\$ 128,229
Foreign Currency Contracts, Net	-	(9,261)	(9,261)
Total	\$ 128,229	\$ (9,261)	\$ 118,968

	December 31, 2013		
	Level 1 (Quoted Price in Active Market)	Level 2 (Significant Observable Inputs)	Total
(in 000s)			
Money Market Investments	\$ 4,501	\$ -	\$ 4,501
Equity Units	98,610	-	98,610
Total Investments	\$ 103,111	\$ -	\$ 103,111
Foreign Currency Contracts, Net	-	(7,811)	(7,811)
Total	\$ 103,111	\$ (7,811)	\$ 95,300

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

During 2014 and 2013, there were no significant transfers between the three levels in the hierarchy.

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

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. The tables below sets out the interests held by the Fund in these structured entities:

Entity	December 31, 2014		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee funds administered by bcIMC	2	\$ 6,990,575	\$ 128,229

Entity	December 31, 2013		
	Number of Investee Funds	Total Net Assets of Investee Funds (in 000s)	Carrying amount included in Investments in the Statement of Financial Position (in 000s)
Investee funds administered by bcIMC	2	\$ 5,063,794	\$ 103,111

See accompanying Notes to the Financial Statements.

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

1. The Portfolios

British Columbia Investment Management Corporation (“bcIMC”) was established under the *Public Sector Pension Plans Act* as a trust company authorized to carry on trust business and investment management services. The address of the bcIMC’s registered office is at 300 - 2950 Jutland Road, Victoria, British Columbia Canada. These financial statements have been prepared by bcIMC and are the responsibility of bcIMC management.

Under the *Public Sector Pension Plans Act* and the *Pooled Investment Portfolios Regulation*, B.C. Reg. 447/99 (the Regulations), bcIMC may establish and operate pooled investment portfolios "... in which money from trust funds, special funds or other funds, other public money and the money of government bodies and designated institutions may be combined in common for the purpose of investment by means of investment units of participation in a pooled investment portfolio." In addition, pooled investment portfolios (the Funds) previously established under the *Financial Administration Act* and the *Pooled Investment Portfolios Regulation*, B.C. Reg. 84/86, were continued under the *Pooled Investment Portfolios Regulation*, B.C. Reg. 447/99, to be held in trust by bcIMC and invested by the Chief Investment Officer of bcIMC.

The Funds were established on the following dates:

Pooled Investment Portfolios	Dates Established		Pooled Investment Portfolios	Dates Established
Canadian Money Market Fund ST1	April 21, 1986		Enhanced Indexed U.S. Equity Fund	September 1, 1998
Canadian Money Market Fund ST2	September 19, 1986		Indexed U.S. Equity Fund	February 6, 1995
U.S. Dollar Money Market Fund ST3	August 1, 1990		U.S. Social Index Fund	October 31, 2006
Short Term Bond Fund	November 1, 1995		Active Asian Equity Fund	January 2, 1998
Canadian Universe Bond Fund	April 20, 2006		Indexed Asian Equity Fund	October 18, 2010
Canadian Real Return Bond Fund	April 9, 2010		Active European Equity Fund	January 2, 1998
Global Government Bond Fund	October 30, 2009		Indexed European Equity Fund	January 1, 2004
Fixed Term Mortgage Fund	June 30, 1995		Active Global Equity Fund	June 19, 2009
Construction Mortgage Fund	December 1, 1995		Enhanced Indexed Global Equity Fund	August 23, 2011
Active Canadian Equity Fund	July 26, 1990		Indexed Global Equity Fund	December 7, 2011
Active Canadian Small Cap Equity Fund	March 20, 2008		Indexed Global ESG Equity Fund	January 17, 2013
Enhanced Indexed Canadian Equity Fund	November 27, 2002		Active Emerging Markets Equity Fund	March 31, 2008
Indexed Canadian Equity Fund	December 12, 1989		Indexed Emerging Markets Equity Fund	July 31, 2013
Active U.S. Equity Fund	October 20, 1993		Thematic Public Equity Fund	December 31, 2012
Active U.S. Small Cap Equity Fund	March 13, 2008		Euro Currency Hedging Fund	February 4, 2010

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

1. The Portfolios (continued)

In 2013, the year-ends of the following Funds were switched to December 31. Previously, these Funds had a March 31 year-end. Therefore, the opening IFRS statements of financial position for the following Funds are presented at April 1, 2013.

Canadian Money Market Fund ST1	Enhanced Indexed U.S. Equity Fund
Canadian Money Market Fund ST2	Indexed U.S. Equity Fund
U.S. Dollar Money Market Fund ST3	U.S. Social Index Fund
Global Government Bond Fund	Indexed Global ESG Equity Fund
Active Canadian Equity Fund	Active Emerging Markets Equity Fund
Enhanced Indexed Canadian Equity Fund	Thematic Public Equity Fund
Indexed Canadian Equity Fund	Euro Currency Hedging Fund
Active U.S. Equity Fund	

The Indexed Emerging Markets Equity Fund was established in 2013, with its first set of financial statements prepared as at December 31, 2013. Accordingly, the opening IFRS statement of financial position for this fund shows nil balances.

2. Basis of preparation

(a) Statement of compliance

The financial statements of the Funds have been prepared in compliance with International Financial Reporting Standards (“IFRS”). This is the first time that the Funds have prepared the financial statements in accordance with IFRS, and IFRS 1 (*First – Time Adoption of International Financial Reporting Standards*) has been applied. Previously, the Funds prepared the financial statements in accordance with Canadian Generally Accepted Accounting Principles as defined in Part V of the CPA Handbook (Canadian GAAP). The Funds have consistently applied the accounting policies used in the preparation of the opening IFRS statement of financial position at January 1, 2013, or April 1, 2013 as applicable, and throughout all periods presented, as if these policies had always been in effect. Details of transition from Canadian GAAP to IFRS are provided in note 12. The financial statements were authorized for issue by the Chief Executive Officer / Chief Investment Officer on April 2, 2015.

(b) Basis of measurement

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

(c) Functional and presentation currency

These financial statements are presented in Canadian dollars which is the Funds’ functional currency, except for the U.S. Dollar Money Market Fund (ST3) which is presented in U.S. dollars and whose functional currency is U.S. dollars.

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

2. Basis of preparation (continued)

(d) Use of estimates and judgment

The preparation of financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. 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.

3. Significant accounting policies

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

(a) Financial instruments

(i) Recognition and measurement

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

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

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

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

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

3. Significant accounting policies (continued)

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

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

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

The fair value of financial assets and liabilities that are not traded in an active market, including certain complex derivative instruments, is determined using valuation techniques. Valuation techniques also 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 bcIMC, 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) Loans and receivables

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

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

(iv) Other financial liabilities

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

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

3. Significant accounting policies (continued)

(b) Redeemable units

The Funds classify financial instruments issued as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments. In accordance with the 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 bcIMC.

(c) Issue and redemption of units

Participation in each Fund is expressed in units. The initial value of a unit of a Fund on inception is \$1 million (\$U.S. 1 million for the U.S. Dollar Money Market Fund (ST3)). 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 open-ended Funds throughout the year where the number of units available for issue was unlimited and the proportion of units issued or redeemed by each client on a particular valuation date depended on changes to their desired asset allocation.

(d) Foreign exchange

The financial statements of the Funds are denominated in Canadian dollars except for the U.S. Dollar Money Market Fund (ST3). Foreign denominated investments and other foreign denominated assets and liabilities are translated into Canadian dollars (U.S. dollars for the U.S. Dollar Money Market Fund [ST3]) using the exchange rates prevailing on each valuation date. Purchases and sales of investments, as well as income and expense transactions denominated in foreign currencies, are translated using exchange rates prevailing on the date of the transaction. Foreign currency gains and losses are recognized in the statement of comprehensive income.

(e) Income recognition

Interest income is recognized on an accrual basis using the effective interest method. Dividend income is recognized on the date that the right to receive payment is established, which for quoted equity securities is usually the ex-dividend date. Portfolio transactions are recorded on the trade date. Realized gains and losses arising from the sale of investments are determined on 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) Securities lending

Securities lending agreements are transactions in which the Funds lend securities for a fee and receive cash as collateral. The Funds continue to recognize the securities in their entirety in the statement of financial position because the Funds retain substantially all of the risks and rewards of ownership. The cash received is recognized as a financial asset and a financial liability is recognized for the obligation to repay it. Since as part of the lending arrangement, the Funds sell the contractual rights to the cash flows of the securities, they do not have the ability to use the transferred assets during the term of the arrangement. Securities lending income is recognized over the term of the arrangement.

(g) Income taxes

The Funds qualify as inter-vivos trusts under section 108(1) of the Income Tax Act (Canada). All of the Funds' 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 Funds. 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.

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

3. Significant accounting policies (continued)

(i) New standards and interpretations not yet adopted

A number of new standards, amendments to standards and interpretations are not yet effective for the year ended December 31, 2014, and have not been applied in preparing these financial statements. None of these will have a significant effect on the financial statements of the Funds, with the possible exception of IFRS 9, *Financial Instruments*.

IFRS 9 deals with recognition, de-recognition, classification and measurement of financial statements and its requirements and represent a significant change from the existing requirements in IAS 39, *Financial Instruments: Recognition and Measurement*, in respect of financial assets. The standard contains two primary measurement categories for financial assets: amortized cost and fair value. A financial asset would be measured at amortized cost if it is held within a business model whose objective is to hold assets in order to collect contractual cash flows, and the asset's contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding. All other financial assets would be measured at fair value. The standard eliminates the existing IAS 39 categories of held-to-maturity, available-for-sale and loans and receivables.

In February 2014, the IASB tentatively decided to require an entity to apply IFRS 9 for annual periods beginning on or after January 1, 2018, but early adoption is permitted. Management is currently in the process of evaluating the potential effect of this standard. bcIMC has not yet completed its determination of the potential impact of IFRS 9 on the financial statements of the Funds.

4. Related party transactions

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

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

5. Redeemable units

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

	CANADIAN MONEY MARKET FUND ST1 (former March 31 year end)		CANADIAN MONEY MARKET FUND ST2 (former March 31 year end)		U.S. DOLLAR MONEY MARKET FUND ST3 (former March 31 year end)	
	2014	2013	2014	2013	2014	2013
Outstanding, beginning of period	398.927	424.128 <small>(note 1)</small>	429.313	319.905 <small>(note 1)</small>	50.711	37.290 <small>(note 1)</small>
Issued for cash	16,178.468	10,984.820	2,806.604	2,606.729	615.376	554.235
Issued on reinvestment of distributions	5.623	3.681	6.590	4.963	-	-
Consolidation of units	(5.623)	(3.681)	(6.590)	(4.963)	-	-
Redeemed	<u>(15,509.717)</u>	<u>(11,010.021)</u>	<u>(2,113.577)</u>	<u>(2,497.321)</u>	<u>(581.852)</u>	<u>(540.814)</u>
Outstanding, end of period	<u>1,067.678</u>	<u>398.927</u>	<u>1,122.340</u>	<u>429.313</u>	<u>84.235</u>	<u>50.711</u>
	SHORT TERM BOND FUND		CANADIAN UNIVERSE BOND FUND		CANADIAN REAL RETURN BOND FUND	
	2014	2013	2014	2013	2014	2013
Outstanding, beginning of period	1,186.049	562.573	8,124.237	9,062.709	2,751.307	2,847.430
Issued for cash	1,522.106	1,109.954	232.516	547.269	-	2.383
Issued on reinvestment of distributions	32.012	12.689	342.624	249.585	96.907	79.931
Consolidation of units	(32.012)	(12.689)	(342.624)	(249.585)	(96.907)	(79.931)
Redeemed	<u>(1,997.559)</u>	<u>(486.478)</u>	<u>(320.146)</u>	<u>(1,485.741)</u>	<u>-</u>	<u>(98.506)</u>
Outstanding, end of period	<u>710.596</u>	<u>1,186.049</u>	<u>8,036.607</u>	<u>8,124.237</u>	<u>2,751.307</u>	<u>2,751.307</u>

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5. Redeemable units (continued)

	GLOBAL GOVERNMENT BOND FUND (former March 31 year end)		FIXED TERM MORTGAGE FUND		CONSTRUCTION MORTGAGE FUND	
	2014	2013	2014	2013	2014	2013
Outstanding, beginning of period	574.555	574.555 (note 1)	606.471	718.403	155.391	253.233
Issued for cash	-	-	5.840	-	84.109	23.650
Issued on reinvestment of distributions	12.337	7.088	32.155	36.873	7.821	25.498
Consolidation of units	(12.337)	(7.088)	(32.155)	(36.873)	(7.821)	(25.498)
Redeemed	-	-	(150.976)	(111.932)	(43.040)	(121.492)
Outstanding, end of period	<u>574.555</u>	<u>574.555</u>	<u>461.335</u>	<u>606.471</u>	<u>196.460</u>	<u>155.391</u>
	ACTIVE CANADIAN EQUITY FUND (former March 31 year end)		ACTIVE CANADIAN SMALL CAP EQUITY FUND		ENHANCED INDEXED CANADIAN EQUITY FUND (former March 31 year end)	
	Dec 31, 2014	Dec 31, 2013	Dec 31, 2014	Dec 31, 2013	Dec 31, 2014	Dec 31, 2013
Outstanding, beginning of period	215.325	215.325 (note 1)	443.902	465.799	1,779.757	1,779.049 (note 1)
Issued for cash	20.199	0.122	0.273	0.342	8.487	0.708
Issued on reinvestment of distributions	9.931	6.260	29.133	8.809	93.366	44.145
Consolidation of units	(9.931)	(6.260)	(29.133)	(8.809)	(93.366)	(44.145)
Redeemed	(3.888)	(0.122)	(58.618)	(22.239)	(174.596)	-
Outstanding, end of period	<u>231.636</u>	<u>215.325</u>	<u>385.557</u>	<u>443.902</u>	<u>1,613.648</u>	<u>1,779.757</u>

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5. Redeemable units (continued)

	INDEXED CANADIAN EQUITY FUND		ACTIVE U.S. EQUITY FUND		ACTIVE U.S. SMALL CAP EQUITY FUND	
	(former March 31 year end)		(former March 31 year end)		(former March 31 year end)	
	Dec 31, 2014	Dec 31, 2013	Dec 31, 2014	Dec 31, 2013	Dec 31, 2014	Dec 31, 2013
Outstanding, beginning of period	1,046.083	1,277.567 (note 1)	372.317	372.317 (note 1)	398.730	407.257
Issued for cash	63.379	20.533	15.633	24.447	79.373	0.293
Issued on reinvestment of distributions	57.386	55.921	2.880	2.857	25.442	24.420
Consolidation of units	(57.386)	(55.921)	(2.880)	(2.857)	(25.442)	(24.420)
Redeemed	(205.871)	(252.017)	(138.686)	(24.447)	(22.974)	(8.820)
Outstanding, end of period	<u>903.591</u>	<u>1,046.083</u>	<u>249.264</u>	<u>372.317</u>	<u>455.129</u>	<u>398.730</u>
	ENHANCED INDEXED U.S. EQUITY FUND		INDEXED U.S. EQUITY FUND		U.S. SOCIAL INDEX EQUITY FUND	
	(former March 31 year end)		(former March 31 year end)		(former March 31 year end)	
	Dec 31, 2014	Dec 31, 2013	Dec 31, 2014	Dec 31, 2013	Dec 31, 2014	Dec 31, 2013
Outstanding, beginning of period	1,028.787	1,045.198 (note 1)	999.972	1,308.701 (note 1)	877.414	877.414 (note 1)
Issued for cash	16.624	0.239	45.679	31.535	-	-
Issued on reinvestment of distributions	84.443	16.711	67.706	20.498	36.767	13.197
Consolidation of units	(84.443)	(16.711)	(67.706)	(20.498)	(36.767)	(13.197)
Redeemed	(15.980)	(16.650)	(326.169)	(340.264)	-	-
Outstanding, end of period	<u>1,029.431</u>	<u>1,028.787</u>	<u>719.482</u>	<u>999.972</u>	<u>877.414</u>	<u>877.414</u>

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5. Redeemable units (continued)

	ACTIVE ASIAN EQUITY FUND		INDEXED ASIAN EQUITY FUND		ACTIVE EUROPEAN EQUITY FUND	
	<u>Dec 31, 2014</u>	<u>Dec 31, 2013</u>	<u>Dec 31, 2014</u>	<u>Dec 31, 2013</u>	<u>Dec 31, 2014</u>	<u>Dec 31, 2013</u>
Outstanding, beginning of period	1,485.207	1,484.152	1,604.109	471.340	1,723.573	808.976
Issued for cash	5.468	39.681	105.916	1,278.885	76.163	1,201.357
Issued on reinvestment of distributions	44.321	28.687	44.547	46.760	81.403	37.064
Consolidation of units	(44.321)	(28.687)	(44.547)	(46.760)	(81.403)	(37.064)
Redeemed	<u>(24.525)</u>	<u>(38.626)</u>	<u>(264.964)</u>	<u>(146.116)</u>	<u>(206.707)</u>	<u>(286.760)</u>
Outstanding, end of period	<u>1,466.150</u>	<u>1,485.207</u>	<u>1,445.061</u>	<u>1,604.109</u>	<u>1,593.029</u>	<u>1,723.573</u>
	INDEXED EUROPEAN EQUITY FUND		ACTIVE GLOBAL EQUITY FUND		ENHANCED INDEXED GLOBAL EQUITY FUND	
	<u>Dec 31, 2013</u>	<u>Dec 31, 2013</u>	<u>Dec 31, 2013</u>	<u>Dec 31, 2013</u>	<u>Dec 31, 2013</u>	<u>Dec 31, 2013</u>
Outstanding, beginning of period	1,973.614	732.372	1,631.739	1,244.836	1,183.165	1,180.854
Issued for cash	47.904	1,344.554	86.160	394.487	74.400	201.952
Issued on reinvestment of distributions	107.971	53.342	74.983	74.906	88.668	119.449
Consolidation of units	(107.971)	(53.342)	(74.983)	(74.906)	(88.668)	(119.449)
Redeemed	<u>(569.876)</u>	<u>(103.312)</u>	<u>(85.381)</u>	<u>(7.584)</u>	<u>(74.400)</u>	<u>(199.641)</u>
Outstanding, end of period	<u>1,451.642</u>	<u>1,973.614</u>	<u>1,632.518</u>	<u>1,631.739</u>	<u>1,183.165</u>	<u>1,183.165</u>

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5. Redeemable units (continued)

	INDEXED GLOBAL EQUITY FUND		INDEXED GLOBAL ESG EQUITY FUND (former March 31 year end)		ACTIVE EMERGING MARKETS EQUITY FUND (former March 31 year end)	
	Dec 31, 2014	Dec 31, 2013	Dec 31, 2014	Dec 31, 2013	Dec 31, 2014	Dec 31, 2013
Outstanding, beginning of period	1,249.470	1,039.004	801.990	801.990 (note 1)	4,993.252	4,666.250 (note 1)
Issued for cash	278.847	917.614	-	-	1,387.581	626.063
Issued on reinvestment of distributions	72.126	107.399	30.098	20.033	149.104	115.104
Consolidation of units	(72.126)	(107.399)	(30.098)	(20.033)	(149.104)	(115.104)
Redeemed	(479.414)	(707.148)	-	-	(251.216)	(299.061)
Outstanding, end of period	<u>1,048.903</u>	<u>1,249.470</u>	<u>801.990</u>	<u>801.990</u>	<u>6,129.617</u>	<u>4,993.252</u>
	INDEXED EMERGING MARKETS EQUITY FUND		THEMATIC PUBLIC EQUITY FUND (former March 31 year end)		EURO CURRENCY HEDGING FUND (former March 31 year end)	
	Dec 31, 2014	Dec 31, 2013	Dec 31, 2014	Dec 31, 2013	Dec 31, 2014	Dec 31, 2013
Outstanding, beginning of period	844.589	- (note 1)	970.819	970.819 (note 1)	119.382	119.382 (note 1)
Issued for cash	424.190	844.589	-	-	7.594	10.863
Issued on reinvestment of distributions	26.063	30.961	60.243	24.774	1.458	2.422
Consolidation of units	(26.063)	(30.961)	(60.243)	(24.774)	(1.458)	(2.422)
Redeemed	(423.342)	-	(153.479)	-	(7.594)	(10.863)
Outstanding, end of period	<u>845.437</u>	<u>844.589</u>	<u>817.340</u>	<u>970.819</u>	<u>119.382</u>	<u>119.382</u>

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

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

Maximum Cumulative GST Owing	Name of Fund
Less than 5 basis points	Canadian Market Fund ST1, Canadian Money Market Fund ST2, Short Term Bond Fund, Canadian Universe Bond Fund, Canadian Real Return Bond Fund, Fixed Term Mortgage Fund, Enhanced Indexed Canadian Equity Fund, Indexed Canadian Equity Fund, Enhanced Indexed U.S. Equity Fund, Indexed U.S. Equity Fund, U.S. Social Index Fund, Indexed Asian Equity Fund, Indexed European Equity Fund, Enhanced Indexed Global Equity Fund, Indexed Global Equity Fund, Indexed Global ESG Equity Fund, Indexed Emerging Markets Equity Fund, and Thematic Public Equity Fund
Between 5 and 10 basis point	U.S. Dollar Money Market Fund ST3, Global Government Bond Fund, Construction Mortgage Fund, and Active European Equity Fund
Between 10 and 15 basis points	Active Canadian Equity Fund, Active U.S. Small Cap Equity Fund, Active Asian Equity Fund, and Active Global Equity Fund
Between 15 and 32 basis points	Active Small Cap Canadian Equity Fund, Active U.S. Equity Fund, Active Emerging Markets Equity Fund, and Euro Currency Hedging Fund

BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION
 POOLED INVESTMENT PORTFOLIOS
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7. Net gain (loss) from financial instruments at fair value through profit or loss

Pooled Investment Portfolios (in \$000s)	2014					
	Net Gain (Loss) from Financial instruments Held for Trading – Derivative Financial Instruments	Net Gain (Loss) from Financial Assets Designated at Fair Value Through Profit or Loss – Investments	Total Net Gain (Loss) from Financial Assets Designated at Fair Value Through Profit or Loss	Net Gain (Loss) from Financial Assets Designated at Fair Value Through Profit or Loss		
				Realized	Unrealized	Total
Canadian Money Market Fund ST1	-	(48)	(48)	14	(62)	(48)
Canadian Money Market Fund ST2	-	(1,566)	(1,566)	(59)	(1,507)	(1,566)
U.S. Dollar Money Market Fund ST3	-	-	-	1	(1)	-
Short Term Bond Fund	-	40,937	40,937	36,939	3,998	40,937
Canadian Universe Bond Fund	-	844,863	844,863	393,038	451,825	844,863
Canadian Real Return Bond Fund	-	281,111	281,111	8,581	272,530	281,111
Global Government Bond Fund	(2,293)	53,119	50,826	9,381	41,445	50,826
Fixed Term Mortgage Fund	-	(25,017)	(25,017)	6	(25,023)	(25,017)
Construction Mortgage Fund	-	25,944	25,944	26,287	(343)	25,944
Active Canadian Equity Fund	-	197,163	197,163	106,208	90,955	197,163
Active Canadian Small Cap Equity Fund	-	36,318	36,318	75,167	(38,849)	36,318
Enhanced Indexed Canadian Equity Fund	(82)	383,884	383,802	326,819	56,983	383,802
Indexed Canadian Equity Fund	(226)	484,488	484,262	415,987	68,275	484,262
Active U.S. Equity Fund	-	319,631	319,631	495,504	(175,873)	319,631
Active U.S. Small Cap Equity Fund	-	118,002	118,002	101,826	16,176	118,002
Enhanced Indexed U.S. Equity Fund	(28)	571,399	571,371	397,872	173,499	571,371
Indexed U.S. Equity Fund	(169)	1,032,886	1,032,717	781,653	251,064	1,032,717
U.S. Social Index Fund	-	267,788	267,788	71,715	196,073	267,788
Active Asian Equity Fund	(2,793)	350,984	348,191	180,194	167,997	348,191
Indexed Asian Equity Fund	(755)	57,475	56,720	25,911	30,809	56,720
Active European Equity Fund	-	(93,042)	(93,042)	95,417	(188,459)	(93,042)
Indexed European Equity Fund	(2,435)	(46,855)	(49,290)	185,260	(234,550)	(49,290)
Active Global Equity Fund	1,020	327,161	328,181	153,392	174,789	328,181
Enhanced Indexed Global Equity Fund	771	231,274	232,045	214,021	18,024	232,045
Indexed Global Equity Fund	-	206,795	206,795	143,950	62,845	206,795
Indexed Global ESG Equity Fund	-	121,498	121,498	16,388	105,110	121,498
Active Emerging Markets Equity Fund	(5,052)	563,864	558,812	31,928	526,884	558,812
Indexed Emerging Markets Equity Fund	(1)	32,687	32,686	(3)	32,689	32,686
Thematic Public Equity Fund	(1,133)	218,140	217,007	109,084	107,923	217,007
Euro Currency Hedging Fund	22,983	(2,503)	20,480	40,233	(18,753)	21,480
	9,807	6,598,380	6,608,187	4,442,714	2,166,473	6,609,187

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

Pooled Investment Portfolios (in \$000s)	2013 (The Funds with former March 31 year end include results for the period from April 1, 2013 to December 31, 2013)					
	Net Gain (Loss) from Financial instruments Held for Trading – Derivative Financial Instruments	Net Gain (Loss) from Financial Assets Designated at Fair Value Through Profit or Loss – Investments	Total Net Gain (Loss) from Financial Assets Designated at Fair Value Through Profit or Loss	Net Gain (Loss) from Financial Assets Designated at Fair Value Through Profit or Loss		
				Realized	Unrealized	Total
Canadian Money Market Fund ST1 (former March 31 year end)	-	202	202	89	113	202
Canadian Money Market Fund ST2 (former March 31 year end)	-	1,006	1,006	1,877	(871)	1,006
U.S. Dollar Money Market Fund ST3 (former March 31 year end)	-	2	2	-	2	2
Short Term Bond Fund	-	5,624	5,624	4,557	1,067	5,624
Canadian Universe Bond Fund	-	(542,836)	(542,836)	(4,053)	(538,783)	(542,836)
Canadian Real Return Bond Fund	-	(569,493)	(569,493)	66,011	(635,504)	(569,493)
Global Government Bond Fund (former March 31 year end)	(17,335)	(2,434)	(19,769)	(8,528)	(11,241)	(19,769)
Fixed Term Mortgage Fund	-	(44,875)	(44,875)	-	(44,875)	(44,875)
Construction Mortgage Fund	-	32,822	32,822	78,021	(45,199)	32,822
Active Canadian Equity Fund (former March 31 year end)	-	198,142	198,142	23,466	174,676	198,142
Active Canadian Small Cap Equity Fund	-	146,088	146,088	20,395	125,693	146,088
Enhanced Indexed Canadian Equity Fund (former March 31 year end)	48	417,115	417,163	4,341	412,822	417,163
Indexed Canadian Equity Fund (former March 31 year end)	140	431,788	431,928	228,994	202,934	431,928
Active U.S. Equity Fund (former March 31 year end)	-	548,918	548,918	213,299	335,619	548,918
Active U.S. Small Cap Equity Fund	-	297,353	297,353	94,249	203,104	297,353
Enhanced Indexed U.S. Equity Fund (former March 31 year end)	2	510,046	510,048	190,465	319,583	510,048
Indexed U.S. Equity Fund (former March 31 year end)	49	1,232,276	1,232,325	444,658	787,667	1,232,325
U.S. Social Index Fund (former March 31 year end)	-	252,888	252,888	60,819	192,069	252,888
Active Asian Equity Fund	(2,365)	162,719	160,354	79,258	81,096	160,354
Indexed Asian Equity Fund	(6,973)	300,203	293,230	(6,331)	299,561	293,230
Active European Equity Fund	-	643,168	643,168	25,077	618,091	643,168
Indexed European Equity Fund	20,134	682,949	703,083	29,929	673,154	703,083
Active Global Equity Fund	2,646	534,575	537,221	185,918	351,303	537,221
Enhanced Indexed Global Equity Fund	-	528,370	528,370	279,370	249,000	528,370
Indexed Global Equity Fund	(1,417)	599,786	598,369	187,746	410,623	598,369
Indexed Global ESG Equity Fund (former March 31 year end)	-	177,687	177,687	6,074	171,613	177,687
Active Emerging Markets Equity Fund (former March 31 year end)	(2,601)	(120,856)	(123,457)	(61,891)	(61,566)	(123,457)
Indexed Emerging Markets Equity Fund	(881)	15,422	14,541	(30,024)	44,565	14,541
Thematic Public Equity Fund (former March 31 year end)	(133)	91,601	91,468	8,083	83,385	91,468
Euro Currency Hedging Fund (former March 31 year end)	(76,481)	26,132	(50,349)	(34,483)	(15,866)	(50,349)
	(85,167)	6,556,388	6,471,221	2,087,386	4,383,835	6,471,221

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8. Withholding tax expense

Certain dividend and interest income received by the Funds is subject to withholding tax imposed in the country of origin. During the period, the weighted average withholding tax rate for each of the Funds was:

Pooled Investment Portfolios	2014	2013*
Active U.S. Equity Fund (former March 31 year end)	- %	0.09 %
Active U.S. Small Cap Equity Fund (former March 31 year end)	- %	- %
Enhanced Indexed U.S. Equity Fund (former March 31 year end)	- %	- %
Indexed U.S. Equity Fund (former March 31 year end)	- %	0.01 %
U.S. Social Index Fund (former March 31 year end)	- %	0.01 %
Active Asian Equity Fund	6.67 %	6.08 %
Indexed Asian Equity Fund	6.88 %	3.53 %
Active European Equity Fund	10.69 %	12.12 %
Indexed European Equity Fund	8.48 %	10.73 %

Pooled Investment Portfolios	2014	2013*
Active Global Equity Fund	5.07 %	5.31 %
Enhanced Indexed Global Equity Fund	4.27 %	4.07 %
Indexed Global Equity Fund	4.18 %	3.97 %
Indexed Global ESG Equity Fund (former March 31 year end)	4.10 %	4.33 %
Active Emerging Markets Equity Fund (former March 31 year end)	7.88 %	7.45 %
Indexed Emerging Markets Equity Fund	11.41 %	8.02 %
Thematic Public Equity Fund (former March 31 year end)	1.50 %	0.51 %
Euro Currency Hedging Fund (former March 31 year end)	8.13 %	12.50 %

* The Funds with a former March 31 year end include results for the period from April 1, 2013 to December 31, 2013

9. Financial risk management

(a) Risk management framework

Each Fund has its own investment objectives. The Funds' overall risk management program seeks to minimize the potentially adverse effect of risk on the Funds' financial performance in a manner consistent with the Funds' investment objectives. In the normal course of business, each Fund is exposed to financial risks including credit risk, liquidity risk, and market risk (including interest rate risk, currency risk and other price risk). The level of risk varies depending on the investment objective of the Fund and the type of investments it holds.

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9. Financial risk management (continued)

(b) Credit risk

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

bcIMC management monitors credit risk through a regular exposure report detailing the credit rating of all credit-sensitive financial securities held in money market and bond pooled funds. Credit risk monitoring entails an evaluation of the credit quality of each issuer and counterparty that transacts with the Funds. To perform this evaluation, bcIMC management relies on ratings from three recognized credit rating agencies.

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

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

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

(c) Liquidity risk

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

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

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

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9. Financial risk management (continued)

(d) Market risk

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

(i) Interest rate risk

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

The money market investments, bonds, and mortgages are subject to interest rate risk. The Funds that hold these investments have established duration bands based on their relevant benchmarks to avoid undue active interest rate risk. Money market funds invest in short-term investments and have very low interest rate risk.

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

(ii) Currency risk

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

Some Funds are exposed to currency risk through holding of investments, investment receivables and investment liabilities in various currencies. The Funds may use foreign currency contracts to hedge some foreign currency exposure on investment-related receivables and liabilities and engage in the buying and selling of currencies through the spot market, forward contracts, futures contracts, and/or options in order to achieve the desired currency exposure.

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

(iii) Other price risk

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

All financial instruments are subject to other price risk and a potential loss of capital. The maximum risk is determined by the market value of the financial instruments. The Funds may not sell short, borrow securities, or purchase securities on margin, which limits the potential loss of capital. There are established investment criteria for each Fund related to diversification of investments and investment mandates for external managers to avoid undue market risk. bcIMC management monitors active price risk on a monthly basis. Tracking error and beta statistics for all equity Funds are compiled to review that the level of risk is consistent with each Fund's objective.

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

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10. Fair value of financial instruments

(a) Fair value hierarchy

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

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

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

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

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

Level 3 inputs that are unobservable.

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

(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.

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10. Fair value of financial instruments (continued)

(c) Valuation framework

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

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

(d) Financial instruments not measured at fair value

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

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11. Income taxes

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

Pooled Investment Portfolios (in \$000s)	As of December 31, 2014		As of December 31, 2013	
	Net Capital Losses	Non-capital Losses	Net Capital Losses	Non-capital Losses
Canadian Money Market Fund ST1	-	-	-	-
Canadian Money Market Fund ST2	(59)	-	-	-
U.S. Dollar Money Market Fund ST3	(7)	(43)	(8)	(7)
Short Term Bond Fund	-	-	-	-
Canadian Universe Bond Fund	-	-	(5,646)	-
Canadian Real Return Bond Fund	-	-	-	-
Global Government Bond Fund	-	-	-	-
Fixed Term Mortgage Fund	(1,014)	-	(1,020)	-
Construction Mortgage Fund	(4)	-	(6)	-
Active Canadian Equity Fund	-	-	-	-
Active Canadian Small Cap Equity Fund	-	-	-	-
Enhanced Indexed Canadian Equity Fund	-	-	-	-
Indexed Canadian Equity Fund	-	-	-	-
Active U.S. Equity Fund	-	-	(482,346)	-
Active U.S. Small Cap Equity Fund	-	-	-	-
Enhanced Indexed U.S. Equity Fund	-	-	(2,963)	-
Indexed U.S. Equity Fund	-	-	(81,391)	-
U.S. Social Index Fund	-	-	(2,441)	-
Active Asian Equity Fund	-	-	(105,526)	-
Indexed Asian Equity Fund	-	-	(21,424)	-
Active European Equity Fund	(773,629)	-	(867,311)	-
Indexed European Equity Fund	-	-	(84,615)	-
Active Global Equity Fund	-	-	-	-
Enhanced Indexed Global Equity Fund	-	-	-	-
Indexed Global Equity Fund	-	-	-	-
Indexed Global ESG Equity Fund	-	-	-	-
Active Emerging Markets Equity Fund	(188,209)	-	(211,127)	-
Indexed Emerging Markets Equity Fund	(30,211)	-	(30,057)	-
Thematic Public Equity Fund	-	-	-	-
Euro Currency Hedging Fund	(21,457)	-	(61,690)	-
	<u>(1,014,590)</u>	<u>(43)</u>	<u>(1,957,571)</u>	<u>(7)</u>

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11. Income taxes (continued)

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 (in \$000s)	Year of Expiry							
	2028	2029	2030	2031	2032	2033	2034	Total
Canadian Money Market Fund ST1	-	-	-	-	-	-	-	-
Canadian Money Market Fund ST2	-	-	-	-	-	-	-	-
U.S. Dollar Money Market Fund ST3	-	-	-	-	(7)	-	(36)	(43)
Short Term Bond Fund	-	-	-	-	-	-	-	-
Canadian Universe Bond Fund	-	-	-	-	-	-	-	-
Canadian Real Return Bond Fund	-	-	-	-	-	-	-	-
Global Government Bond Fund	-	-	-	-	-	-	-	-
Fixed Term Mortgage Fund	-	-	-	-	-	-	-	-
Construction Mortgage Fund	-	-	-	-	-	-	-	-
Active Canadian Equity Fund	-	-	-	-	-	-	-	-
Active Canadian Small Cap Equity Fund	-	-	-	-	-	-	-	-
Enhanced Indexed Canadian Equity Fund	-	-	-	-	-	-	-	-
Indexed Canadian Equity Fund	-	-	-	-	-	-	-	-
Active U.S. Equity Fund	-	-	-	-	-	-	-	-
Active U.S. Small Cap Equity Fund	-	-	-	-	-	-	-	-
Enhanced Indexed U.S. Equity Fund	-	-	-	-	-	-	-	-
Indexed U.S. Equity Fund	-	-	-	-	-	-	-	-
U.S. Social Index Fund	-	-	-	-	-	-	-	-
Active Asian Equity Fund	-	-	-	-	-	-	-	-
Indexed Asian Equity Fund	-	-	-	-	-	-	-	-
Active European Equity Fund	-	-	-	-	-	-	-	-
Indexed European Equity Fund	-	-	-	-	-	-	-	-
Active Global Equity Fund	-	-	-	-	-	-	-	-
Enhanced Indexed Global Equity Fund	-	-	-	-	-	-	-	-
Indexed Global Equity Fund	-	-	-	-	-	-	-	-
Indexed Global ESG Equity Fund	-	-	-	-	-	-	-	-
Active Emerging Markets Equity Fund	-	-	-	-	-	-	-	-
Indexed Emerging Markets Equity Fund	-	-	-	-	-	-	-	-
Thematic Public Equity Fund	-	-	-	-	-	-	-	-
Euro Currency Hedging Fund	-	-	-	-	-	-	-	-
	-	-	-	-	(7)	-	(36)	(43)

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12. Transition to IFRS

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

(a) Transition elections

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

(b) Reconciliation of equity as previously reported under Canadian GAAP to IFRS

Under Canadian GAAP, the Funds measured the fair values of the investments in accordance with Section 3855, *Financial Instruments – Recognition and Measurement*, which required the use of bid prices for long positions, to the extent such prices were available. Under IFRS, the Funds measure the fair values of investments using the guidance in IFRS 13, *Fair Value Measurement*, which requires that if an asset or a liability has a bid price and an ask price, then its fair value is to be based on a price within the bid-ask spread that is most representative of fair value. It also allows the use of mid-market pricing or other pricing conventions that are used by market participants as a practical expedient for fair value measurements within a bid-ask spread.

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12. Transition to IFRS (continued)

(b) Reconciliation of equity as previously reported under Canadian GAAP to IFRS (continued)

The following reconciles equity as previously reported under Canadian GAAP to IFRS:

Pooled Investment Portfolios (in \$000s)	December 31, 2013			January 1, 2013 (April 1, 2013 for the Funds with former March 31 year end)		
	Equity as reported under Canadian GAAP	Revaluation of investments at FVTPL	Net assets attributable to holders of redeemable units	Equity as reported under Canadian GAAP	Revaluation of investments at FVTPL	Net assets attributable to holders of redeemable units
Canadian Money Market Fund ST1 (former March 31 year end)	1,472,414	-	1,472,414	1,553,552	-	1,553,552
Canadian Money Market Fund ST2 (former March 31 year end)	1,675,384	154	1,675,538	1,236,765	-	1,236,765
U.S. Dollar Money Market Fund ST3 (former March 31 year end)	110,696	-	110,696	81,405	-	81,405
Short Term Bond Fund	2,931,100	740	2,931,840	1,369,022	331	1,369,353
Canadian Universe Bond Fund	12,202,769	17,060	12,219,829	13,781,187	14,606	13,795,793
Canadian Real Return Bond Fund	3,104,995	4,228	3,109,223	3,721,122	4,486	3,725,608
Global Government Bond Fund (former March 31 year end)	662,283	437	662,720	673,898	1,716	675,614
Fixed Term Mortgage Fund	2,237,096	-	2,237,096	2,546,286	-	2,546,286
Construction Mortgage Fund	479,967	-	479,967	744,180	-	744,180
Active Canadian Equity Fund (former March 31 year end)	1,884,678	2,344	1,887,022	1,655,076	2,749	1,657,825
Active Canadian Small Cap Equity Fund	704,136	2,955	707,091	579,428	4,451	583,879
Enhanced Indexed Canadian Equity Fund (former March 31 year end)	5,250,749	5,820	5,256,569	4,723,223	6,497	4,729,720
Indexed Canadian Equity Fund (former March 31 year end)	6,435,961	6,758	6,442,719	7,172,288	9,750	7,182,038
Active U.S. Equity Fund (former March 31 year end)	2,434,828	453	2,435,281	1,870,773	828	1,871,601
Active U.S. Small Cap Equity Fund	810,773	655	811,428	525,519	596	526,115
Enhanced Indexed U.S. Equity Fund (former March 31 year end)	2,638,276	489	2,638,765	2,127,035	1,025	2,128,060
Indexed U.S. Equity Fund (former March 31 year end)	5,867,060	1,101	5,868,161	6,133,840	3,049	6,136,889
U.S. Social Index Fund (former March 31 year end)	1,317,358	263	1,317,621	1,046,449	450	1,046,899
Active Asian Equity Fund	3,424,218	5,839	3,430,057	3,205,722	5,118	3,210,840
Indexed Asian Equity Fund	2,079,024	4,233	2,083,257	484,352	1,798	486,150
Active European Equity Fund	2,937,621	1,211	2,938,832	992,268	1,022	993,290
Indexed European Equity Fund	3,386,784	1,472	3,388,256	937,049	1,061	938,110
Active Global Equity Fund	2,451,568	1,292	2,452,860	1,413,247	497	1,413,744
Enhanced Indexed Global Equity Fund	1,983,013	1,012	1,984,025	1,434,294	837	1,435,131
Indexed Global Equity Fund	1,942,371	998	1,943,369	1,180,657	657	1,181,314
Indexed Global ESG Equity Fund (former March 31 year end)	1,066,819	540	1,067,359	870,598	658	871,256
Active Emerging Markets Equity Fund (former March 31 year end)	5,278,883	7,360	5,286,243	4,955,648	6,600	4,962,248
Indexed Emerging Markets Equity Fund	902,311	1,775	904,086	-	-	-
Thematic Public Equity Fund (former March 31 year end)	1,083,115	867	1,083,982	970,984	1,110	972,094
Euro Currency Hedging Fund (former March 31 year end)	95,262	-	95,262	142,895	-	142,895
	<u>78,851,512</u>	<u>70,056</u>	<u>78,921,568</u>	<u>68,128,762</u>	<u>69,892</u>	<u>68,198,654</u>

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12. Transition to IFRS (continued)

(c) Classification of redeemable units issued by the Funds

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

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

Pooled Investment Portfolios (in \$000s)	Period Ended December 31, 2013 (The Funds with former Mar 31 year end include results for the period from Mar 31, 2013 to Dec 31, 2013)			
	Comprehensive income as reported under Canadian GAAP	Reclassification of distribution to holders of redeemable units to comprehensive income (refer to note (c) above)	Revaluation of investments at FVTPL (refer to note (b) above)	Increase (decrease) in net assets attributable to holders of redeemable units
Canadian Money Market Fund ST1 (former March 31 year end)	13,697	(13,533)	-	164
Canadian Money Market Fund ST2 (former March 31 year end)	19,013	(19,280)	154	(113)
U.S. Dollar Money Market Fund ST3 (former March 31 year end)	(4)	-	-	(4)
Short Term Bond Fund	34,163	(31,185)	409	3,387
Canadian Universe Bond Fund	(167,693)	(377,590)	2,454	(542,829)
Canadian Real Return Bond Fund	(505,930)	(96,022)	(258)	(602,210)
Global Government Bond Fund (former March 31 year end)	(11,615)	(8,219)	(1,279)	(21,113)
Fixed Term Mortgage Fund	98,310	(133,672)	-	(35,362)
Construction Mortgage Fund	31,787	(76,991)	-	(45,204)
Active Canadian Equity Fund (former March 31 year end)	229,602	(51,954)	(405)	177,243
Active Canadian Small Cap Equity Fund	156,747	(12,568)	(1,496)	142,683
Enhanced Indexed Canadian Equity Fund (former March 31 year end)	525,555	(120,961)	(677)	403,917
Indexed Canadian Equity Fund (former March 31 year end)	602,696	(330,426)	(2,992)	269,278
Active U.S. Equity Fund (former March 31 year end)	564,055	(16,745)	(375)	546,935
Active U.S. Small Cap Equity Fund	298,780	(49,335)	59	249,504
Enhanced Indexed U.S. Equity Fund (former March 31 year end)	548,541	(38,252)	(536)	509,753
Indexed U.S. Equity Fund (former March 31 year end)	1,341,420	(107,374)	(1,948)	1,232,098
U.S. Social Index Fund (former March 31 year end)	270,909	(17,854)	(187)	252,868
Active Asian Equity Fund	216,074	(63,745)	721	153,050
Indexed Asian Equity Fund	347,613	(57,067)	2,435	292,981
Active European Equity Fund	692,103	(51,922)	189	640,370
Indexed European Equity Fund	774,781	(73,569)	411	701,623
Active Global Equity Fund	566,559	(107,571)	795	459,783
Enhanced Indexed Global Equity Fund	579,663	(191,457)	175	388,381
Indexed Global Equity Fund	661,612	(156,116)	341	505,837
Indexed Global ESG Equity Fund (former March 31 year end)	196,221	(24,485)	(118)	171,618
Active Emerging Markets Equity Fund (former March 31 year end)	(10,616)	(119,563)	760	(129,419)
Indexed Emerging Markets Equity Fund	44,835	(33,040)	1,775	13,570
Thematic Public Equity Fund (former March 31 year end)	112,131	(25,911)	(243)	85,977
Euro Currency Hedging Fund (former March 31 year end)	(47,633)	(2,717)	-	(50,350)
	8,183,376	(2,409,124)	164	5,774,416

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12. Transition to IFRS (continued)

(e) Reclassification adjustments

In addition to the measurement adjustments noted above, the Funds reclassified certain amounts upon transition in order to conform to financial statement presentation under IFRS. Withholding taxes which were previously netted against dividend income under Canadian GAAP, have been reclassified and presented separately as expense under IFRS. The amount of withholding taxes previously netted against dividend income in fiscal year 2013 were as follows:

Pooled Investment Portfolios (in \$000s)	Withholding Taxes Previously Netted Against Dividend Income in 2013*	Pooled Investment Portfolios (in \$000s)	Withholding Taxes Previously Netted Against Dividend Income in 2013*
Active U.S. Equity Fund (former March 31 year end)	20	Active Global Equity Fund	2,508
Active U.S. Small Cap Equity Fund	-	Enhanced Indexed Global Equity Fund	2,215
Enhanced Indexed U.S. Equity Fund (former March 31 year end)	2	Indexed Global Equity Fund	2,616
Indexed U.S. Equity Fund (former March 31 year end)	9	Indexed Global ESG Equity Fund (former March 31 year end)	839
U.S. Social Index Fund (former March 31 year end)	2	Active Emerging Markets Equity Fund (former March 31 year end)	8,846
Active Asian Equity Fund	5,229	Indexed Emerging Markets Equity Fund	420
Indexed Asian Equity Fund	1,803	Thematic Public Equity Fund (former March 31 year end)	110
Active European Equity Fund	7,928	Euro Currency Hedging Fund (former March 31 year end)	425
Indexed European Equity Fund	10,909		-

* The Funds with former March 31 year end include results for the period from April 1, 2013 to December 31, 2013

13. Subsequent events

U.S. Social Index Fund

On January 20, 2015 the majority of investments held by the U.S. Social Index Fund were transferred at fair market value to the Indexed Global ESG Equity Fund. On March 5, 2015 all of the remaining units of the Fund were redeemed, and the remaining net assets were transferred to unitholders. The details of these transfers are as follows:

Date of Transfer	Fair Market Value (\$000s)	Units Redeemed
January 20, 2015	1,653,675	871.700
March 5, 2015	10,921	5.714
Total	<u>1,664,596</u>	<u>877.414</u>

Euro Currency Hedging Fund:

On January 7, 2015 the majority of investments held by the Euro Currency Hedging Fund were distributed to the unitholders of the Fund. On January 15, 2015 all of the remaining units of the Fund were redeemed, and the remaining net assets were transferred to unitholders. The details of these transfers are as follows:

Date of Transfer	Fair Market Value (\$000s)	Units Redeemed
January 7, 2015	115,393	119.181
January 15, 2015	151	0.201
Total	<u>115,544</u>	<u>119.382</u>