

Investing in people,  
around the world



Caisse de dépôt et placement du Québec (Québec CDP) uses the following brand names:

CDP group refers to all of its business units and its subsidiaries.

CDP Global Asset Management offers portfolio management services.

CDP Advisory Services provides group savings management advisory services.

CDP Private Equity regroups all the private equity units and subsidiaries:

- CDP Accès Capital
- CDP Montréal Mode Investissements and Montréal Mode International
- CDP Capital Communications
- CDP Capital d'Amérique
- CDP Sofinov
- CDP Financial Services
- CDP Capital international
- Groupe Expordev
- CDP Asia Investments
- CDP Europe

CDP Real Estate regroups all the real estate subsidiaries:

- Ivanhoe Cambridge
- SITQ IMMOBILIER
- Cadim
- CDP Mortgages

CDP Capital refers to all the fund management units.

All figures, unless otherwise specified, are in Canadian dollars.

# Operations Report 2000

|  |            |
|--|------------|
| <b>A world leader in fund management</b> .....                                 | <b>5</b>   |
| <b>Year 2000 highlights</b> .....  | <b>6</b>   |
| <b>Year 2000 economic context</b> .....  | <b>8</b>   |
| <b>Financial markets in 2000</b> .....   | <b>9</b>   |
| <b>Risk management and calculation of returns</b> .....                        | <b>13</b>  |
| <b>Overall return and asset growth</b> .....                                   | <b>15</b>  |
| <b>CDP Global Assets Management</b> .....                                      | <b>21</b>  |
| <b>CDP Private Equity</b> .....  | <b>23</b>  |
| <b>CDP Real Estate</b> .....   | <b>32</b>  |
| <b>Management for new clients</b> .....  | <b>38</b>  |
| <b>Depositors' accounts management</b> .....                                   | <b>40</b>  |
| <b>Administration, Human Resources, Institutional and Public Affairs</b> ..... | <b>43</b>  |
| <b>Corporate Governance</b> .....  | <b>47</b>  |
| <b>Financial statements</b> .....  | <b>51</b>  |
| <b>Financial statistics and review</b> .....                                   | <b>79</b>  |
| <b>Board of Directors and Management</b> .....                                 | <b>174</b> |
| <b>Glossary</b> .....  | <b>178</b> |

# Tables and graphs

|  |    |   |     |
|--|----|---|-----|
| Highlights .....   | 5  | <b>Financial statements</b>   |     |
| Changes in the TSE 300 index .....                                       | 10 | Report of management .....  | 53  |
| TSE 300 - sectorial returns .....  | 10 | Auditor's Report .....  | 53  |
| Changes in the S&P 500 index & NASDAQ .....                              | 11 | Financial statements .....  | 54  |
| Changes in the NIKKEI 225 .....  | 11 | Supplementary information -<br>Summary financial statements for the funds .....                     | 72  |
| Specialized portfolios returns .....                                     | 15 | Supplementary information -<br>Summary financial statements<br>for the specialized portfolios ..... | 76  |
| Financial review and returns .....                                       | 16 |   |     |
| Québec - Canada  |    | <b>Financial statistics and ten-year review</b>   |     |
| Changes in 10-year bond spreads .....                                    | 17 | Changes in depositors' holding in 2000 .....  | 80  |
| Canada - U.S.  |    | Breakdown of depositors' holdings .....   | 84  |
| Changes in 10-year bond spreads .....                                    | 17 | Funds net assets .....  | 85  |
| Breakdown by specialized portfolio .....                                 | 18 | Annual interest or income<br>paid out on average deposit .....                                      | 86  |
| Financial indices .....  | 19 | Summary of investments .....  | 87  |
| Québec CDP returns 1966-2000 .....                                       | 20 | Breakdown of investments in millions of dollars .....   | 88  |
| Breakdown of the CDP Private equity portfolio .....                      | 23 | Summary of foreign investments .....  | 90  |
| Changes in the CDP Private equity portfolio .....                        | 23 | CDP Mortgages - Mortgages of \$5million and over .....  | 92  |
| CDP Private equity .....   | 24 | Summary of bond portfolio .....   | 94  |
| Sectorial breakdown .....  | 24 | Investments in canadian corporate<br>shares and bonds by sector of activity .....                   | 95  |
| Geographical breakdown   |    | Investments in shares and bonds<br>of publicly traded companies .....                               | 96  |
| of CDP Capital International portfolio .....                             | 30 | Investments in shares and bonds<br>of privately held companies .....                                | 148 |
| CDP Real Estate portfolio .....  | 32 | Statement of real estate holdings .....   | 168 |
| Geographical breakdown of the<br>specialized Real Estate portfolio ..... | 32 | Statement of properties held for resale .....   | 172 |
| Asset allocation of the<br>specialized Real Estate portfolio .....       | 33 | Changes in private investments .....  | 173 |
| Real Estate sector breakdown .....                                       | 34 | Administrative statistics .....   | 173 |
| Value added to depositors' holdings<br>since 1966 .....                  | 40 | Administrative statistics - external management .....   | 173 |
| Changes in depositors' holdings .....                                    | 41 |   |     |
| Depositors .....   | 42 |   |     |

# Message from the Chairman and CEO

## **A global approach to fund management**

In 2000, the Caisse de dépôt et placement du Québec remained steadily on course in terms of its objectives for growth and profitability. In addition to setting its sights on quality returns, it strove to increase assets under management by securing additional clients and earning new management mandates.

As a result, despite a dramatic drop in global financial markets, not only did Québec CDP preserve the integrity of its capital, it also brought up the total assets managed by its teams to \$125 billion. This rise in critical mass enhances its capacity as a player on world markets and enables it to attract the most talented managers, two essential ingredients in maintaining its position as a worldwide leader in fund management.

## **Remarkable performance in difficult times**

Turbulent times are often an ideal opportunity for winning investment approaches. In 2000, the diversification strategy based on sector, geography and product, proved once again successful, producing an overall return of 6.2%. This is remarkable considering the negative performance on many financial markets around the world. The "Caisse way" is an active management approach featuring a well-considered combination of boldness and caution. This year, Québec CDP achieved an added value of \$996 million over the results that managers would have generated if they had simply reproduced their benchmark indices. Furthermore, total investment income and gains on the sale of investments reached \$10.7 billion. Net income totalled \$4.9 billion.

From 1996 to 2000, the management teams outperformed their benchmark indices, generating an average annual return of 12.2%. Over the same period, cumulative income from investments reached \$37.5 billion. For the six-year period from 1995 to 2000, the overall return stands at 13.2%. All in all – come rain, come shine – CDP group stands out because of the quality of its performance, a long-term insurance policy for clients who can count on the stability and growth of their capital

## **A well-defined growth strategy**

The strategy for increasing assets under management represents the culmination of a rethinking process that led to the adoption of four major corporate objectives. These act as guideposts, keeping Québec CDP on track as it ventures further into the global market.

### *Ranking among the world's best fund managers*

CDP was named "Best Fund Management Group in Canada" by the Reuters Survey 2000, a poll of 292 publicly traded Canadian companies. Québec CDP will use this momentum to carve out a position for itself as one of the top fund managers in the world.

### *Offering its fund management services to new clients*

Securing new clients will play a key role in our plans to increase assets under management. This objective will be realized largely outside Canada, where we intend to lend our expertise to other pension and investment funds. This year alone, two Hungarian pension plans entrusted their funds to CDP Global Asset Management's team of experts in major financial markets.

### *Increasing private equity investments*

Over the past six years, the proportion of private equity investments in the overall portfolio has grown consistently. This has been a winning strategy both for our returns and for numerous portfolio companies.

### *Establishing the framework to attain our goals*

This objective was instrumental in the decision to consolidate our Québec operations in two central locations, in Montréal and Québec City. The construction of a new business office in Montréal and the development of Québec City's Price building as head office will enhance the synergy among the various teams that make up the CDP group.

### **Up to new challenges**

Becoming a worldwide leader in fund management is a decidedly grand goal, but Québec CDP is more than equal to the challenge.

To achieve this objective, we will continue to rely on our far-reaching global network of partners, which includes many highly respected and influential players. These companies provide invaluable support to our core portfolio, private equity and real estate activities. A partnership approach is frequently a preferred means of investing, not only because it reduces the level of risk by lowering the costs of an investment, but also because it enables us to join forces with companies whose sound expertise often complements our own.

With assets under management growing consistently – they climbed from \$46 billion to \$125 billion over the past six years alone – we have the financial resources needed to spring into action when the right business opportunities arise. Alone or in partnership, we have the ability to rapidly free up the capital required for strategic investments.

Most of all, Québec CDP sets itself apart from many of its peers by actively managing nearly all its assets. This in turn requires highly qualified, skilled and creative human resources. Our managers have a thorough knowledge of the market sectors, geographical areas and products in which they invest, and strive to remain on top of the latest economic, political and financial developments that are likely to have an impact on their activities.

On behalf of the Board of Directors, I thank and congratulate each and every one of our teams for their achievements in 2000. Their expertise and dedication are at the very root of these outstanding results.

I would also like to extend my appreciation to all the members of the Board of Directors for their sound advice and unwavering support, and for the trust they place in us.



Jean-Claude Scraire

# A world leader in fund management

*With total assets of \$125 billion under management, the Caisse de dépôt et placement du Québec offers a broad range of fund management services worldwide. The institution is the leading fund manager in Canada and among the largest portfolio managers in the Americas.*

Québec CDP manages the largest portfolio of Canadian stocks, is the major holder of Québec public sector bonds and has the largest real estate portfolio in Canada. Its diversified holdings in the commercial, residential and office sectors are actively managed primarily by CDP Real Estate subsidiaries. CDP is also Canada's leading private equity and venture capital investor. The CDP Private Equity subsidiaries offer a very broad range of financial products to Québec, Canadian and foreign businesses. In addition, the CDP Accès Capital network, comprising 12 business offices covering Québec and the Maritimes, is the local gateway to the services offered by CDP.

Québec CDP seeks to preserve capital under management and to obtain an optimal return on its investments while contributing to the vitality of the economy wherever it invests.

The institution is active on five continents, managing its North American operations mainly from its business offices in Montréal and Québec City. Some of its subsidiaries also operates from New York, Toronto, Vancouver, Bilbao, London and Mexico City. CDP is present in Europe with offices and representatives in Paris, Brussels, Warsaw and Budapest. In Asia, it has offices in Hong Kong, Tokyo, Bangkok and Seoul. It is also active in Latin America, in Buenos Aires.

As the largest Canadian investor in foreign markets, CDP has become a major financial partner in many investment funds worldwide. These financial partnerships give the hundreds of businesses in which CDP has an interest access to networks that greatly facilitate their international expansion.

## HIGHLIGHTS

*in millions of dollars*

|   | 2000           | 1999    |
|---|----------------|---------|
| Depositors' assets                        | <b>113,420</b> | 100,738 |
| Property under management <sup>1, 3</sup> | <b>10,271</b>  | 3,923   |
| Property administered <sup>2, 3</sup>     | <b>1,243</b>   | 1,342   |
| <b>TOTAL ASSETS UNDER MANAGEMENT</b>      | <b>124,934</b> | 106,003 |
| Depositors' net assets                    | <b>88,263</b>  | 81,543  |
| Total income from investment activities   | <b>4,943</b>   | 11,271  |
| Net deposits (withdrawals) by depositors  | <b>1,777</b>   | 1,271   |
| Increase in net assets                    | <b>6,720</b>   | 12,543  |

<sup>1</sup> Assets managed by CDP group subsidiaries on behalf of the clients-owners. Management services include selection of investments and provision of advice.

<sup>2</sup> Assets with respect to which CDP group subsidiaries provide administrative services (administration of real estate property and management of securitized loans) on behalf of the clients-owners. Administration fees are collected in exchange for these services.

<sup>3</sup> Not included in the statement of cumulative net assets.

|                       | 2000         | 1995-2000 |
|-----------------------|--------------|-----------|
| <b>OVERALL RETURN</b> | <b>6.2 %</b> | 13.2 %    |

# Year 2000 highlights

## **Caisse named the best fund manager in Canada**

*Québec CDP is the leading fund manager in the minds of the managers of publicly traded Canadian companies. In the Reuters Survey 2000 conducted by Tempest Consultants, Québec CDP won hands down and was ranked the best fund manager in Canada. The survey findings reflect the opinions of 292 Canadian companies whose stock market capitalization represents 85% of the TSE 300. The companies were asked to evaluate the management methods of more than 50 fund managers.*

## **CDP beats benchmark indices**

Although the world's stock markets fell significantly in 2000, Québec CDP preserved the integrity of the capital it manages. In addition to producing a positive overall return in 2000, CDP achieved returns equal or superior to its benchmarks for all asset classes, including equities, real estate and mortgages. This performance results once again increased total assets under management, which stood at \$125 billion as at December 31, 2000.

## **Consolidation of CDP's operations**

During the year, CDP group took steps to consolidate its operations in Québec when it acquired the Price building in Québec City on an emphyteutic lease and launched the project to build a new business office in Montréal. Ultimately, all CDP staff in Québec will be mostly concentrated in these two locations. A new office was also opened in Paris, which is now the main gateway to CDP's European activities.

## **Québec City head office**

About 100 people work for the CDP group in the Québec City region in various buildings. These employees are to be concentrated in the Price building, an Art Deco gem in Old Québec. Major renovations are currently under way and will be completed in the spring of 2001.

## **Montréal business office**

The new Montréal business office is under construction in Montréal's international district (Quartier international de Montréal), located strategically between the downtown business district, Old Montréal and the Cité du multimédia. The new building, which will feature new information and environmental technologies, will house some 1,500 employees. Occupancy is scheduled for late 2002. A live on-line view of the building's progress can be seen at [www.cdpcapital.com/destinationcdp](http://www.cdpcapital.com/destinationcdp).

## **Europe office**

Québec CDP has had a business office in Paris since January 2000. It serves as the main gateway to operations in Europe, and its staff work closely with all the teams in the various investment sectors in Québec. The team at the Paris office covers Europe in its entirety and all CDP group investment sectors. The staff will be doubled in 2001, to about 15 investment professionals.

## **Creation of Quebecor Media**

The creation of Quebecor Media, after the offer to purchase Vidéotron's shares, was without doubt one of the major events of 2000. A new company that combines print and electronic media, cable, Internet access, creation of Web content and technology, Quebecor Media is part of the global trend toward the synergy of pipes and content that was much in evidence during the year.

## **Acquisition of Cambridge Shopping Centres**

On October 1, 2000, Cambridge Shopping Centres Limited (Cambridge) became a wholly-owned Ivanhoe subsidiary. The Company acquired all Cambridge shares in a more than \$500-million transaction and then took the company private. Cambridge is one of Canada's main real estate companies that specialize in shopping centres. The acquisition enabled Ivanhoe to significantly increase its quality properties in Canada. The two companies merged in 2001.

## **Acquisition of Acanthus Real Estate Corporation**

Cadim has a new wholly-owned subsidiary, Acanthus Real Estate Corporation, having acquired all its shares during the year. Publicly held Acanthus specializes in the residential sector and has a high-quality pan-Canadian portfolio of properties worth some \$480 million.



### **Creation of CDP Korea Telecom and Infrastructure Fund**

CDP Private Equity was mandated by Korean partners to head and manage a US \$500-million fund that will invest in the infrastructure and telecommunication sectors in South Korea. The CDP Korea Telecom and Infrastructure Fund has already attracted a number of prestigious Korean investors: Korean Development Bank, Hanvit Bank, Samsung Life Insurance Company, Kyobo Life Insurance Company and Tong Yang Investment Bank.

### **Strategic partnership in the entertainment industry**

CDP Capital Communications made an investment in Mosaic Media Group, a U.S. group involved in production of records, films, television programs and Internet content, as well as talent management. In addition to providing an opportunity to partner with one of Hollywood's leading suppliers of films, television program, musical recordings and new media content, this strategic investment will benefit the Québec companies that are CDP group partners.

### **Fund management for new clients**

Québec CDP continued its efforts to offer its fund management services to new clientele. Its new clients include the pension funds of Hungary's armed forces and Ministry of Agriculture employees, and Maestral Mutual Funds, a new member of the Desjardins family of funds.

In addition, in its real estate operations, SITQ IMMOBILIER now manages buildings in the Paris for the SPID fund of the Caisse des Dépôts et Consignations, a prominent French institutional investor, to which it sold 20% of its interest in the buildings. Cadim also acquired a major interest in The Praedium Group, a U.S. company whose real estate investments total over US \$2 billion. This transaction has enabled Cadim to tap into an extensive network of investments and investors in the United States.

### **New business solutions for SMEs**

A number of new business solutions were launched during the year, mainly for Québec SMEs:

- *Term loans from \$1 million to \$15 million* are now offered to rapidly growing SMEs that require substantial funds to continue expanding.
- *Imprésario*, a business solution for Québec's cultural and communications companies, provides investments of up to \$2 million and offers sophisticated professional services.
- *InnovAccès*, for sponsored companies, will enable early-stage sponsored technology companies to rapidly obtain additional venture capital to accelerate their growth.
- *The recreation and tourism sector* can count on a new team that focuses exclusively on investments in the sector. Three CDP group subsidiaries will provide financing in the form of private investments (debt securities, shares and other participating securities).
- *Accès Relève*, a turnkey financial product, is designed to facilitate the orderly transmission of SME ownership to family members or to company managers. It is adapted to the entrepreneur's tax situation and accompanied by a succession and management-support plan.

## Year 2000 economic context

The year 2000 marked the peak of an uninterrupted 10-year period of economic growth. During the year, the rapid increase in output in the industrialized and emerging economies increased income and employment alike.

Certain major structural changes reached maturity. After several years of incubation, substantial productivity gains were recorded as a result of technological innovation and massive investment in leading-edge companies. Not only did the rate of economic growth increase, but its level was raised permanently. These technological changes also pushed up standards of living.

Productivity gains contributed to overall price stability, as well. Although energy costs more than tripled during the year, inflation remained remarkably tame and wage pressures were contained. Moreover, fierce competition in the global economy prevented companies from passing higher costs on to their customers.

As for cyclical factors, vigilance on the part of the central banks contributed significantly to the environment of low inflation. The monetary authorities deftly continued the tightening begun in 1999, avoiding an inflationary spiral and slowing their economies appropriately in the second half of the year.

The benefits of improved public finances became apparent in 2000, as budget surpluses in North America allowed for partial debt repayment and income will finance tax cuts in 2001.

### United States

Economic growth in 2000 was the strongest of the past five years, coming in at more than 5%, yet inflation remained in check. Productivity gains more than offset the higher wages caused by low unemployment. Tightening of credit by the Federal Reserve Board and the dollar's persistent strength cooled the economy in the second half of the year, as expected.

### Canada

Canada also posted vigorous growth approaching 5%, as a result of strong domestic demand and exports to the United States. The economy benefited from rising incomes and a steadily falling unemployment rate, without undue inflationary pressures.

Québec participated fully in this trend, and its growth was close to the Canadian average; a substantial drop was also recorded in its unemployment rate. High-tech investments and exports were especially strong, resulting in the creation of quality jobs.

### Europe

The euro zone had a positive year, with growth of about 3.5% and tame inflation. The unemployment rate continued to fall. The fledgling European Central Bank had to defend its new currency, but managed to limit the risk of inflation by slowing the economy in the second half of the year. The United Kingdom surprised observers with growth of about 3%, a low unemployment rate and inflation of slightly more than 2%.

### Japan

Japan's economic growth was disappointing at barely 2%. Unemployment remained low and deflation held sway.

### Emerging markets

Emerging markets avoided major crises, although the situation was at times tense in Argentina and Turkey. As in the industrialized countries, growth peaked in 2000. It was especially strong in Asia (in excess of 7%), robust in Eastern Europe (5%), and sustained in Latin America (4%). Inflation was contained, and the unemployment rate generally fell.

### Commodities

There was no pressure on commodity prices, with the exception of the spectacular increases in oil and gas prices, which curbed consumer spending and contributed to the slowdown.

# Financial markets in 2000

## Bond market

### Major industrialized countries

Ten-year bond rates in the industrialized countries generally fell in 2000. They dropped 135 basis points in the United States, 85 basis points in Canada and 60 basis points in the United Kingdom, but were almost unchanged in Japan.

In the United States, 10-year bonds began the year at 6.4% but ended it at 5.1%. In Canada, rates followed the same trend, going from 6.2% to 5.4%. The yield spreads between Canadian and U.S. 10-year bonds thus narrowed by 47 basis points.

In Euroland, the average rate on 10-year bonds went from 5.5% to 4.8%, a drop of 64 basis points. The yield spreads in comparison with the United Kingdom's 10-year bonds thus shifted slightly in favour of the U.K.

Ten-year Japanese bonds offered the lowest returns of all the G7 countries, with their rates almost unchanged at 1.6%. The accumulated budget deficits that pushed public debt up to 120% of GDP were definitely a contributing factor.

### Emerging markets

Bond markets in the emerging economies generally had a difficult year. The yield spreads between their securities and U.S. bonds increased from 800 basis points at the beginning of the year to 865 basis points at the end of December. Still, they experienced violent fluctuations during the year:

- Tighter monetary conditions around the world, Argentina's economic and financial situation, and political uncertainty in Southeast Asia had a negative impact;
- The situation in Northern Asia, especially China, which posted solid growth, and the improving Russian economy had a positive impact.

### Corporate bonds

In the United States, corporate bonds traded on public markets offered lower yields than those of U.S. Treasury bonds. A few large U.S. corporations saw the value of their bonds plummet, including Xerox, J.C. Penney, Crown Cork & Seal and Armstrong, which no doubt increased investors' aversion to risk.

## Money market

Generally speaking, the central banks raised interest rates in 2000. The U.S. Federal Reserve tightened three times, in February, March and May, for a total of 100 basis points during the year. The Bank of Canada followed suit.

Elsewhere in the world, the European Central Bank raised interest rates 175 basis points to support the euro, which fell significantly. The Bank of Japan also increased rates, by 25 basis points.

## Foreign exchange market

On the foreign exchange market, the dominant factor was without doubt the sustained strength of the US dollar. It remained very strong against the G7 currencies as well as those of the emerging economies. The weighted price of the US dollar increased gradually during 2000 with a peak of 13% reached on November 24, only to correct downward toward year-end because of the uncertainty over a possible economic slowdown in the United States. For the year 2000, it appreciated 5.5%.

In Canada, although the economy was healthy, the currency weakened during the year. On a trade-weighted basis, the Canadian dollar eased 0.6%.

Continuing the trend begun in 1999, the euro struggled for most of the year, finally strengthening somewhat toward year-end. The flow of capital from Europe to the United States is the main reason for the new currency's significant depreciation. In the last quarter, the European Central Bank took steps to limit the damage, however. On a trade-weighted basis, the euro appreciated 0.7% in 2000.

In Japan, the yen was fairly stable for most of the year, despite repeated intervention by the central bank to contain it. The currency faltered, however, at the end of the year. For 2000, the yen depreciated 8.4% on a trade-weighted basis.

Finally, the Australian dollar and the New Zealand dollar fell significantly, ending the year down 15%.

## Stock markets

The world's stock markets had a volatile year. Obsessed by the future, rather than the present, the markets reacted negatively to monetary tightening by the central banks, oil price hikes and the weak euro – all factors that clouded the outlook for corporate profit growth. Uncertainty over the extent of the slowdown caused extreme volatility.

The factor that had a major impact on most of the markets was undoubtedly the steep decline of all technology issues after the Internet bubble burst in the spring. Indeed, the markets have had great difficulty assessing Internet securities since they hit the stock exchanges; all the experts agreed that these stocks were substantially overvalued. So the correction they underwent in March is a healthy process which probably brought them back down to more appropriate levels.

## Canada

Since Canada's economy takes its cue from the economic and financial environment in the United States, the TSE 300 did not escape the impact of NASDAQ's precipitous decline. Canada had the world's best-performing stock market for a good portion of the year, with the TSE 300 up 35% in the first eight months. But in Canada the technology bubble burst a little later than it did in the United States; the TSE 300 lost more than 13% of its value in the last quarter but ended the year up 7.4% from its level on January 1, 2000. Nortel alone fell 26% on October 25.

Unlike the previous year, where the TSE 300's increase was due to the Nortel security whose stock market capitalization represented a third of the index. On the contrary, nine of the 14 sub-indices had a positive return, especially energy and the

## CHANGES IN THE TSE 300 INDEX



Source: Reuters

financial sector. Finally, the factors that contributed to the extraordinary run-up of the Canadian market remained in place. Canadian equities are still a bargain in relation to foreign securities, owing to lower price/earnings multiples, higher increases in profits and greater liquidity than in the other industrialized countries.

Among the year's events were the conversion of the Montréal Stock Exchange into an electronic exchange specializing in derivatives and the establishment of NASDAQ's Canadian head office in Montréal, a development that will create a world of financing opportunities for Canada's new economy companies.

## TSE 300 - SECTORIAL RETURNS

*in percentage*

|   | 2000        | 1996-2000<br>(5 years) | 1991-2000<br>(10 years) |
|---|-------------|------------------------|-------------------------|
| Metals and minerals                       | (14.73)     | (3.58)                 | 5.48                    |
| Gold and precious minerals                | (9.97)      | (15.40)                | (1.94)                  |
| Oil and gas                               | 47.22       | 13.41                  | 9.24                    |
| Paper and forest products                 | (5.70)      | 4.19                   | 6.27                    |
| Consumer products                         | 2.74        | 15.54                  | 15.56                   |
| Industrial products                       | (21.01)     | 20.16                  | 18.24                   |
| Real estate                               | 15.42       | 7.69                   | (10.57)                 |
| Transportation and environmental services | (5.79)      | 0.97                   | (3.69)                  |
| Pipelines                                 | 54.23       | 14.86                  | 10.99                   |
| Utilities                                 | 30.17       | 39.32                  | 24.27                   |
| Communications                            | 15.48       | 18.93                  | 13.45                   |
| Distribution and services                 | 9.08        | 9.02                   | 5.41                    |
| Financial services                        | 51.65       | 27.97                  | 20.91                   |
| Conglomerates                             | 30.25       | 17.63                  | 12.78                   |
| <b>TOTAL RETURN</b>                       | <b>7.41</b> | <b>15.49</b>           | <b>13.14</b>            |

## CHANGES IN THE NIKKEI 225 INDEX



Source: Reuters

## United States

The U.S. stock market suffered a serious setback in 2000, its first since 1990. At year-end, the S&P 500 had shed 9.1% of its value, in local currency, since January. The NASDAQ plummeted 54% from its March high, dragged down by technology issues.

In the spring, the market put an end to the speculative euphoria which led to overvalued stocks and was caused by the so-called new industrial revolution. Many new economy marquee stocks – Intel, Lucent, Microsoft and Apple among them – lost close to half their value.

Still, as in Canada, certain sectors recorded appreciable gains, especially interest-rate-sensitive sectors.

## Europe

The European stock market did not escape the turmoil. In addition to feeling the chill of the tech downdraft, the European exchanges responded negatively to the weak euro, which caused European capital to flow into the U.S. stock market. Moreover, the currency's low value amplified the impact of the spiralling price of oil, denominated in US dollars, and this was reflected in the stock markets. The DAX ended the year down 7.5% and the FTSE 100 fell 10.2%, while the CAC 40 was down 0.5%.

## Asia

In Japan, the erratic economic recovery and the controversial policy of tighter monetary conditions caused a severe correction on the Tokyo Stock Exchange in 2000, with the Nikkei 225 ending the year down 27.2%.

Elsewhere in Asia the situation was hardly more encouraging. The slow pace of reform and the political uncertainty in Southeast Asia tended to depress stock market returns. The situation was a little more positive in Northern Asia, especially in China where the Shanghai B rose more than 100%, propelled mainly by the country's solid economic growth.

## South America

Several factors concerned investors in South America, especially uncertainty over Argentina's ability to roll over its debt. Its economy was stifled by the overvalued peso, which is pegged to the powerful US dollar. With the exception of Brazil, whose Isoma index ended the year up strongly, the South American stock markets were generally down.

## CHANGES IN THE S&P 500 INDEX & NASDAQ



Source: Reuters

## Real estate market

The real estate sector in all the industrialized countries is approaching the top of the cycle. In Canada, demand remained strong in 2000 and continued to rise in most sectors. New inventory was limited, and the risk of overconstruction remained low. In the United States, office-space supply and demand regained their balance in the major urban centres. The residential rental market strengthened. Housing prices rose, since the increased supply of quality products still did not meet the demand. Moreover, a few major North American corporations sold their real estate portfolios, creating a supply of products that benefited investors such as CDP.

Real estate investment trusts and publicly traded companies listed on the Canadian and U.S. stock markets recovered during the year, especially from the second quarter on.

The markets in Central Europe, especially Poland, Hungary and the Czech Republic, are at different stages of their growth and continue to offer investors favourable risk-return ratios. Other markets, which are at the bottom of the cycle, should also be monitored, especially Italy.

In Japan, the new standards adopted by the government are encouraging companies to clean up their financial statements, and a number of companies have become aware of the benefits of divesting themselves of their real estate portfolios. Transactions involving quality properties have already begun.

South Korea also offers excellent real estate investment opportunities: its economy is growing strongly, interest rates are relatively stable and unemployment is low. Moreover, the real estate market is at the bottom of the cycle and ready for an upturn; vacancy rates are low, land values are rising slightly and rents are creeping up.

## Mortgage market

Mortgage rates fell in Canada during the year, with five-year commercial mortgage rates dropping from 8.2% to 7.2% from January to year-end. Inflation remained steady – a situation that favoured a gradual drop in interest rates.

Securitization transactions also increased during the year. Five new issues of commercial mortgage-backed securities (CMBS) were floated, for a total of \$1.2 billion, an outstanding advance for CMBS, which have been seen in Canada only since late 1998.

In June and October, CDP Mortgages floated two new CMBS issues, for a total of \$486 million, representing slightly more than a third of Canadian public issues in 2000. Other institutions also conducted securitization transactions to the tune of \$735.1 million.

CMBS appeal to an increasing number of investors seeking a diversified and balanced portfolio.

# Risk management and calculation of returns

The special attention that Québec CDP has devoted to risk assessment and management has earned it an enviable reputation. CDP is now regarded as an industry leader in the field.

CDP measures risk using the value at risk (VaR) method, which is based on a statistical evaluation of the volatility of individual market positions and their correlation. In this way, the team of specialists responsible for this task, who are independent of the teams of portfolio managers, can regularly monitor the risks presented by individual portfolios. They can then assess the risk of each of CDP's asset categories and its overall portfolio and determine the asset allocation that will achieve an optimal risk-return balance.

The institution also uses risk-evaluation methods associated with cash securities and derivatives. To that end, it takes into account absolute risk related to market fluctuations, and relative risk related to benchmark indices.

Risk management is the ultimate responsibility of the Board of Directors and is delegated to the managers so that it is incorporated into the institution's operations. It involves an independent assessment to ensure that decisions are consistent with the business plan and the risk policies.

During the year, CDP group therefore created an integrated risk management committee. The Committee plays an advisory role and does a neutral risk-management review for the institution as a whole. Its role is to incorporate all aspects of risk (market, credit, liquidity, operational and legal) into a consistent, comprehensive strategy.

## Calculation of returns

The calculation of returns meets the requirements of the Association for Investment Management and Research (AIMR). An audit performed by Aon Consulting certifies that the presentation of results and the calculation of returns comply with AIMR standards.

Québec CDP managers aim to outperform the benchmarks on the various markets for each asset class over periods varying from 3 to 5 years. Its main benchmarks are the SCM 91-day Canadian T-Bill Index, the SCM-Universe Bond Index, the TSE 300 Index, the S&P 500 partially hedged, the MSCI-EAFE partially hedged and the MSCI-EMF unhedged indices for foreign markets, and the AON real estate index.

## Québec CDP, one of the few institutions to obtain external certification of compliance with AIMR standards

*The Association for Investment Management and Research (AIMR)* is an international organization dedicated to the continued professional development of financial sector specialists. The AIMR devotes special attention to the training of financial analysts through its program leading to the chartered financial analyst (CFA) designation, as well as ongoing training of these analysts. The AIMR places special emphasis on professional ethics. It has issued a very strict code of ethics that all its members are obliged to abide by. In light of the importance of performance results, for the industry and the general public, the AIMR has also produced the AIMR-PPS Handbook, a guide that deals exclusively with standards that the industry as a whole is strongly encouraged to adopt in reporting its performance.

### **The AIMR-PPS standards have two main objectives:**

- to achieve greater uniformity and comparability of performance presentation;
- to promote full disclosure and fair representation of performance results.

These objectives are intended to allow potential clients to choose their portfolio managers in an enlightened manner. Since the returns obtained by managers play a major role in such selection, it was important for the AIMR to give this matter its full attention.

The AIMR is well aware that the AIMR-PPS standards have to be updated regularly to keep pace with the rapid changes in the financial industry. That is why it insists on professional governance and full disclosure of relevant information with respect to returns. To that end, the Association is updating the AIMR-PPS standards to bring them into line with the *Global Investment Performance Standards* (GIPS) that were introduced in 1999 in response to the globalization of financial markets, managers and clients.

### **Here are some of the standards established by the AIMR-PPS:**

1. Total return must be presented, including realized and unrealized gains, plus income.
2. Returns must be calculated according to the time-weighted method.
3. The return on any portfolio must include the return on cash and cash equivalents.
4. Returns must be presented for a minimum of 10 years, if available.
5. The return must be presented for each year.
6. The market value of a portfolio must include accrued interest on bonds.
7. All portfolios under discretionary management must be included in the performance of at least one composite portfolio. A composite portfolio is defined as portfolios having the same strategy or the same objective.
8. To determine composite-portfolio performance, each portfolio must be weighted according to its market value at the beginning of the period.
9. The return must be calculated after deduction of commissions associated with operations.
10. Real estate must be appraised by an independent firm at least once every three years.



## Overall return and asset growth

Although the world stock markets were down sharply in 2000, Québec CDP succeeded in preserving the capital it manages. The "Caisse way" enabled the institution to weather the storm and produce an overall return of 6.2%.

Investment activities generated total income and gains on the sale of investments of \$10.7 billion, while net income totalled \$4.9 billion. With net deposits of \$1.8 billion by depositors and management mandates received, total assets under management rose some 18% from \$106 billion as at December 31, 1999, to \$125 billion a year later.

### Specialized portfolio returns

All the major stock markets were down significantly in 2000. Still, from a global perspective returns differed widely from one sector to another; certain industries, such as pharmaceuticals, were up almost 40% while others, such as telecommunications, were down almost 40%. Technology issues headed spectacularly south, with some stocks shedding as much as 80% of their value. Finally, lower long-term interest rates boosted the bond markets, which generally offered better returns than the stock markets.

### Specialized short-term securities portfolio

Once again, active management of short-term securities contributed to the portfolio's positive return. The portfolio generated 5.8%, surpassing its benchmark, the SCM 91-day

Canadian T-Bill Index, by 33 basis points. The figures for 2000 were in line with the excellent returns posted in previous years, at 5.1% over five years, or 48 basis points above the benchmark. As at December 31, 2000, the fair value of the portfolio was \$980 million.

### Specialized bond portfolio

As the world's stock markets tumbled in 2000, many investors turned to safe havens such as bonds. Indeed as at December 31, the North American bond indices had positive returns for the entire year.

Canada's SCM-Universe Index was up 10.2% on a year-to-year basis. Québec bonds offered better returns than Canadian bonds, although the yield spreads increased slightly.

Once again 10-year Canadian bonds produced better returns than their U.S. counterparts, and this also benefited the specialized bond portfolio.

Active management of the portfolio generated a return of 10.2%. The portfolio's five-year return is 8.5%, or 62 basis points more than its benchmark. As at December 31, 2000, the fair value of the specialized bond portfolio was \$32.3 billion.

## SPECIALIZED PORTFOLIOS RETURNS

*in percentage*

|  | 2000       | 1996-2000<br>(5 years) | 1995-2000<br>(6 years) | 1991-2000<br>(10 years) |
|--|------------|------------------------|------------------------|-------------------------|
| Short-term securities                              | 5.8        | 5.1                    | 5.5                    | 6.1                     |
| Mortgages  | 12.3       | 7.5                    | 8.6                    | 9.2                     |
| Bonds  | 10.2       | 8.5                    | 10.6                   | 10.8                    |
| Canadian equities                                  | 12.5       | 18.7                   | 18.5                   | 14.6                    |
| U.S. equities <sup>1</sup>                         | (4.8)      | 17.7                   | 20.9                   | -                       |
| Foreign and emerging markets equities <sup>2</sup> | (8.6)      | 12.3                   | 12.1                   | 11.1                    |
| Québec International bonds <sup>3</sup>            | (5.5)      | -                      | -                      | -                       |
| Real estate  | 18.3       | 15.0                   | 12.7                   | 4.0                     |
| <b>TOTAL RETURN<sup>4</sup></b>                    | <b>6.2</b> | <b>12.2</b>            | <b>13.2</b>            | <b>11.7</b>             |

<sup>1</sup> Includes the Canadian specialized short-term securities portfolio created December 1, 1999.

<sup>2</sup> Data prior to April 1994 includes U.S. shares.

<sup>3</sup> This portfolio was created on July 1, 1999, and its return is linked to the international stock markets.

<sup>4</sup> The total return includes results of asset allocation transactions, tactical and strategic investments.

## FINANCIAL REVIEW AND RETURNS

in millions of dollars

|   | 2000           | 1999 <sup>1</sup> | 1998 <sup>1</sup>      | 1997 <sup>1</sup>      | 1996 <sup>1</sup>       |
|---|----------------|-------------------|------------------------|------------------------|-------------------------|
| <b>NET ASSETS</b>   |                |                   |                        |                        |                         |
| Investments at cost   |                |                   |                        |                        |                         |
| Bonds   | 38,780         | 32,145            | 29,330                 | 28,653                 | 23,653                  |
| Shares and convertible securities                                 | 37,993         | 31,320            | 27,304                 | 22,653                 | 19,742                  |
| Mortgages   | 2,528          | 1,890             | 1,706                  | 1,444                  | 1,487                   |
| Real estate holdings  | 13,667         | 12,099            | 7,402                  | 4,874                  | 4,375                   |
| Short-term investments  | 5,202          | 5,072             | 4,649                  | 1,578                  | 2,075                   |
| Securities acquired under reverse repurchase agreements           | 2,973          | 1,441             | 2,583                  | 1,673                  | 1,324                   |
| <b>Total investments</b>  | <b>101,143</b> | <b>83,967</b>     | <b>72,974</b>          | <b>60,875</b>          | <b>52,656</b>           |
| Other assets and liabilities                                      | (19,652)       | (14,989)          | (12,002)               | (5,073)                | (2,705)                 |
| <b>Total net assets at cost</b>                                   | <b>81,491</b>  | <b>68,978</b>     | <b>60,972</b>          | <b>55,802</b>          | <b>49,951</b>           |
| Excess fair value over cost of investments                        | 6,772          | 12,565            | 8,028                  | 8,244                  | 7,463                   |
| <b>Total net depositors' assets at fair value</b>                 | <b>88,263</b>  | <b>81,543</b>     | <b>69,000</b>          | <b>64,046</b>          | <b>57,414</b>           |
| <b>DEPOSITORS' HOLDINGS</b>                                       |                |                   |                        |                        |                         |
| Government and Public Employees Retirement Plan (unionized level) | 31,638         | 29,719            | 25,555                 | 22,782                 | 19,828                  |
| Régie des rentes du Québec  | 18,599         | 17,811            | 16,031                 | 16,038                 | 15,861                  |
| Commission de la santé et de la sécurité du travail               | 9,183          | 8,636             | 7,789                  | 7,118                  | 5,705                   |
| Commission de la construction du Québec                           | 8,084          | 7,727             | 6,636                  | 6,128                  | 5,568                   |
| Société de l'assurance automobile du Québec                       | 7,663          | 7,409             | 6,525                  | 6,029                  | 5,543                   |
| Fonds d'amortissement des régimes de retraite gouvernementaux     | 7,023          | 4,595             | 1,359                  | 1,232                  | 1,088                   |
| Pension Plan for Management <sup>2</sup>                          | 4,820          | 4,474             | 4,057                  | 3,722                  | 3,309                   |
| Other depositors  | 1,253          | 1,172             | 1,048                  | 997                    | 512                     |
| <b>Total depositors' holdings</b>                                 | <b>88,263</b>  | <b>81,543</b>     | <b>69,000</b>          | <b>64,046</b>          | <b>57,214</b>           |
| <b>NET DEPOSITORS' INCOME</b>                                     |                |                   |                        |                        |                         |
| Net income from investments                                       | 3,734          | 3,027             | 2,902                  | 2,757                  | 2,819                   |
| Accumulated gains and losses on the sale of investments           | 7,012          | 3,711             | 3,694                  | 3,726                  | 2,213                   |
| Accumulated net income  | 10,746         | 6,738             | 6,596                  | 6,483                  | 5,032                   |
| Accumulated unrealized increase (decrease) in value               | (5,803)        | 4,534             | (230)                  | 778                    | 2,604                   |
| <b>Total net depositors' income</b>                               | <b>4,943</b>   | <b>11,272</b>     | <b>6,366</b>           | <b>7,261</b>           | <b>7,636</b>            |
| Net deposits (withdrawals)  | 1,777          | 1,271             | (1,412)                | (629)                  | (1,607)                 |
| Depositors' assets  | 113,420        | 100,738           | 83,759                 | 70,959                 | 61,533                  |
| Property under management   | 10,271         | 3,923             | 2,088                  | -                      | -                       |
| Property administered   | 1,243          | 1,342             | 1,014                  | -                      | -                       |
| <b>TOTAL ASSETS UNDER MANAGEMENT</b>                              | <b>124,934</b> | <b>106,003</b>    | <b>86,861</b>          | <b>70,959</b>          | <b>61,533</b>           |
|   | 2000           |                   | 1996-2000<br>(5 years) | 1995-2000<br>(6 years) | 1991-2000<br>(10 years) |
| <b>TOTAL RETURN<sup>3</sup></b>                                   | <b>6.2%</b>    |                   | <b>12.2%</b>           | <b>13.2%</b>           | <b>11.7%</b>            |

<sup>1</sup> Certain comparative figures have been reclassified to conform with the presentation used in the current year.

<sup>2</sup> Previously known as the Government and Public Employees Retirement Plan – contributions from non-unionized level employees.

<sup>3</sup> Total return is calculated using the time-weighted method.

## QUÉBEC-CANADA: CHANGES IN 10-YEAR BOND SPREADS



Source : Caisse de dépôt et placement du Québec

### Specialized Canadian equities portfolio

The Canadian stock market performed well in 2000, despite the correction toward the end of the year. Nine of the 14 sub-indices had positive returns, especially energy and financial services. The weight Nortel in both the benchmark and the portfolio had a marked impact on returns.

The specialized Canadian equities portfolio posted a 12.5% return, outperforming the TSE 300 by 507 basis points. Its five-year return is 18.7%, or 322 basis points above the benchmark. At year-end, the fair value of this portfolio was \$21.6 billion.

### The Action Opportunité fund

The Action Opportunité fund made a total of 19 investments among which four were sold at profits by drawing on the synergy of the skills and know-how of all the managers in the CDP group and by capitalizing on outstanding investment opportunities. This fund makes investments that cannot be handled by one subsidiary alone and that go beyond the mandates of CDP Global Asset Management in terms of size, liquidity or risk. The fund targets world-class companies or those with the potential for high returns.

### Specialized U.S. equities portfolios

Management styles vary for these portfolios. A portion of assets is managed actively in-house, another portion is entrusted to outside managers and still another is index-linked.

U.S. stock markets fell markedly in 2000. At year-end, the S&P 500 had shed 9.1% of its value. Nevertheless, as in Canada, certain sectors posted substantial gains, especially interest rate-sensitive industries.

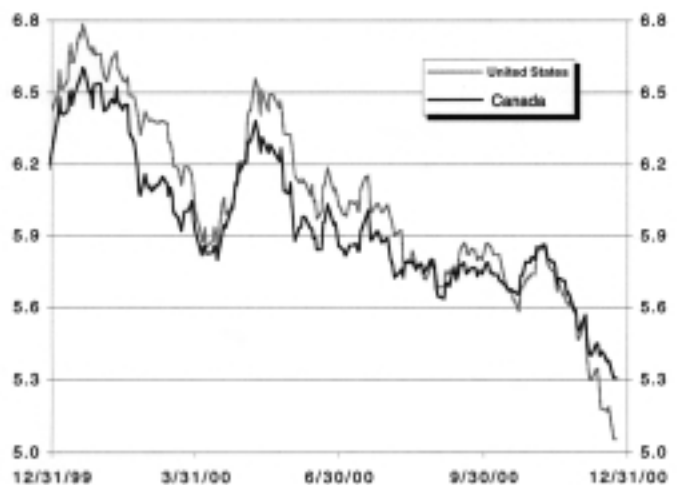
The U.S. equities portfolios outperformed the partially hedged S&P 500 by 411 basis points, posting a -4.8% return. The five-year return is 17.7%, or 61 basis points over the index. In addition, the in-house active management of the specialized U.S. equities portfolios produced a 1.3% unhedged return in 2000, outperforming the index by more than 720 basis points. The five-year return stands at 22.6%, outperforming the S&P 500 by over 200 basis points, a performance in itself. As at December 31, the fair value of the portfolio was \$8.2 billion.

### Specialized foreign and emerging markets equities portfolios

The stock markets in Europe, Asia and the emerging economies had a difficult year. European exchanges reacted negatively to the weakness of the euro, Japan's erratic economic recovery affected the Tokyo Stock Exchange, and the picture was not much brighter in Asia, with the possible exception of China, which posted solid economic growth. Apart from Brazil, the South American stock markets also had a dismal year.

In this context, the specialized foreign and emerging markets equities portfolios were down 8.6% on the year and outperformed the partially hedged MSCI-EAFE + EMF index by 38 basis points. The five-year return is 12.3%, or 163 basis points over the index. The fair value of these portfolios was \$10.6 billion at year-end.

## CANADA-UNITED STATES: CHANGES IN 10-YEAR BOND SPREADS

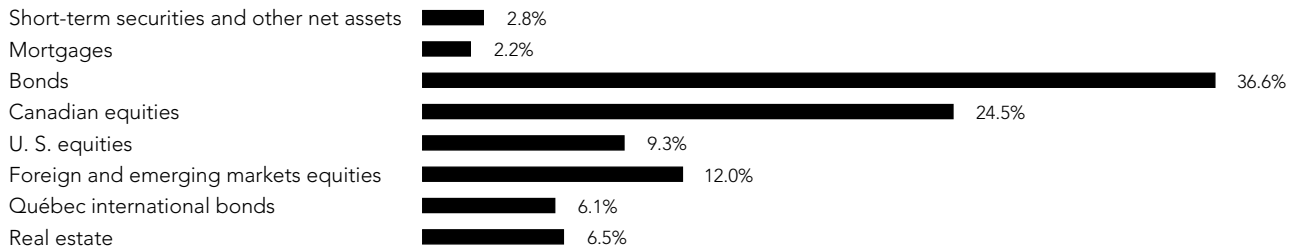


Source : Caisse de dépôt et placement du Québec

## BREAKDOWN BY SPECIALIZED PORTFOLIO

as at December 31, 2000

fair value – in percentage



### Specialized real estate and mortgage portfolios

The active management strategy of the real estate teams, which favours portfolio turnover, not only locally but globally, involved taking full advantage of cyclical variations in the market. On top of that, the real estate market was especially fertile this year, and a number of large-scale operations raised the value of the portfolio significantly. The specialized real estate portfolio returned 18.3%, outperforming the AON index by 392 basis points. This portfolio's five-year return surpassed the benchmark by 261 basis points, reaching 15.0%.

The specialized mortgage portfolio returned an excellent 12.3%, surpassing the SCM-Universe benchmark by 210 basis points.

The fair value of these portfolios was \$7.7 billion at year-end.

### Steady returns from 1996 to 2000

Québec CDP is noted for its steady returns, which are due to a cautious management style combined with a measure of boldness.

From 1996 to 2000, CDP achieved a remarkable performance, recording an average overall return of 12.2%. Over six years, the average overall return is 13.2%, while the longer-term 10-year return is 11.7%.

These remarkably steady results confirm Québec CDP's leadership position, now ranking solidly among the major fund managers.

### REDUCED HEDGING OF THE OVERALL PORTFOLIO

Some major changes were made in Québec CDP's investment policies. The foreign exchange hedging policy was reviewed, and a decision was made to shift gradually from complete hedging to 50% hedging of the U.S. and foreign equities portfolios by the end of 2001. This change is intended above all to take advantage of the diversification associated with a currency portfolio.

## FINANCIAL INDICES

in percentage

|  | 2000    | 1996-2000<br>(5 years) | 1995-2000<br>(6 years) | 1991-2000<br>(10 years) |
|--|---------|------------------------|------------------------|-------------------------|
| <b>SHORT-TERM INVESTMENTS</b>                        |         |                        |                        |                         |
| SMC - Canadian Treasury bills (91 days)              | 5.5     | 4.6                    | 5.1                    | 5.8                     |
| <b>BONDS</b>   |         |                        |                        |                         |
| SCM - Universe                                       | 10.2    | 7.9                    | 10.0                   | 10.4                    |
| SCM - Medium-Term                                    | 10.9    | 8.0                    | 10.2                   | 10.5                    |
| Salomon Brothers Canada                              | 10.0    | 7.9                    | 9.8                    | 10.0                    |
| <b>CANADIAN EQUITIES</b>                             |         |                        |                        |                         |
| TSE 60 <sup>1</sup>                                  | 6.6     | 16.1                   | 15.6                   | 12.1                    |
| TSE 200  | 7.2     | 12.8                   | 13.1                   | 13.1                    |
| TSE 300  | 7.4     | 15.5                   | 15.3                   | 13.1                    |
| MSCI - Canada <sup>2</sup>                           | 9.3     | 19.9                   | 19.2                   | 14.8                    |
| LBG Québec small caps                                | 7.8     | 22.7                   | 21.0                   | -                       |
| <b>U.S. EQUITIES</b>                                 |         |                        |                        |                         |
| S&P 500 <sup>2</sup>                                 |         |                        |                        |                         |
| Partially hedged <sup>3</sup>                        | (8.9)   | 17.0                   | 20.4                   | 17.8                    |
| Hedged <sup>4</sup>                                  | (10.2)  | 16.7                   | 20.1                   | 17.6                    |
| Unhedged   | (5.9)   | 20.6                   | 22.7                   | 20.5                    |
| MSCI - US <sup>2,5</sup>                             | (12.5)  | 18.4                   | 21.5                   | 17.7                    |
| NASDAQ-100 <sup>1,2,5</sup>                          | (23.22) | 34.7                   | 36.6                   | 29.2                    |
| NYSE <sup>1,2,5</sup>                                | 1.0     | 14.8                   | 17.4                   | 13.8                    |
| Wilshire 5000 <sup>1,2,5</sup>                       | (11.8)  | 15.0                   | 17.9                   | 14.7                    |
| <b>OTHER FOREIGN EQUITIES</b>                        |         |                        |                        |                         |
| MSCI - EAFE + EMF <sup>3,6</sup>                     | (8.9)   | 10.7                   | 11.0                   | 10.3                    |
| Hedged <sup>4</sup>                                  | (8.6)   | 10.8                   | 10.7                   | 9.4                     |
| Unhedged   | (13.1)  | 8.2                    | 7.9                    | 10.6                    |
| MSCI - EAFE  |         |                        |                        |                         |
| Partially hedged <sup>3</sup>                        | (6.3)   | 12.5                   | 12.5                   | 11.0                    |
| Hedged <sup>4</sup>                                  | (5.4)   | 12.8                   | 12.7                   | 10.3                    |
| Unhedged   | (11.2)  | 9.2                    | 9.0                    | 11.1                    |
| Financial Times World, excluding U.S. <sup>2,5</sup> | (8.4)   | 9.8                    | 9.3                    | 7.4                     |
| CAC 40 - France <sup>1,2,5</sup>                     | (0.5)   | 25.9                   | 21.1                   | 14.6                    |
| DAX - Germany <sup>1,2,5</sup>                       | (7.5)   | 23.3                   | 20.5                   | 16.5                    |
| FTSE 100 - United Kingdom <sup>1,2,5</sup>           | (10.2)  | 11.0                   | 12.5                   | 11.2                    |
| NIKKEI 225 - Japan <sup>1,2,5</sup>                  | (27.2)  | (7.0)                  | (5.8)                  | (5.3)                   |
| <b>REAL ESTATE SECTOR</b>                            |         |                        |                        |                         |
| <b>Mortgages</b>                                     |         |                        |                        |                         |
| SCM - Universe <sup>7</sup>                          | 10.2    | 7.9                    | 10.0                   | 10.4                    |
| <b>Real estate investments</b>                       |         |                        |                        |                         |
| AON <sup>8</sup>                                     | 14.4    | 12.3                   | 10.3                   | 3.0                     |

<sup>1</sup> Price index.

<sup>2</sup> Without withholding taxes for foreigners not benefiting from any double taxation treaty.

<sup>3</sup> Since January 2000, the index reflects Québec CDP's new policy of partial hedging against foreign exchange risk.

<sup>4</sup> Hedged against foreign currency risk.

<sup>5</sup> Local currencies.

<sup>6</sup> Data prior to January 1991 does not include hedging against foreign exchange risk. The MSCI-World index is used for periods prior to April 1994, and the MSCI-EAFE is used for the period from April 1994 to December 1995.

<sup>7</sup> Index used since January 1999 to compare the specialized mortgage portfolio.

<sup>8</sup> Prior to 1998, the reference index was the MLH+A and prior to 1993, the reference was the Frank Russell Canada.

## QUÉBEC CDP RETURNS 1966-2000

|             | Global Return <sup>1</sup> | Consumer price index <sup>1</sup> | Real return |
|-------------|----------------------------|-----------------------------------|-------------|
| <b>2000</b> | <b>6.2</b>                 | <b>3.2</b>                        | <b>3.0</b>  |
| 1999        | 16.5                       | 2.6                               | 13.9        |
| 1998        | 10.2                       | 1.0                               | 9.2         |
| 1997        | 13.0                       | 0.7                               | 12.3        |
| 1996        | 15.6                       | 2.0                               | 13.6        |
| 1995        | 18.2                       | 1.7                               | 16.5        |
| 1994        | (2.1)                      | 0.2                               | (2.3)       |
| 1993        | 19.7                       | 1.7                               | 18.0        |
| 1992        | 4.5                        | 2.1                               | 2.4         |
| 1991        | 17.2                       | 3.8                               | 13.4        |
| 1990        | 0.5                        | 5.0                               | (4.5)       |
| 1989        | 16.9                       | 5.2                               | 11.7        |
| 1988        | 10.5                       | 4.0                               | 6.5         |
| 1987        | 4.7                        | 4.1                               | 0.6         |
| 1986        | 13.5                       | 4.2                               | 9.3         |
| 1985        | 24.0                       | 4.4                               | 19.6        |
| 1984        | 10.1                       | 3.8                               | 6.3         |
| 1983        | 17.0                       | 4.5                               | 12.5        |
| 1982        | 32.8                       | 9.2                               | 23.6        |
| 1981        | (1.9)                      | 12.2                              | (14.1)      |
| 1980        | 9.9                        | 11.2                              | (1.3)       |
| 1979        | 7.2                        | 9.7                               | (2.5)       |
| 1978        | 9.9                        | 8.4                               | 1.5         |
| 1977        | 10.9                       | 9.4                               | 1.5         |
| 1976        | 18.3                       | 5.9                               | 12.4        |
| 1975        | 12.5                       | 9.5                               | 3.0         |
| 1974        | (5.6)                      | 12.3                              | (17.9)      |
| 1973        | 3.4                        | 9.4                               | (6.0)       |
| 1972        | 10.8                       | 4.9                               | 5.9         |
| 1971        | 14.1                       | 5.2                               | 8.9         |
| 1970        | 12.8                       | 1.3                               | 11.5        |
| 1969        | (4.4)                      | 4.8                               | (9.2)       |
| 1968        | 4.4                        | 3.9                               | 0.5         |
| 1967        | (1.2)                      | 4.1                               | (5.3)       |
| 1966        | 6.4                        | 3.5                               | 2.9         |

<sup>1</sup> Return is calculated using the time-weighted method - in percentage.

# CDP Global Asset Management

CDP Global Asset Management was created to serve an increasingly diversified global clientele and offers portfolio management services on liquid markets, drawing on Québec CDP's recognized expertise and 35 years of investment experience. Its mission is to obtain an optimal financial return above recognized indices, while ensuring preservation of capital through effective risk control. CDP Global Asset Management has total assets of over \$82.3 billion under management.

The Company has more than 60 highly experienced managers who combine expertise and competence with a rigorous investment process to achieve results that speak for themselves. The managers are divided into various autonomous and specialized teams according to their niche or management style. They also have access to a global network of information and specialized research.

CDP Global Asset Management also sets great store by continuous training, with a staff that includes a high percentage of managers who hold the CFA designation.

## **Active management and a multi-manager approach**

The investment activities of CDP Global Asset Management are based on active management. Rather than merely mimicking the stock market indices, the managers themselves choose the securities in their portfolios, based on their perception of the markets.

CDP Global Asset Management also uses a multi-manager approach, rather than relying on star managers. The managers therefore work as a team, with each member responsible for a portion of the funds according to a well-determined mandate. This strategy relies on synergy among team members and complementary management styles, rather than emphasizing a single management style and a specific manager.

The individual managers make their own investment decisions within the bounds of the mandates they are given and in this way contribute to the group's results. Each decision is based on quantitative, fundamental or technical analysis. Transactions are carried out by seasoned traders, and an independent risk management team monitors the portfolios on a daily basis.

CDP Global Asset Management also awards mandates to talented external managers in the international arena, to take advantage of diversified management styles and complementary expertise.

## **New management mandates**

CDP Global Asset Management obtained management mandates from new clients during the year, including:

- The pension funds of the Hungarian armed forces and the employees of the Hungarian Ministry of Agriculture.
- Four strategic Nova Mutual funds offered by Strategic Nova Funds Management, an integrated Canadian financial services company.
- A portion of three of the Cartier Mutual Funds offered to investors through the Mouvement Desjardins network and by Fiducie Desjardins.
- A portion of three of the Gestion Placements Desjardins's Maestral Mutual Funds, based on the multi-management approach.

## **Fixed income and currencies**

Fixed income and currencies management is handled by more than 25 professionals who are divided into teams responsible for various financial instruments (short-term securities, currencies, etc.) and specializing in market segments (bonds issued by Québec, Canada, the United States, etc.). The team also has its own traders.

In managing the bond portfolios, the team emphasizes diversification by management style to optimize the risk-return ratio. Allocation by type of bond is managed actively on the basis of the business cycle and the state of the markets. In recent years, one of the overall strategies has been to increase the weighting of international and corporate bonds.

A separate team is responsible for hedging the portfolios held by the CDP group. In their tactical portfolios, these professionals hold short-term positions to take advantage of global currency movements.

In 2000, considerable effort was made to develop new expertise, especially in foreign exchange and management of international bonds. Specifically, as the year unfolded new management methods were put in place, and financial engineering expertise made it possible to explore ways of obtaining a superior return with no increase in credit risk. This operation involves replacing a portion of the Canada bond portfolio with interest rate derivatives so as not to change the portfolio's duration. The funds obtained in this way are allocated to a portfolio of high credit rating (AAA) securities, which are held until maturity because of their low level of liquidity.

The fixed income and currencies team has total assets of \$48.8 billion under management.

## Stock markets

### Sectorial equity management

The team responsible for sectorial equity management consists of more than 17 professionals who specialize by TSE 300 industrial sector (biotechnology, consumer products, distribution, energy, industrial products, communications, resources and so on). Thus, in addition to financial expertise, they possess thorough knowledge of the different sectors of the economy, which they share with their colleagues on the other management teams.

The approach taken by the team responsible for sectorial equity management is fundamental analysis based essentially on microeconomic factors (analysis of financial statements, evaluation of management, growth outlook, etc.).

This team has total assets of \$8.0 billion under management.

### Specialized Canadian equity management

More than 10 professionals with extensive experience are responsible for specialized Canadian equity management. They each have their own management style (generalist, dynamic, etc.) and cover a highly specific segment of the Canadian market (small, mid and large caps, cyclical and non-cyclical sectors). The team, which has assets of \$7.7 billion under management, also has an arbitrageur who performs hedge fund-type operations and uses various strategies to take advantage of yield spreads among certain securities.

The diversified and complementary approach taken by the team responsible for sectorial management of Canadian equities is based on macroeconomic and microeconomic analysis.

### Foreign equity

Of the 14 or so professionals who make up the foreign equity team, many have previous work experience abroad, and among them they speak a total of seven languages. Divided into teams that specialize by country or by region (United States, Japan and Asia, Latin America, United Kingdom, Continental Europe), they perform active management based essentially on fundamental analysis. They work in co-operation mainly with the sectorial management team, which provides them with sector-based research findings.

In addition to possessing in-depth knowledge of the companies they invest in, the managers on this team use styles adapted to the economic situation in each market. For instance, in recent years they have favoured a growth style for the United States and Europe and a sectorial and country-rotation approach for Asia.

The team also awards external mandates. This approach is used for diversification by management style or for investments in countries that the in-house managers are less familiar with. The amounts involved tend to decrease over the years.

The foreign equity team has total assets of \$17.7 billion under management.

### Tactical investments

The tactical activities of CDP Global Asset Management aim to take advantage of global opportunities by using derivatives. Management decisions are made according to short-term movements on world financial markets arising from fundamental economic trends, variations in assets caused by economic and financial cycles, and investor sentiment around the world. The tactical managers have developed models to capture the variations created by these factors. All this is then incorporated into a global risk-management models.

In addition to the portfolio of tactical investments, CDP Global Asset Management manages internally, through its subsidiary Varan Tactical Asset Management, the Varan Fund, a hedge fund created in partnership with Northern Trust Global Advisors and available to institutional investors. The Varan Fund had two new clients at year-end.

Hedge funds aim for absolute returns, and are generally characterized by tight risk control. This management approach is therefore not correlated with traditional portfolio management.

Three funds of funds are managed externally, also in partnership with Northern Trust Global Advisors, to diversify the tactical management styles. These are the Multi-Strategy, Global Macro and Opportunistic funds. The last two funds distribute the Varan Fund.

The managers work in various locations around the world and have specific mandates. These funds of funds thus offer investors different management styles in a single product.

### Strategic management of asset mix

The prime objective of this year is to add value to the portfolios by overweighting or underweighting certain asset classes and taking advantage of investment opportunities. By positioning the overall of the portfolio to take advantage of global structural trends, these activities aim to predict economic trends and movements on the financial markets over a horizon of 12 to 18 months. The managers take positions by shifting funds among the various portfolios or by using derivatives.

During the year, the main asset allocation strategies consisted in delaying the movement from bonds to equities and reducing equity positions in favour of real estate to offset the effects of markets that were flying high despite a U.S. economy on the verge of overheating and stock market valuations that were considered risky. This view of the market yielded substantial financial gains, as real estate outperformed stocks in 2000.



# CDP Private Equity

## CHANGES IN THE CDP PRIVATE EQUITY PORTFOLIO

in millions of dollars

|                                    |         |        |
|------------------------------------|---------|--------|
| Fair value as at December 31, 1999 |         | 12,001 |
| Redemptions and sales              | (3,628) |        |
| Investments completed              | 5,831   |        |
| Increase in value                  | 1,086   |        |
| Fair value as at December 31, 2000 |         | 15,290 |

CDP Private Equity subsidiaries tear up and work hand-in-hand with business, from start-ups to major corporations, traditional to new-economy, local to international. They offer a broad range of financial vehicle and various types of support to businesses, and contribute to creating value for portfolio companies by opening up new horizons through business solutions designed to meet their particular needs.

As at December 31, 2000, the fair value of the consolidated portfolio held by the subsidiaries in the group totalled \$15.3 billion, up 27% from the \$12 billion recorded a year earlier. The portfolio has an average growth rate of 38% annually since the first subsidiaries were created in 1995. Private investments represented 12.2% of assets under management this year, versus 11.3% in 1999. No other institutional fund manager in North America is as involved in this type of investment.

The portfolio of private investments also includes many securities of Canadian companies. As at December 31, the value of the Canadian equities in the portfolio was \$10.6 billion, or 43% of the investments in the total value of the specialized Canadian equities portfolio.

The internal rate of return earned by the private equity subsidiaries on their portfolio of Canadian equities was 11.2% in 2000. The debt portfolio posted an internal rate of return of 7.4%.

As at December 31, foreign securities accounted for 45% of the value of the overall private investments portfolio.

### Innovating for SMEs

CDP Private Equity is actively involved with Québec SMEs, especially through the CDP Accès Capital network. The overall portfolio, consisting of investments in 781 companies, includes 408 investments in Québec companies. In the case of 70% of them, the amount invested was less than \$5 million, an indication

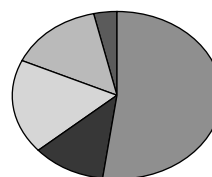
of the importance of Québec small and mid-sized businesses in investment strategies.

Demonstrating their flair for innovation, during the year the private investment subsidiaries introduced several new business solutions tailored to the needs of SMEs.

CDP Capital d'Amérique now offers *term loans ranging from \$1 million to \$15 million* to rapidly growing SMEs that must meet substantial needs to ensure their expansion. Loans are generally amortized over 5 to 15 years, at fixed or variable rates. The interest rate and repayment conditions offered are well-adapted to the needs of entrepreneurs.

## BREAKDOWN OF THE CDP PRIVATE EQUITY PORTFOLIO

as at December 31, 2000



|                      | Percentage | Number     | Fair value millions \$ |
|----------------------|------------|------------|------------------------|
| Under 5 M\$          | 52.2%      | 408        | 558.3                  |
| \$5-10 million       | 11.4%      | 89         | 674.1                  |
| \$10-25 million      | 18.2%      | 142        | 2,441.7                |
| \$25-100 million     | 14.6%      | 114        | 5,459.2                |
| \$100 million and up | 3.6%       | 28         | 6,157.1                |
| <b>TOTAL</b>         |            | <b>781</b> | <b>15,290.4</b>        |

CDP Capital Communications launched *Imprésario*, a business solution for cultural and communications companies. In addition to making investments of up to \$2 million, *Imprésario* offers companies involved in audiovisual production, publishing, recording, variety shows, new media and art crafts sophisticated professional services from an in-house team that focuses exclusively on their expansion as well as providing specialized external resources. *Imprésario* also offers access to a global network of contacts and partners.

CDP Sofinov and CDP Accès Capital also launched a new plan for the financing of sponsored companies. With \$30 million of capital, *InnovAccès* will enable early-stage sponsored companies in the technology sector to rapidly obtain additional venture capital to ensure their growth.

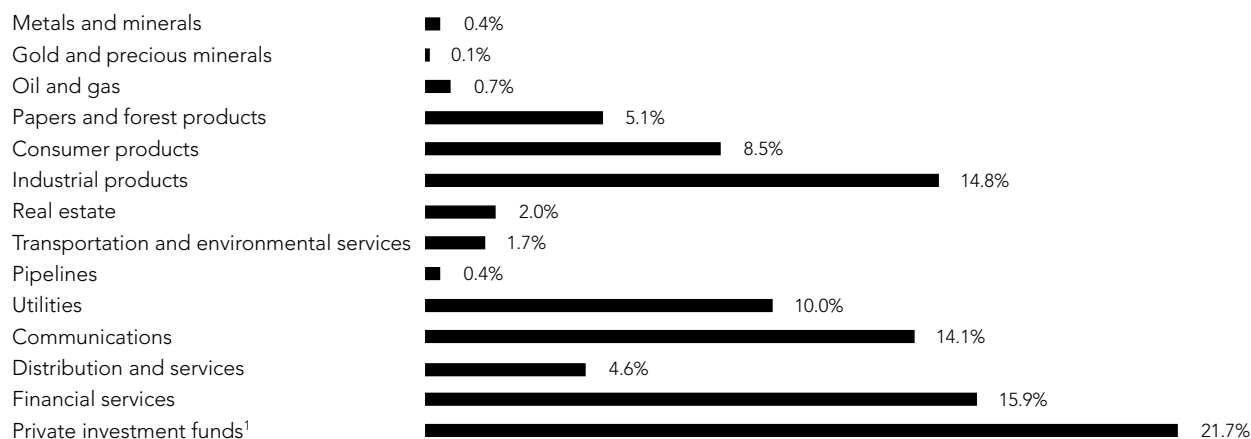
A new team was also put in place and is dedicated exclusively to investments in the *recreation and tourism sector*. Promoters in this sector often lack the means to launch their projects in a viable and profitable manner. They will now have access to financing in the form of private investments (debt securities, shares and other participating securities). These investments will be made by CDP Capital d'Amérique and CDP Accès Capital, as well as real estate subsidiary Cadim.

Finally, CDP Accès Capital began in 1999 studying problems posed by the transfer of family businesses. The result was the launch of *Accès Relève* early in 2000. A turnkey financial product that facilitates the orderly transfer of SME ownership to family members or company executives, *Accès Relève* is geared to the entrepreneur's tax situation and includes a management succession and support plan. This innovative product is designed to ensure the sustainability of family businesses of all sizes and has generated much enthusiasm in the business community.

## SECTORIAL BREAKDOWN

as at December 31, 2000

fair value – in percentage



<sup>1</sup> The underlying assets of private investment funds are invested in most sectors.

## CDP PRIVATE EQUITY PORTFOLIO

as at December 31, 2000  
in millions of dollars

| Subsidiaries                          | Number     | Fair value      |
|---------------------------------------|------------|-----------------|
|                                       |            | \$              |
| CDP Accès Capital                     | 134        | 106.7           |
| CDP Capital Communications            | 109        | 4,326.6         |
| CDP Capital d'Amérique                | 271        | 6,635.6         |
| CDP Capital International             | 69         | 1,493.5         |
| CDP Montréal Mode Investissements     | 5          | 6.9             |
| CDP Montréal Mode International       | 1          | 24.4            |
| CDP Financial Services                | 67         | 801.7           |
| CDP Sofinov                           | 168        | 1,895.0         |
| <b>Consolidated total<sup>1</sup></b> | <b>781</b> | <b>15,290.4</b> |

<sup>1</sup> Certain investments are managed jointly by more than one subsidiary.

## Investments in 2000

The private equity subsidiaries were very active during the year on an ebullient market. The teams authorized investments in 325 companies with a total value of \$6.2 billion in various sectors of the economy. In line with their policy of dynamic management of investments, the subsidiaries also kept to their asset turnover strategy and disposed of \$3.6 billion of assets.

## CDP Accès Capital

During the year, Capital CDPQ and the 12 companies in the Accès Capital network were combined into a single entity: CDP Accès Capital. This merger made it possible to consolidate the financial products offered to SMEs and to simplify the offer of Québec CDP products.

CDP Accès Capital invests in SMEs in different sectors of activity and makes investments in the form of debentures, equities and loans ranging from \$50,000 to \$2 million. As at December 31, 2000, the Company's portfolio comprised investments in 134 companies and represented a total value of \$106.7 million. The internal rate of return for 2000 was 10,7%.

CDP Accès Capital studied 30 dossiers for Accès Relève, its new turnkey financial product designed to facilitate the transfer of SME ownership to family members or company executives. In all, six dossiers were authorized during the year.

### SPONSORSHIP CENTRES ASSOCIATED TO CDP ACCÈS CAPITAL

Centre de développement d'entreprises technologiques (Outaouais)

Centre de haute technologie Jonquière (Saguenay et Lac-Saint-Jean)

Centre d'entrepreneurship technologique de l'École de technologie supérieure (Montréal)

Centre d'entreprises et d'innovation de Montréal

Centre d'entreprises technologiques montérégien (South shore of Montréal)

Centre québécois d'innovation en biotechnologies (Laval)

Émergence entrepreneur (Québec City)

Centre d'entrepreneurship technologique (Eastern Townships)

Enviro-Accès (Québec-wide)

Inno-Centre Québec

Société de développement économique de Drummondville

Pépinière d'entreprises innovantes de Beauce

## Loans to sponsored businesses

CDP Accès Capital provided financing to 16 early-stage companies as part of its loans to sponsored businesses, for a total of \$3.2 million. The authorized investments include:

- \$125,000 in Groupe SNS of Saint-Joseph-de-Beauce, the developer of a mobile unit used to empty septic tanks.
- \$200,000 in NEKS Recherche et Développement of Laval, which manufactures an applicator used to seal off interproximal tooth surfaces.
- \$250,000 in Extenso Tech of Drummondville, the designer of an audioguide that provides information for tourists exploring an area on foot.
- \$250,000 in Hemera Technologies of Hull, an additional financing which it used to acquire GraphicCorp, a division of Corel Corporation, and to become the largest supplier of wholly-owned digital images.

## Investments in SMEs

CDP Accès Capital authorized investments of some \$50 million in 89 Québec SMEs during the year. Some notable examples follow.

- \$500,000 in Consultants Akitek, a young company that was sponsored by the Centre d'entrepreneurship technologique de l'École de technologie supérieure de Montréal. The company markets an innovative product for artificial vision systems which has international potential.
- \$600,000 in Scierie Tech, a Lac Drolet sawmill that specializes in superior grades of white pine and hardwood. The investment was made as part of a project to construct four drying units.
- \$1.2 million in Les Produits Forestiers J.V. of Saint-Nicolas, to buy out a shareholder. The company manufactures decorative mouldings and furniture components.
- \$1.2 million in PV-Tron of Montréal, so that ownership of the company can be transferred to management. PV-Tron acts as an electronic components broker for the telecommunications industry, mainly in Europe and North America.
- \$1.5 million in ID Group of Chicoutimi, an investment made jointly with CDP Capital d'Amérique. The company, a CDP Accès Capital partner since 1997, designs software for management and implementation of lockout programs. The investment will enable it to step up its R&D and to sustain its sales on the U.S. market.
- \$1.6 million in Techn-o-Laser, a Sainte-Julie company that recycles laser and ink-jet printer cartridges. Techn-o-Laser is the Canadian industry leader and is expanding into the United States.

- \$2.3 million in Railquip Enterprises, an investment made jointly with CDP Capital d'Amérique to allow management to buy back company shares and also pursue expansion plans. The company produces composite panels used by the rail transport and construction industries.

### **Montréal Mode International**

Created in 1999, Montréal Mode International is active in the fashion, accessories and related products industries, through partnerships, acquisitions and strategic alliances. In 2000, the Company's internal rate of return was 11.6%. New partnerships and two major investments were made during the year:

- The prominent Québec designer Marcel Dénoimé joined the company to give new impetus to the Dénoimé Vincent men's apparel label by enabling it to explore new export markets.
- The acquisition, as a result of a strategic partnership with four Québec entrepreneurs, of the North American assets and operations of Old River, a designer and retailer of men's clothing.
- The acquisition of Rio Sud, a company that designs and distributes men's and women's apparel. Rio Sud operates a chain of 11 stores.

During the year, Les Collections Shan has also pursued its expansion, notably in the U.S. and European markets.

### **CDP Montréal Mode Investissements**

A financing and investment company, CDP Montréal Mode Investissements makes venture capital investments in companies in the fashion industry, using financial instruments such as equity investments, debentures and conventional financing.

During the year, CDP Montréal Mode Investissements invested in Esteem Fashions, a company that manufactures and distributes ready-to-wear for women, and Freedom, a retail chain that specializes in trendy clothing for teenagers.

### **CDP Capital d'Amérique**

CDP Capital d'Amérique invests in mid-sized and large businesses with strong potential for superior returns and growth. It offers a broad range of financing products, with emphasis on equity investments and loans. As at December 31, 2000, the fair value of its overall portfolio totalled \$6.6 billion, distributed in 271 companies. The internal rate of return on the equity portfolio was 13.7%, while that of the debt portfolio was 8.1%.

The Company also manages a portfolio of Québec small-cap public companies whose value reached \$380 million in 2000, up from \$285 million in 1999. This portfolio is one of the largest small-cap portfolios in Canada. It returned 3.2% in 2000,

outperforming the Scotia Capital Québec Equity 60 Small Cap Index by 510 basis points. Since its creation five years ago, the portfolio has generated a compound annual return of 23.1%, or 270 basis points more than the Québec Equity 60.

Although share prices in this sector have dropped in the past two years, the Company continues to support these securities, with investments of \$165 million in 2000. The sector includes many high-quality companies with very attractive long-term growth potential.

During the year, CDP Capital d'Amérique authorized investments of almost \$1.7 billion in 68 companies. The investments include:

- \$25 million in Novacap of Longueuil, a fund that invests in Québec companies in all sectors of activity. This investment will increase the sources of financing for Québec businesses.
- \$48.5 million in Camoplast, a Sherbrooke company that is a leading manufacturer of polymer composite parts for recreational and other vehicles. This investment, made in the form of shares and loans, is a fine illustration of the one-stop financing capability – debt and equity vehicles – offered by CDP Capital d'Amérique. This investment was made jointly with Investissements Desjardins.
- US\$10 million in NutraSweet, a U.S. firm that has been the leading manufacturer of high-intensity sweeteners since aspartame was launched in 1983.
- US\$11 million in MHD Holding of Chicago, a manufacturer and distributor of food products sold under the Nathan's, Scott Petersen, Mosey's, Liguria and Mickelberry's brand names.
- A \$55 million mezzanine loan to Pollyconcept S.A., a French distributor of promotional products active in all Western Europe.
- \$22.1 million in the Mobile Storage Group, a U.S. company that specializes in container and trailer storage. The investment was made in partnership with Winward Capital Partners.
- US\$20 million in Automotive Sealing Systems Holdings, a Luxembourg manufacturer of automotive sealing products.
- \$43 million in Veterinary Centers of America (VCA), a joint investment with Leonard Green & Partners, L.P. VCA is a U.S. company that manages a network of veterinary clinics in the United States.
- \$89 million in General Healthcare of Great Britain, a company that manages private hospitals. BC Partners is the partner in this investment.

## CDP Capital Communications

CDP Capital Communications specializes in financing for companies in the telecommunications, media and cultural industries sectors. Its strategy is to invest in rapidly growing companies, not only in Québec and elsewhere in Canada but also internationally. As at December 31, 2000, its portfolio stood at \$4.3 billion, up 18% from 1999, and comprised investments in 109 firms.

The sectors in which CDP Capital Communications invests have changed very rapidly in recent years. Although the sector is still growing, the share prices of the companies in the telecommunications and media industries experienced a difficult year. This situation is due partially to the euphoria on the NASDAQ in recent years, which led to the overvaluation of many companies, especially in the telecommunications sector. The NASDAQ plummeted 54% from its peak last March, dragging many securities down with it.

In this context, CDP Capital Communications pursued its strategy of partnering with well established companies and relying on its own and its partners' expertise to add value to its investments. Its three-year internal rate of return stands at 17.7%, while at -11.6% in 2000.

During the year, CDP Capital Communications also stepped up its efforts to support Québec companies, especially those in the cultural industries. With *Impresario*, it set the objective of becoming a major player in this area through high-calibre assistance as well as the nature of its investments.

The creation of Quebecor Media is without doubt one of the major developments of 2000. In September, Quebecor and CDP Capital Communications made an offer to purchase all the multiple voting shares of Groupe Vidéotron, through Quebecor Media.

Québec CDP will have invested a total of \$2.2 billion in the creation of Quebecor Media, excluding the transfer of the Vidéotron shares already held, for a total of \$500 million. Quebecor agreed to invest assets and \$1.035 billion in the company. Québec CDP and Quebecor hold respectively 45.3% and 54.7% of Quebecor Media. The new company brings print and electronic media, cable, Internet access, creation of Web content and technology under one umbrella, and will be one of Canada's largest communications groups.

The other highlights of 2000 include:

- An investment in Mosaic Media Group, a U.S. group involved in production of records, films, television programs and Internet content, in addition to talent management. Mosaic was launched in July 1999 and is a joint venture formed by Atlas Entertainment, Atlas-Third Rail Management, Third Rail Records and Gold Miller Company. This strategic partnership brings CDP Capital Communications together with one of Hollywood's leading suppliers of studio films, television programs, musical recordings and new media content. The companies in its portfolio will benefit from this alliance with Mosaic.
- The creation, in co-operation with CDP Capital International and Korean partners, of a US\$500-million fund that invests in South Korea's infrastructure sector. The fund will focus mainly on telecommunications, transportation, and oil and gas infrastructure, as well as water and the environment.

Various investments in companies were made during the year, notably:

- \$600,000 in Dynagram Software, a Québec City firm that specializes in the creation of custom software for document publishing and pre-press.
- A 20% interest in Diesel Marketing, a Montréal firm intent on reengineering itself to become the first company in Canada to offer "hybrid marketing," an approach that combines interactive and mass communication.
- \$1.9 million to assist Toon Boom Technologies with the creation and marketing of a new line of products designed for the Web animation market. Toon Boom Technologies is a Montréal company that has acquired a solid reputation in the animated design and animation market with its USAnimation® software, considered the best animation package by the industry. Major studios such as Warner Bros. and Paramount Pictures have adopted USAnimation®.
- \$9.5 million in Proxima Systems, a Montréal-based provider of customer care and billing software solutions for the cable television, telephony and Internet services markets.
- \$10 million in I.C. Axon, a Montréal firm that develops multimedia and E-learning solutions for the global healthcare industry.

## CDP Sofinov

CDP Sofinov provides venture capital to innovative technology companies with superior growth and performance potential based on leading-edge technologies. Its portfolio consists of investments in companies of all sizes in the life sciences and biotechnology and information and industrial technologies sectors.

The highlights of the year include a large number of initial public offerings (IPOs) and mergers and acquisitions. CDP Sofinov's portfolio has achieved a degree of maturity over the past five years, and the companies in it have often reached a stage where growth is now vital. CDP Sofinov supports its partners in all phases of their growth. This year, it therefore assisted a number of them with technical services or strategic investments.

The Company assisted nine companies with their IPOs:

- H Power Corporation (NASDAQ: HPOW), a designer and marketer of proton exchange membrane fuel cells for the telecommunications sector.
- ART Advanced Research Technologies (TSE: ARA), a company that designs and manufactures a laser-based optical breast-imaging system as well as equipment to detect defects in printed circuit boards.
- Chromos Molecular Systems (TSE: CHR), which designs artificial chromosomes for the treatment of chronic diseases.
- Cryocath Technologies (TSE: CYT), which designs steerable cryoablation catheters permitting minimally invasive surgery.
- Durect Corporation (NASDAQ: DRRX), which designs, manufactures and markets an implant for the controlled long-term delivery of medication.
- Genaisance Pharmaceuticals (NASDAQ: GNOC), which discovers genomic markers that are predictive of drug response.
- Lexicon Genetics (NASDAQ: LEXG), which identifies genes using a proprietary screening technology.
- Neurochem (TSE: NRM), which develops therapeutic molecules used to treat diseases of the nervous system, such as Alzheimer's disease.
- Nexia Biotechnologies (TSE: NXB), which designs transgenic BELE® goats that produce recombinant proteins in their milk.

Moreover, about a dozen companies in CDP Sofinov's portfolio were involved in mergers or acquisitions during the year:

### BIOTECHNOLOGY

- Aegera Therapeutics (Montréal, Québec) was created with the merger of Apoptogen and Exogène Neurosciences.
- Anadys Pharmaceuticals (California, United States) was created when Asklipios Pharmaceuticals and Scriptgen Pharmaceuticals merged.
- Baxter International (Illinois, United States) acquired North American Vaccine.
- NTB Neurotrophic Biosciences (Etobicoke, Ontario) announced its merger with IGT Pharma of Vancouver.
- BioChem Pharma (Laval, Québec) announced its merger with Shire Pharmaceuticals Group of the United Kingdom.

### INDUSTRIAL TECHNOLOGIES

- Hydrogen Systems N.V. acquired a substantial interest in GL & VH Technologies de l'hydrogène.

### INFORMATION TECHNOLOGIES

- Quack.com, a U.S. company, was purchased by America Online (AOL).
- Atrion International merged with Clearcross (Virginia, United States).
- Pyderion Contact Technologies was purchased by Intecom (Texas, United States). The R&D teams will be concentrated in Montréal.
- Locus Dialogue was purchased by InfoSpace (Washington, United States).
- Servicesoft Technologies and Servicesoft Canada merged with Broadbase Software (California, United States).

As at December 31, 2000, the fair value of the Company's portfolio stood at \$1.9 billion and was allocated among 168 companies. The internal rate of return was 67.8% in 2000, and stands at 42.5% over three years.

## Biotechnology and life sciences

The portfolio in this sector, with a fair value of \$1 billion, is invested in 77 companies. In 2000, 29 new investments were authorized, including:

- \$2 million in Neurochem, a Saint-Laurent firm that develops therapeutic molecules used to treat diseases of the nervous system, such as Alzheimer's.
- \$7.3 million in Genaissance Pharmaceuticals, a U.S. provider of pharmacogenomic services for the design of personalized medical treatment.
- \$22.2 million in Forward Ventures IV, L.P., a U.S. health and life sciences venture capital fund that invests in biopharmaceuticals and start-ups.

## Information technologies

The fair value of this portfolio rose to \$687.6 million, allocated among 65 companies. In 2000, 29 new investments were authorized, including:

- \$6 million in Silanis Technology, a Saint-Laurent company that specializes in the design of electronic signatures and document approval management solutions. Silanis Technology developed Approvelt, the first multi-signature electronic approval management software.
- \$7.5 million in SiGe Microsystems, an Ottawa firm that designs electronic components made of silicon-germanium.
- \$36.5 million in Genesis Partners II LDC, an Israeli venture capital fund that invests in information technology companies.

## Industrial technologies

A total of 26 investments are held in this portfolio, which has a fair value of \$207.2 million. The 12 investments authorized in 2000 include:

- \$3.7 million in AstroVision International, a Mississippi supplier of real-time images of the Earth.
- \$4.6 million in Micro Optics Design Corporation, a New Brunswick company that designs precision equipment for automated prescription lens manufacturing.
- \$10.6 million in D.J. Livingston & Co., a New Hampshire firm that designs and manufactures real-time validation systems for manufacturing processes.

## T<sup>2</sup>C<sup>2</sup>/Bio and T<sup>2</sup>C<sup>2</sup>/Info

These two CDP Sofinov satellite limited partnerships have a mission to provide the capital required for start-ups based on technologies developed by universities, public or private research centres as well as the private sector. Investments by the two companies totalled \$17.6 million in 2000.

T<sup>2</sup>C<sup>2</sup>/Info invested \$8.1 million in support and start-up assistance for information technology companies. For example, the Company invested \$1.5 million in Avantas Networks, a new company specializing in fibre optics, and \$950,000 in Nomino, a natural language search engine developed at the Université du Québec à Montréal.

The T<sup>2</sup>C<sup>2</sup>/Info portfolio is invested in 13 companies, including seven that started up in 2000. Since inception in 1997, T<sup>2</sup>C<sup>2</sup>/Info has invested a total of \$15.1 million in the start-up of companies.

T<sup>2</sup>C<sup>2</sup>/Bio invested \$9.5 million in the start-up of health science companies in 2000. For example, an investment of \$320,000 was made jointly with the Société Innovatech Québec et Chaudière-Appalaches in the start-up of Altertek Bio, a Québec City company specializing in tissue engineering whose technologies were first developed at Université Laval. The Company also invested \$650,000 in the start-up of Converzime, whose research on enzymes originated at the Clinical Research Institute of Montréal.

The T<sup>2</sup>C<sup>2</sup>/Bio portfolio was invested in 27 companies at the end of the year, including 10 that started up in 2000. Since its inception in 1997, T<sup>2</sup>C<sup>2</sup>/Bio has invested a total of \$20.5 million in new businesses.

## CDP Financial Services

CDP Financial Services acts as a partner to financial services companies, fund managers, mutual fund dealers and fund sales networks, such as independent brokers. In addition to offering financing adapted to their needs, the Company also awards management mandates.

Its mission is to obtain a high return on the assets under management and to increase the volume of funds managed in Québec. It fulfills this mission through agreements designed to strengthen Québec's financial sector and to develop new financial companies. CDP Financial Services acts on three levels: the promotion, management and distribution of funds.

As at December 31, 2000, the fair value of the Company's portfolio stood at \$802 million, versus \$488 million in 1999, an increase of more than 64%. The portfolio includes investments of \$600.8 million in the form of private equity in 43 companies, and mandates of \$193.3 million have been awarded to fund management specialists. The Company's internal rate of return was 13.6% for 2000.

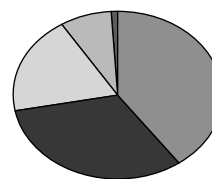
The highlights of the year include the creation of a portfolio managers incubator that will contribute to the development of portfolio expertise, in a project being carried out jointly with the École des Hautes Études Commerciales (HEC), the business school affiliated with the Université de Montréal. Intended for young professionals and recent finance graduates from all Québec universities, as well as financial establishments that want to test new financial models and products, the incubator is an original tool that not only supports and encourages a new generation of managers but also makes it possible to test new management methods in real time without putting capital at risk. The incubator will give rise to new fund management roles and promote the development of financial products in the R&D stage.

CDP Financial Services also made many investments in 2000. These include:

- The conclusion of a partnership agreement with Assurance vie Desjardins-Laurentienne, whereby CDP Financial Services takes a 30% interest in Services financiers La Laurentienne (SFL), one of Québec's largest networks of representatives in life and health insurance, group savings and financial planning.
- \$2.1 million in Coventree Capital Group, a financial services company that specializes in securitization of various financing vehicles.
- The acquisition, in partnership with Nova Bancorp, of SVC O'Donnell, a Canadian mutual fund company.
- A \$2.7-million investment in Groupe BBSP of Paris, the leading European technical analysis adviser on the main G7 interest rate, index and foreign exchange markets. As a result of this new partnership, CDP Financial Services also gave a US\$10-million management mandate to MT Asset Management, a company affiliated with Groupe BBSP that is active in the management of derivatives.
- The acquisition of a 25% interest in Putnam Lovell Group, a leading investment bank focused on the financial services industry, with offices in San Francisco, New York, Los Angeles and London. CDP Financial Services authorized a \$36.8-million investment in Putnam Lovell Equity Partners LP, a Putnam Lovell fund.
- A partnership with Crédit Commercial de France (CCF) led to the creation in Montréal of Myriade, a limited partnership that intends to acquire fund managers in various sectors, so as to gain access to broad expertise and to offer a diversified product line (derivatives, variable-income products, index-linked products, management of foreign funds, etc.). CDP Financial Services and its partner will each invest \$95 million in the transaction.

## GEOGRAPHICAL BREAKDOWN OF CDP CAPITAL INTERNATIONAL PORTFOLIO

as at December 31, 2000  
fair value – in percentage



|                          | %          |
|--------------------------|------------|
| ■ Europe                 | 40         |
| ■ Asia and Pacific       | 32         |
| ■ United States          | 19         |
| ■ Latin America          | 8          |
| ■ Middle East and Africa | 1          |
| <b>TOTAL</b>             | <b>100</b> |

### CDP Capital International

CDP Capital International invests in Europe, Asia, Middle East, Latin America and United States and contributes to the global expansion of its portfolio companies.

To that end, CDP Capital International has internal and external teams abroad that invest in private investment funds and directly in companies. CDP Capital International also manages private investment funds in various countries in partnership with local teams, which enhances Québec CDP's stature in the international arena.

The Company partners with the best private investment managers on the main foreign markets. It therefore seeks partners with solid expertise who can open doors to the most promising business opportunities.

Since 1999, the portfolio has grown 65% to \$1.5 billion as at December 31, 2000. The number of investments increased from 48 to 69 over the same period. The internal rate of return for 2000 was 23.9%.

CDP Capital International expanded its network of partners this year, especially in Asia. Its main activities in 2000 include:

#### Asia

- The creation of the CDP Korea Telecom and Infrastructure Fund, in collaboration with CDP Capital Communications, a US\$500-million fund that will invest in the infrastructure and telecommunications sectors in South Korea. The fund will be managed by a firm whose majority share holder is Québec CDP. It has already attracted a number of prestigious South Korean investors, such as the Korean Development Bank, Hanvit Bank, Samsung Life Insurance Company, Kyobo Life Insurance Company and Tong Yang Investment Bank.



- US\$50 million in KorAm Bank, a Korean bank with assets of US\$20 billion. The investment is part of a larger US\$430-million operation involving The Carlyle Group, JP Morgan Corsair, the Singapore government (GSIC), Prudential Asset Management (PAMA) and PPM Ventures.
- US\$35 million, through the Asia Equity Infrastructure Fund, managed by the company, in Hughes Telecom India Limited, a company that operates a fixed network in the State of Maharashtra in India.

### Latin America

- Strategic partnership with Violy, Byorum & Partners (VB&P), one of the foremost investment banking and advisory firms in Latin America, and investment of US\$10 million in VB&P Holdings, LLC, which includes the investment and asset management operations of the group. This new partnership will accelerate the growth of VB&P operations and give CDP Capital International the opportunity to consolidate its base in Latin America. Moreover, the portfolio firms that are interested in expanding into Latin America will benefit from this addition to the business network.

CDP Capital International has considerably stepped up its activities in several regions of the world in recent years. The Company also plays a vital role in establishing Québec CDP's network of offices abroad. Finally, CDP Capital International supports portfolio companies in their efforts to expand internationally.

### Accès Capital International

In 2000, Accès Capital International completed investments totalling \$12.7 million, notably in GSSLA and Northstar Trade Finance:

- GSSLA is a Latin American subsidiary of Générale de Services Santé N.A. (GSS), a partner of CDP Capital d'Amérique. In Québec, GSS owns and operates eight extended care hospitals and senior citizens residences, in addition to providing health-care and home-maintenance services. GSSLA manages clinics and hospitals in Venezuela and Chile on its own account or for third parties. This investment will enable it to expand in Latin America.
- Northstar Trade Finance provides financing to buyers of exported goods. This investment will serve above all to support our exporters' initiatives more effectively.

### Groupe Expordev

Groupe Expordev's prestigious shareholders include Telesystem, Bombardier, Bronterra International Corporation (Claridge), SNC-Lavalin International and the Export Development Corporation (EDC). Its mission is to market value-added products on promising markets through strategic partnerships and networks abroad.

During the year, Expordev set up an attractive export niche in the hotel sector in South America. It concluded an initial transaction of US\$1.0 million in Argentina for the supply of various Québec products to two hotels with a total of 235 rooms.

Close co-operation with Cadim and the Northstar Group will boost this sector of activity significantly in 2001.

# CDP Real Estate

CDP Real Estate manages the specialized real estate and mortgage portfolios. A team of specialists develops strategies, monitors returns and oversees the activities of the subsidiaries and the companies responsible for operational management.

In 2000, the CDP Real Estate member companies continued their overall strategy of optimizing returns by taking advantage of the differing business and real estate cycles, by selecting investments on the basis of products and sectorial and geographical markets, and by maximizing arbitrage opportunities between holding properties directly and owning real estate securities. In line with their objective of dynamic management of investments, the companies also systematized their asset turnover strategy, mainly involving the disposition of assets that no longer correspond to their growth objectives.

This year, CDP Real Estate was especially active, performing transactions valued at \$6.8 billion, through many acquisitions, new investments, development projects and sale of assets. The year also saw a large number of construction, reconstruction, renovation and leasehold-improvement projects that added value to the group's assets.

The combined assets of the specialized real estate and mortgage portfolios stood at \$19.1 billion as at December 31, or 15.3% of Québec CDP's total assets under management. By way of comparison, the figures for 1999 were \$15.5 billion and 14.7%.

## CDP REAL ESTATE PORTFOLIO

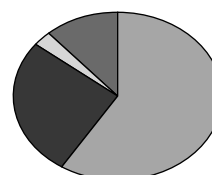
as at December 31, 2000  
fair value - in millions of dollars

| Subsidiaries    | Depositors' assets <sup>1</sup> | Assets under management and assets administered | Total assets under management | Percentage   |
|-----------------|---------------------------------|---|-------------------------------|--------------|
| Cadim           | 2,539.8                         | 1,960.4   | 4,500.2                       | 17.3         |
| Ivanhoe         | 6,892.9                         | 995.8   | 7,888.7                       | 30.4         |
| SITQ IMMOBILIER | 6,803.3                         | 3,894.1   | 10,697.4                      | 41.2         |
| CDP Mortgages   | 2,862.3                         | 20.3  | 2,882.6                       | 11.1         |
| <b>TOTAL</b>    | <b>19,098.3</b>                 | <b>6,870.6</b>                                  | <b>25,968.9</b>               | <b>100.0</b> |

<sup>1</sup> Includes the specialized mortgage and real estate portfolios

## GEOGRAPHICAL BREAKDOWN OF THE SPECIALIZED REAL ESTATE PORTFOLIO

as at December 31, 2000  
fair value - in percentage



|                          | %            |
|--------------------------|--------------|
| Canada                   | 59.0         |
| United States and Mexico | 26.6         |
| Europe                   | 11.5         |
| Asia                     | 2.9          |
| <b>TOTAL</b>             | <b>100.0</b> |

The specialized real estate portfolio returned 18.3%, significantly outperforming its benchmark, the AON index, which posted 14.4% for the year. Assets rose to \$16.2 billion at year-end, up 19% from 1999. Related bank and mortgage loans, third-party minority interests, and other liabilities totalled \$10.5 billion, versus \$9.5 billion in 1999. The portfolio also generated \$830 million of investment income, compared with \$505 million in 1999.

Finally, the specialized mortgage portfolio returned 12.3%, outperforming its benchmark index, the SCM-Universe, by 210 basis points. The portfolio's assets totalled \$2.9 billion as at December 31, 2000, or 2.3% of total assets under management, up 50% from 1999.

## ASSET ALLOCATION OF THE SPECIALIZED REAL ESTATE PORTFOLIO

as at December 31  
fair value - in millions of dollars

|                                   | 2000            |              | 1999            |              |
|-----------------------------------|-----------------|--------------|-----------------|--------------|
|                                   | \$              | %            | \$              | %            |
| Real estate holdings              | 13,862.0        | 85.4         | 11,878.9        | 87.1         |
| Shares and convertible securities | 1,410.7         | 8.7          | 876.8           | 6.4          |
| Mortgages                         | 339.0           | 2.1          | 309.7           | 2.3          |
| Short-term securities and other   | 624.4           | 3.8          | 570.3           | 4.2          |
| <b>TOTAL</b>                      | <b>16,236.1</b> | <b>100.0</b> | <b>13,635.7</b> | <b>100.0</b> |

### Ivanhoe<sup>1</sup>

Ivanhoe manages, develops and invests in retail properties concentrated in urban areas, wholly owned by the Company or held in partnership with other investors. Its subsidiary Cambridge Shopping Centres is a leading owner, manager and developer of regional and super-regional malls in Canada.

In 2000, Ivanhoe carried out a number of major transactions with a total value of \$1.6 billion.

### Acquisitions

During the year, Ivanhoe made top-tier acquisitions totalling \$909 million, including:

- The Montréal Eaton Centre, a prestigious shopping mall on Sainte-Catherine Street. The centre attracts more than 22 million people a year and is the highest-performing shopping centre in Québec.
- A 50% interest in Place Laurier, a super-regional mall in Sainte-Foy, a suburb of Québec City. Ivanhoe manages the centre, which is co-owned by OMERS Realty Corporation. Place Laurier is the largest shopping centre in Eastern Canada and attracts 15 million people a year.

### Real estate development and capital expenditures

Ivanhoe also carried out a number of projects involving property development and capital expenditures. These initiatives totalled \$174 million and featured:

- Redevelopment of the Eaton's building in downtown Montréal, an investment that will ultimately total \$154 million. The Québec retail leader Les Ailes de la Mode will occupy 21,000 m<sup>2</sup> from the ground level to the fourth level. Some 70 stores and businesses will share 12,500 m<sup>2</sup> from the Métro level to the second level. Ivanhoe will develop offices on the upper floors. The work began during the year, and the inauguration is scheduled for the spring of 2002.

- The opening of the first Famous Players Colossus movie theatre complex in Québec, marking the launch of Centropolis Laval, which will be an immense retail and entertainment complex. Centropolis Laval is located in Laval, a Montréal suburb, on 325,150 m<sup>2</sup> of land. In 2000, certain streets were built, and in the near future building construction will begin. On completion, Centropolis Laval will represent an investment of \$200 million.
- Construction of International Plaza in Tampa, Florida, continued in partnership with Taubman Centers. This high-end mall, which is already more than 80% leased, will be inaugurated in September 2001.

### Investments in publicly traded companies

The major transaction of the year was without doubt the acquisition of all the shares of Cambridge Shopping Centres Limited, which owns 39 shopping malls across Canada. This transaction totalling more than \$500 million enabled Ivanhoe to diversify its operations geographically, as well as its risk. The two companies subsequently merged. Ivanhoe Cambridge is one of the largest real estate management, development and investment companies in the country and focuses on high-quality shopping malls in urban settings in Canada and the United States.

### Sales and transfers

Sales and transfers in 2000 totalled \$511 million and included:

- Assignment of a 32.45% interest in two malls, Carrefour Laval and Les Promenades Saint-Bruno, to Cadillac Fairview Corporation in exchange for the Eaton Centre.
- The sale of seven shopping centres in Québec: Carrefour Argenteuil (Lachute), Les Galeries de la Chaudière (Sainte-Marie-de-Beauce), Place la Citienne (La Prairie), Place Portobello (Brossard), Place Sorel (Sorel), Place Belvédère (Sherbrooke) and Centre Forest (Montréal-Nord).

<sup>1</sup> The operations referred to exclude the subsidiary Cambridge Shopping Centres.

- The sale of five shopping centres in Ontario: Markham Corners (Scarborough), Victoria Park Square (North York), Bamburgh Gardens (Scarborough), Miracle Plaza (Dundas) and 751 Upper James (Hamilton).
- The sale of a 50% interest in Northumberland Mall (Cobourg, Ontario).
- The transfer of four shopping centres in the United States to a REIT created with the Wilmorite Group and the National Electrical Benefit Fund of the United States. The properties are Charlestowne Mall (Illinois), Danbury Fair Mall (Connecticut), Eastview Mall (New York) and Eastview Commons (New York).

## SITQ IMMOBILIER<sup>2</sup>

SITQ IMMOBILIER specializes in real estate management, development and investment, focusing on office buildings, business parks and small shopping centres. The properties are wholly owned or held in partnership with other investors. Its subsidiary Pen York Properties oversees the management, development and acquisition of office and industrial properties in the Greater Toronto area.

The Company's operations in 2000 totalled \$1.7 billion.

## Acquisitions

The acquisitions made by SITQ IMMOBILIER during the year totalled \$1.2 billion. Among the most notable were:

- Five prestigious buildings in downtown Montréal for \$728.1 million: Place Ville-Marie, 700 de la Gauchetière Ouest, 1010 Sherbrooke Ouest, 2020 University and 360 Saint-Jacques Ouest.
- A 50% interest in the Sun Life Building, an architectural landmark in downtown Montréal, for \$65.4 million.

<sup>2</sup> The operations referred to exclude the subsidiary Bentall Corporation.

- Place Bell, an office building in Ottawa. The transaction involved disbursements of \$165.9 million and is a first for the company on the Ottawa market.
- Purchase of the interest held by a Québec partner in the Bois-Fontaine office building in Québec City, bringing its ownership stake to 65%.
- Acquisition of First National Bank Center in San Diego (California) following the creation of San Diego Equities REIT I. The office building, totalling 52,850 m<sup>2</sup> on 27 floors, is held jointly with USAA Real Estate Company.

## Real estate development and capital expenditures

SITQ IMMOBILIER was very active in projects involving property development and capital expenditures, which totalled \$132.6 million and included the following:

- Agreement with Lucia, a subsidiary of Colony Capital Fund, to acquire 202,000 m<sup>2</sup> of building rights that include Tour Adria, a 39-story building (59,000 m<sup>2</sup>) in La Défense (Paris), to be delivered in 2003.
- Construction of phase I of the Chiswick business park in London (England), a \$300-million project involving disbursements of \$25.5 million this year. The Company also increased its interest in Chiswick from 12% to about 20%. This project is being carried out in partnership with Schroders Exempt Property Unit Trust and Equitable Life Insurance Society.
- Continued construction at Castle Quay Shopping Centre in Banbury (England), a project representing an investment of more than \$100 million.
- Continued construction of the Cité du Multimédia complex, in Old Montréal. Two years after the launch, four buildings have been completed for a total of 52,000 m<sup>2</sup>, two others are under construction and should be delivered by the summer of 2001, and additions of 22,300 m<sup>2</sup> and 50,000 m<sup>2</sup> are in the planning

## REAL ESTATE SECTOR BREAKDOWN

as at December 31, 2000

fair value - in millions of dollars

| Subsidiaries                      | Commercial buildings | Office      | Industrial | Residential and hotels | Land       | TOTAL        |
|-----------------------------------|----------------------|-------------|------------|------------------------|------------|--------------|
| Cadim                             | 86.3                 | 307.0       | 100.6      | 945.1                  | 92.1       | 1,531.1      |
| Ivanhoe                           | 5,917.3              | 225.5       | 20.2       | –                      | 240.6      | 6,403.6      |
| SITQ IMMOBILIER                   | 371.6                | 5,037.9     | 147.7      | –                      | 370.1      | 5,927.3      |
| TOTAL                             | 6,375.2              | 5,570.4     | 268.5      | 945.1                  | 702.8      | 13,862.0     |
| <i>fair value - in percentage</i> |                      |             |            |                        |            |              |
| <b>2000</b>                       | <b>46.0</b>          | <b>40.2</b> | <b>1.9</b> | <b>6.8</b>             | <b>5.1</b> | <b>100.0</b> |
| 1999                              | 53.6                 | 32.7        | 1.6        | 6.7                    | 5.4        | 100.0        |

stage. This project is being carried out in partnership with SOLIM (a real estate subsidiary of the Fonds de solidarité des travailleurs du Québec) and the Société de développement de Montréal.

### **Investments in publicly traded companies and funds**

SITQ IMMOBILIER invested \$48 million in the Blackstone and Carlyle Realty Partner funds.

The Company currently aims to take Bentall Corporation private by acquiring all outstanding shares at a cash price of \$20 per share. SITQ IMMOBILIER, which holds about 52% of Bentall stock, has signed irrevocable lock-up agreements with Bintree Holdings Ltd. and ACCESS Foundation concerning all their common shares in response to their offer, representing some 42% of the common shares not held by SITQ IMMOBILIER. This offer ties in with SITQ IMMOBILIER's growth strategy of being a leader in the Canadian real estate market and a reference in the U.S. market.

### **Sales and transfers**

Sales and transfers during the year totalled \$347 million and included:

- The sale by SITQ Europe of 20% of its interest in buildings in Paris to the SPID real estate fund, a subsidiary of France's Caisse des Dépôts et Consignations. This is the first real estate partnership between the Company and that institution. SITQ IMMOBILIER is now managing the buildings for its new partner.
- The sale of the LaFayette office building in the United States.
- The sale of the Siemens industrial building in Mexico.
- The sale of 13 shopping centres in Québec.
- The transfer of Republic Place, an office building in Washington, D.C., to a new U.S. REIT, Washington Real Estate Equities REIT I. The REIT was created jointly with USAA Real Estate Company and enabled SITQ IMMOBILIER to acquire an interest in Sequoia Plaza, a complex of three office buildings in Arlington, Virginia.

### **Cadim**

Cadim manages a portfolio consisting mainly of residential properties and unconventional real estate investments – opportunity products, shares of real estate companies and funds, and investments in new markets – held in partnership with other investors.

During the year, the Company carried out transactions totalling \$2.1 billion.

### **Acquisition of properties**

Cadim's acquisitions totalled \$284 million in 2000 and included:

- Interests in properties in the United States and Canada, with partners Cargill, Ellis and Caber, for a total of \$216 million, specifically Marathon Plaza, a 65,000-m<sup>2</sup> office building in San Francisco, and a portfolio of 58 industrial buildings in Toronto.
- An interest of nearly 50% in The Heights at Cape Ann (Massachusetts), a residential complex with 276 apartments. The transaction was carried out through Lend Lease Arch Street Fund II, a REIT held in partnership with Lend Lease Real Estate Investments, Cornell University, Fanny Mae and Bank One.
- Sutton Place (Michigan), a 516-unit apartment complex, in partnership with Lend Lease Real Estate Investments, for \$28 million.

### **Real estate development and capital expenditures**

The Company also made capital expenditures of \$31 million, including:

- Construction of a 100-unit condominium in Les Jardins de Mérici, a Québec City residential complex that already comprises eight buildings, in partnership with the Ruel family of Québec City. Cadim will have the option to construct another building on the land.

### **Investments in publicly traded companies and funds**

Cadim invested \$1.0 billion in opportunity products (public companies and investment funds). The highlights are as follows:

- Acquisition of all the shares of Acanthus Real Estate Corporation, a public Canadian company specializing in the residential sector. This new wholly-owned subsidiary gives Cadim a high-quality pan-Canadian portfolio totalling \$480 million. The residential portfolio held by Acanthus comprises 21 real estate complexes, for a total of 4,921 apartments, located in Ontario and Nova Scotia. Acanthus also has a portfolio of six industrial properties (75,350 m<sup>2</sup>), three office buildings (24,600 m<sup>2</sup>) and 12 small shopping centres (63,100 m<sup>2</sup>). The properties are in Ontario, Alberta, British Columbia and New Brunswick.
- Acquisition of a major interest in The Praedium Group, a U.S. company specializing in real estate investments in North America whose investments to date total US\$2 billion. This transaction has enabled Cadim to tap into an extensive network of U.S. investments and investors.

- Investments totalling \$392 million in various opportunity funds, including Lone Star Opportunity Funds II and III, Asian Property Partners and Lazard & Frères.
- Two investments totalling \$52 million in RioCan, the largest REIT in Canada.

### Financing

Cadim provided a total of \$58 million in financing in 2000, notably for the following project:

- Panorama sur l'Île, a residential project on Cadim's last parcel of land on Nuns' Island, in suburban Montréal. The developer is LSR Construction.

Cadim also disbursed some \$48 million in the form of mezzanine loans in Canada and the United States. This new product, launched in 1999, is a cross between a conventional loan and a direct investment. The mezzanine loan is relatively rare in Canada. It overlays conventional loans and offers a high loan-to-cost ratio of as much as 90% to 95%. This product thus reduces the equity required for building acquisition, development or construction.

### Sales and transfers

A number of sales were effected during the year, for a total of \$686 million. They include:

- The "Foncière de la Cité" portfolio comprising some 40 residential and office buildings in France, mainly in the Paris region.
- Investments in Cypress Lakes, a residential complex with 336 apartments in Boca Raton, Florida, and a commercial property in New York City.
- Interests in the La Laurentienne office complex in Québec City, the CITEC technology park in Saint-Laurent and several parcels of land.

### Cadim-FSTQ New Markets Fund

The Cadim-FSTQ New Markets Fund, created in 1998 in partnership with the Fonds de solidarité des travailleurs du Québec, approved several investments this year:

- Financing for the acquisition of land for phase II of the Julianowska residential complex, a 204-unit condominium project near Warsaw, Poland. To date, the fund has invested US\$5.3 million in the project. Five buildings in phase I, with 286 condominiums, were delivered during the year.
- Financing of the construction of a residential complex of 152 apartments and townhouses in Piaseczno, near Warsaw, in partnership with Québec company Indra Internationale. The fund has invested US\$3.6 million in the project.
- Creation, with its Québec partner J.O. Lévesque Ltée, of a vehicle to obtain certification of Québec construction materials in Poland for maximum distribution of such products.
- A new partnership with Grupo Paulo Octavio, a Brazilian company with operations involving hotels, property development, automobiles and management of rental properties (apartments, shopping centres, stores and offices), and real estate assets worth an estimated US\$152 million. The partnership was formed to construct a residential complex in Brasilia. This is the first real estate partnership in Brazil for CDP Real Estate.

### CDP Mortgages

CDP Mortgages specializes in assets management held in mortgage loans and securities and financial instruments derived from them.

In 2000, the Company was very active with a record volume of loans. Approved investments totalled \$1.4 billion. Many mortgage loans, in amounts ranging from \$750,000 to \$148 million, were provided to a wide range of partners for different types of buildings. These included:

## Québec

- \$3.5 million for Immeubles Gavan SEC (Sainte-Foy)
- \$11 million for Société en commandite Pomerlim (Charlesbourg)
- \$11 million for Les Jardins Dorval (Dorval)
- \$26.5 million for Complexe Saint-Charles (Longueuil)
- \$38.8 million for Place Portobello (Brossard), Place la Cité (La Prairie) and Les Galeries de la Chaudière (Sainte-Marie-de-Beauce)
- \$50 million for Les Rivières shopping centre (Trois-Rivières)
- \$60 million for 630 René-Lévesque (Montréal)

## Outside Québec

- \$37.8 million for five loans acquired from a financial institution (Ontario)
- \$40 million for Queen's Quay Terminal (Toronto)
- \$77 million for Crown Life Place (Toronto)
- \$85 million for the Atrium on Bay (Toronto)
- \$148 million for 483 Bay Street (Toronto)

CDP Mortgages also floated two public issues of commercial mortgage-backed securities (CMBS) on the Canadian market. The first issue, with a face value of \$235 million, involved three mortgage loans on Québec malls: Place Sainte-Foy (Sainte-Foy), Mail Champlain (Brossard) and Les Galeries Rive Nord (Repentigny). The transaction received a subordination rate of 27.6%, so the AAA bonds represented 72.4% of the bonds issued. The second issue, with a face value of \$251 million, involved 57 mortgage loans secured by 71 properties (office, industrial and commercial buildings as well as hotels) in Canada (Québec, Ontario, Nova Scotia, New Brunswick and Alberta). The transaction received an excellent subordination rate of 15%, with the AAA bonds representing 85% of the bonds issued.

Finally, CDP Mortgages launched interim financing, a product intended for short-term financing, especially for building construction. This product enables builders to obtain a loan at the outset of a project for about two years, until the building becomes eligible for long-term financing. The product is available throughout Canada and loans totalling more than \$221 million were provided in Québec, Ontario and Alberta.

# Management for new clients

There are two components to Québec CDP's operations: under the first, reflecting its traditional operations, it manages the assets of about 20 depositors under a particular act, while under the second, reflecting the expansion the institution has undergone over the past few years, it manages and administers assets for clients.

With its solid fund management expertise, the CDP group now provides management services to a number of clients:

- The Public Curator of Québec, for whom it has managed group funds since 1999.
- The Hungarian pension plans Honved and Aranykorona, which hold the funds of the Hungarian armed forces and the employees of the Ministry of Agriculture, respectively.
- Strategic Nova Mutual Funds, StrategicNova Funds Management for which CDP Global Asset Management manages four funds, the StrategicNova Canadian Dividend Fund, its largest fund, the StrategicNova Latin America Fund and the StrategicNova World Precious Metals Fund. CDP Global Asset Management also manages some of the Top Gun funds.
- Cartier Mutual funds, of the Canadian company Cartier Mutual Funds. Pursuant to a multi-management mandate awarded in 1999, CDP Global Asset Management manages three investment funds: Canadian Equity Fund, Canadian Bond Fund and Foreign Equity Fund.
- The Maestral Mutual Funds, which have been offered to the public by Gestion Placements Desjardins since late October. These 10 different funds are based on the multi-management approach. CDP Global Asset Management is one of the managers of Maestral's Canadian Bond, Asset Allocation and Canadian Equity funds.
- A US\$500-million fund that invests in infrastructure projects in South Korea and is managed jointly by CDP Capital International and CDP Capital Communications.
- Northern Trust Global Advisors has given CDP Global Asset Management a sub-adviser mandate to manage a portion of a large Canadian pension fund.
- The Varan Fund, a hedge fund created under the aegis of an external management partnership with Northern Trust Global Advisors.
- The Asia Equity Infrastructure Fund (AEIF), created by CDP Capital International in conjunction with AMP Life and the Asian Development Bank. Several other partners have since joined, including Nippon Life of Japan, the Belgian venture capital fund GIMV, Perez Companac of Argentina, AXA of France and the Fonds de solidarité des travailleurs du Québec. With initial capital of US\$355 million, AEIF finances Asian infrastructure projects exclusively, focusing on telecommunications, transportation, energy and environment.
- SITQ IMMOBILIER manages buildings in Paris, for the SPID real estate fund of Caisse des Dépôts et Consignations.



## Creating opportunities

CDP Advisory Services was created in 1998 to assess and act on new business opportunities. Through advisory services and partnerships with local specialists, the team's role is to set up, manage and administer social support and group savings plans such as pension funds, as well as to manage their reserves effectively. The objective is twofold: to enhance the vitality of local financial markets through sound, rigorous management and to put in place a social safety net through the creation of pension funds.

CDP Advisory Services offers the expertise of Québec CDP and its partner institutions and companies by exporting its model and sharing its experience elsewhere in the world, especially on emerging markets. The services offered range from the transfer of expertise, which may take the form of technical assistance and training for an institution's managers, to asset management, for or in co-operation with a partner.

In the past year, CDP Advisory Services has obtained a number of mandates for Québec CDP:

- Two Hungarian pension plans recently concluded an agreement to have CDP Global Asset Management manage their funds. The assets under management total \$60 million, and the growth outlook is positive, with assets expected to reach \$200 million in 2004.
- An alliance was also formed in Israel. Over the medium term, the Israeli government plans to authorize investment abroad and to promote the development of private pension funds. CDP Global Asset Management could receive a mandate to manage international funds.
- CDP Advisory Services was given a mandate by Algeria's Ministry of Finance to review and document institutional mechanisms and bond market operations in order to compare current processes with best practices. This initiative reflects the government's intention to increase contractual savings and to promote and energize Algeria's financial markets.
- Québec CDP was selected by the Sri Lankan government to assist it with a legislative and regulatory review and the creation of a supervisory and control body for the insurance and pension fund sectors. A project to provide the relevant training and on-site support is being negotiated with Sri Lankan authorities.

- CDP is providing technical assistance to the supplemental pension fund in the Tyrol region of Northern Italy in its efforts to create an institution modelled on Québec CDP.

Collaboration with the CDG of Morocco continued during the year, with training for the institution's managers and the creation of a joint venture capital fund that invests in Morocco's private sector and is managed by CDP.

Finally, CDP Advisory Services continued its business development efforts, especially in the Near East, the Persian Gulf countries and Southeast Asia.

# Depositors' accounts management

To constantly improve quality, the Québec CDP team responsible for managing depositors' accounts meets with the depositors on a regular basis to review investment policies and ensure the CDP group can obtain the best possible returns for them while respecting their risk tolerance and taking their individual financial situations into account.

In this context, the team met with each depositor to make a major change to the investment policies. The foreign exchange hedging policy was revised in April to effect a gradual shift from a policy of complete hedging to 50% hedging of the U.S. and foreign equities portfolios by the end of 2001. Following discussions with the depositors, it was decided that depositors would adopt as of January 2001, the TSE 300 capped index, a benchmark where the weighting of the Nortel security is limited to 10%.

Again this year, an independent firm was mandated by Québec CDP to lead a survey in view of evaluating the level of satisfaction of depositors in terms of services received. The institution also continued the re-engineering its administrative processes undertaken in 1999 to accelerate and improve the production of financial information, i.e., analysis of results and detailed allocation of returns, especially the information provided to depositors, which is among the most detailed on the market. The institution's objective is to go beyond industry standards in this area.

To support this initiative, an extranet site was created where all reports prepared for depositors are posted. The site gives depositors faster access to the reports and permits electronic filing and retrieval.

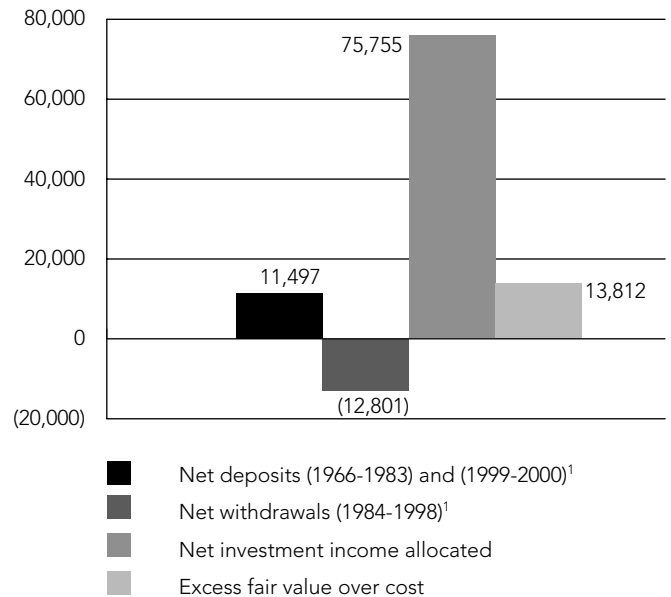
During the year, the team also continued its program of stock market and portfolio management seminars for depositors. A new seminar on derivatives was added to those already available.

## A few figures

In 2000, depositors together made net deposits of \$1.8 billion, whereas their assets grew by \$6.7 billion. This growth is attributable to this year's overall return of 6.2%, which yielded \$4.9 billion in net income. This income is some \$1 billion more than it would have been if CDP teams had merely reproduced, without trying to outperform, the benchmark indices for the various asset classes in the overall portfolio.

## VALUE ADDED TO DEPOSITORS' HOLDINGS SINCE 1966

in millions of dollars



Depositors made net withdrawals exceeding their net deposits but their net holdings totalled \$88,263 million as at December 31, 2000.

<sup>1</sup> Do not include advances to depositors.

Investment income for the past five years totals \$37.5 billion, recorded in assets on the depositors' balance sheets. During the same period, their net withdrawals exceeded their deposits by \$600 million. Fortunately, this tendency for withdrawals to exceed deposits, which began in 1984, reversed itself slightly in 1999 and continued in a positive direction in 2000.

## Pension Plans

The *Government and Public Employees Retirement Plan (RREGOP)* is the largest depositor and includes the contributions made by unionized permanent and casual employees in the public and parapublic sectors while the *Pension plan for Management (PPM)* includes contributions made by management personnel. These plans are administered by the Commission administrative des régimes de retraite et d'assurances (CARRA).

The *Fonds du Régime de rentes du Québec (RRQ)*, the second-largest depositor, provides income security for Québécois, particularly through benefits paid to pensioners. This fund is administered by the Régie des rentes du Québec.

The *Régime supplémentaire de rentes pour les employés de l'industrie de la construction du Québec (CCQ)* oversees the application of collective agreements and laws and regulations governing worker placement, hiring and mobility in the construction industry, as well as the administration of supplemental benefits plan accounts.

The *Fonds d'amortissement des régimes de retraite gouvernementaux (FARRG)* was established to provide the Québec government with the sums necessary to pay its employer contributions to various pension plans.

The *Pension Plan for Elected Municipal Officers* is offered to elected municipal council members and is administered by the Commission administrative des régimes de retraite et d'assurances (CARRA).

The *Régime complémentaire de rentes des techniciens ambulanciers œuvrant au Québec (RRTAQ)*.

Nine other pension plans, called *individual plans* and administered by the Commission administrative des régimes de retraite et d'assurances (CARRA), cover certain contributors working for municipalities, Crown corporations, hospitals and the federal government.

### Insurance Plans

The *Commission de la santé et de la sécurité du travail (CSST)* primarily compensates workers who are victims of industrial accidents and facilitates their rehabilitation.

The *Société de l'assurance automobile du Québec (SAAQ)* has a mission to reduce the risks inherent in road use by controlling access to the highway system and road transportation, promoting highway safety and compensating victims of traffic accidents.

The *Régie de l'assurance-dépôts du Québec* governs the solicitation and receiving of deposits from the public, guarantees the deposit of payments and manages the deposit-insurance fund.

The *Régie des assurances agricoles du Québec* contributes to the economic growth of Québec's agricultural sector by covering the income of its enterprises against natural and market risks.

The *Fonds d'assurance-prêts agricoles et forestiers du Québec (FAPAF)* guarantees lenders repayment of losses resulting from loans provided under laws administered by the Société de financement agricole.

The *Fonds d'assurance-garantie*, administered by the Régie des marchés agricoles et alimentaires du Québec (RAAMQ), is an economic regulatory body whose main functions are to promote effective and orderly marketing of agricultural, food and fish products.

The *Fédération des producteurs de bovins du Québec* is an agricultural association that oversees the study of problems associated with cattle production and marketing.

The *Régime de rentes de survivants* pays a monthly pension to the spouse and children of any person eligible under the plan. The plan covers management personnel in the public and parapublic sectors.

### Other depositors

The *Office de la protection du consommateur (OPC)* manages the Fonds des cautionnements des agents de voyage and the fund of Protégez-Vous magazine, which publishes the OPC's test results.

The *Centre de recherche industrielle du Québec (CRIQ)* acts as a partner in the commercial, industrial and public sectors to stimulate Québec's economic development.

The *Société des alcools du Québec (SAQ)* is in charge of the sale of alcoholic beverages in Québec.

The *Commission des valeurs mobilières du Québec (CVMQ)* oversees the securities market.

## CHANGES IN DEPOSITORS' HOLDINGS

*in millions of dollars*

|             | Net<br>income<br>allocated | Deposits<br>less<br>withdrawals <sup>1</sup> | Unrealized<br>increase (decrease)<br>in value | Increase<br>in depositors'<br>holdings |
|-------------|----------------------------|--|---|--|
| <b>2000</b> | <b>9,126</b>               | <b>1,777</b>                                 | <b>(4,183)</b>                                | <b>6,720</b>                           |
| 1999        | 5,255                      | 1,271  | 6,017   | 12,543                                 |
| 1998        | 4,744                      | (1,412)                                      | 1,622   | 4,954                                  |
| 1997        | 3,743                      | (629)  | 3,518   | 6,632                                  |
| 1996        | 5,680                      | (1,607)                                      | 1,956   | 6,029                                  |

<sup>1</sup> Do not include advances to depositors.

## DEPOSITORS

as at December 31, 2000  
fair value - in millions of dollars

|   | Abbrevia-<br>tion | First<br>deposit | Number of<br>contributors <sup>1</sup> | Depositors' holdings |              |               |              |
|---|-------------------|------------------|--|----------------------|--------------|---------------|--------------|
|   |                   |                  |  | 2000                 |              | 1999          |              |
|   |                   |                  |  | \$                   | %            | \$            | %            |
| <b>PUBLIC PENSION PLANS</b>   |                   |                  |  |                      |              |               |              |
| <b>Régie des rentes du Québec</b>   | RRQ               |                  |  |                      |              |               |              |
| Fonds du Régime de rentes du Québec   |                   | 1966             | 3,568,626                              | 18,599               | 21.1         | 17,811        | 21.8         |
| <b>Commission de la construction du Québec</b>  | CCQ               |                  |  |                      |              |               |              |
| Supplemental Pension Plan for Employees<br>of the Québec Construction Industry            |                   | 1970             | 91,790                                 | 8,084                | 9.1          | 7,727         | 9.5          |
| <b>Commission administrative des régimes<br/>de retraite et d'assurances</b>              | CARRA             |                  |  |                      |              |               |              |
| Government and Public Employees<br>Retirement Plan (unionized level)                      | RREGOP            | 1973             | 425,000                                | 31,638               | 35.8         | 29,719        | 36.5         |
| Pension Plan for management <sup>2</sup>  | PPM               | 1973             | 22,000                                 | 4,820                | 5.5          | 4,474         | 5.5          |
| Retirement Plan for Mayors<br>and Councillors of Municipalities <sup>3</sup>              |                   | 1975             | -                                      | -                    | -            | -             | -            |
| Individual Plans  |                   | 1977             | 320                                    | 197                  | 0.3          | 190           | 0.2          |
| Pension Plan for Elected Municipal Officers   |                   | 1989             | 2,100                                  | 209                  | 0.2          | 195           | 0.3          |
| <b>Régime complémentaire de rentes des techniciens<br/>ambulanciers œuvrant au Québec</b> | RRTAQ             | 1990             | 3,349                                  | 122                  | 0.2          | 108           | 0.1          |
| <b>Fonds d'amortissement des régimes de<br/>retraite gouvernementaux</b>                  | FARRG             | 1994             | 1                                      | 7,023                | 8.0          | 4,595         | 5.6          |
| <b>INSURANCE PLANS</b>  |                   |                  |  |                      |              |               |              |
| <b>Régie des marchés agricoles et alimentaires<br/>du Québec</b>                          | RMAAQ             |                  |  |                      |              |               |              |
| <b>Fonds d'assurance-garantie</b>   |                   | 1967             | 78                                     | 5                    | -            | 4             | -            |
| <b>Régie des assurances agricoles du Québec</b>   |                   | 1968             | 20,297                                 | 22                   | -            | 13            | -            |
| <b>Régie de l'assurance-dépôts du Québec</b>  |                   | 1969             | 1,026                                  | 203                  | 0.2          | 181           | 0.2          |
| <b>Commission de la santé et de la sécurité du travail</b>                                | CSST              | 1973             | 181,474                                | 9,183                | 10.4         | 8,636         | 10.6         |
| <b>Société de l'assurance automobile du Québec</b>  | SAAQ              | 1978             | 4,579,218                              | 7,663                | 8.7          | 7,409         | 9.1          |
| <b>Fonds d'assurance-prêts agricoles et forestiers<br/>du Québec</b>                      | FAPAF             | 1978             | 1                                      | 83                   | 0.1          | 71            | 0.1          |
| <b>La Fédération des producteurs de bovins<br/>du Québec</b>                              |                   | 1989             | 23,566                                 | 3                    | -            | 3             | -            |
| <b>Régime de rentes de survivants</b>   |                   | 1997             | 1                                      | 377                  | 0.4          | 364           | 0.5          |
| <b>OTHER DEPOSITORS</b>   |                   |                  |  |                      |              |               |              |
| <b>Office de la protection du consommateur</b>  | OPC               | 1992             | 1,092                                  | 9                    | -            | 9             | -            |
| <b>Centre de recherche industrielle du Québec<sup>4</sup></b>                             | CRIQ              | 1994             | -                                      | -                    | -            | -             | -            |
| <b>Société des alcools du Québec<sup>4</sup></b>  | SAQ               | 1994             | -                                      | -                    | -            | 26            | -            |
| <b>Commission des valeurs mobilières du Québec<sup>4</sup></b>                            | CVMQ              | 1998             | -                                      | 23                   | -            | 8             | -            |
| <b>TOTAL</b>  |                   |                  |  | <b>88,263</b>        | <b>100.0</b> | <b>81,543</b> | <b>100.0</b> |

<sup>1</sup> Estimate.

<sup>2</sup> Previously known as the Government and Public Employees Retirement Plan – contributions from non-unionized level employees.

<sup>3</sup> In 1992, the net assets of this plan's fund were merged with that of the Pension Plan for Elected Municipal Officers.

<sup>4</sup> These depositors solely use the Québec CDP's cash management services.

# Administration, Human Resources, Institutional Affairs and Public Affairs

## Planning

Planning activities in 2000 focused on the institution's objective of remaining one of the best fund managers in the Americas.

Its various administrative units were therefore called on to specify their action priorities for 2000 and 2001. It is CDP's intention to follow and surpass industry best practice, on an ongoing basis, in all its sectors of activity.

This objective compels the institution to detail its strategies for dealing with the rapid globalization of the fund management industry. Accordingly, it is actively working to constantly improve the products and services that it offers depositors and clients, and to develop the potential of new products and clientele.

## Information Systems

Planning undertaken in recent years combined with the many projects carried out to upgrade information systems ensured a smooth Y2K transition. Early in the year, the CDP group began putting in place an architecture plan to meet the objectives set in the various business plans, in particular to:

- Increase assets
- Improve operating efficiency
- Permit faster settlement of operations
- Reinforce processing systems
- Provide operational support to CDP's offices abroad

This architecture plan led to a number of major activities, including:

- Implementation of an integrated derivatives management system
- Creation of an extranet linking CDP to its depositors
- Study for implementation of an order management system for equities
- Implementation of a system to monitor business opportunities for CDP Private Equity
- Constant upgrading of the technology environment and backup systems
- Implementation of support infrastructure for the offices abroad.

## Administrative and accounting services

The past year was characterized by various projects to incorporate new functionalities into CDP group's systems and a review of processes to achieve objectives involving optimization of the production of financial information intended for in-house managers as well as depositors and new clients. For example, this work reduced the time required to produce depositors' statements of account to 10 business days after month-end, which enables Québec CDP to meet industry best-practice criteria.

The personnel of several administrative units were mobilized to implement an integrated derivatives management system. This cutting-edge system enables CDP group to rigorously process, record and monitor its vital and increasingly complex operations involving derivatives.

The transactions carried out by the CDP group continued to increase during the year. The number of investments totalled 271,862, up 20% from 1999.

To optimize its own transactions as well as those involving its custodians, Québec CDP began a consolidation exercise to cut costs while ensuring quality control for its inventory of securities and settlement of transactions. The number of securities custodians was reduced from four to two during the year, securities custody mandates were awarded according to two categories: investments in North America and in other continents.

Administrative and accounting services were also closely involved in setting up an administrative structure for new client management. In addition, three new specialized portfolios and three new individual funds were created in 2000. It should be noted that Québec CDP shares its technological and administrative infrastructure with the subsidiaries, which have included CDP Global Asset Management since last June.

## Human resources

CDP group performance depends to a great extent on the expertise and professionalism of its teams. The institution sets itself apart from many of its peers with active management of almost all assets, which requires qualified, competent and creative personnel. Moreover, a solid team supports operations, in administration, accounting, portfolio management support, marketing and communications.

Since April 1, 2000, a policy revised and approved by the Resources Committee and the Board of Directors has governed human resources management. The changes made concern mainly the parameters governing sick leave, overtime and bonuses, and are intended to adapt them to the reality of benchmark markets.

As at December 31, 2000, CDP group, including CDP Global Asset Management and the CDP Private Equity subsidiaries, had 440 full-time employees, 194 of them women and 246 men, whose occupations require a high level of expertise in all sectors. The staff includes:

- 307 university graduates, of whom six hold doctorates and 137 Master's degrees.
- 67 employees who hold the Chartered Financial Analyst (CFA) designation and 85 others who are studying to obtain it. CDP has the highest concentration of CFAs in Canada.
- 53 employees with an accounting designation (CA, CGA and CMA). The number of professionals in this area has risen sharply in recent years in response to increasingly sophisticated financial-management needs.

In addition, CDP Real Estate and its subsidiaries have 978 full-time employees.

Given the expertise that its teams must possess, Québec CDP pays special attention to professional development. During the year, 269 people were enrolled in customized training programs, while 130 employees took courses to improve their English and Spanish communication skills.

Internships are also offered to new university graduates in areas such as finance, economics and applied mathematics. The internships are designed to round out their fund-management and investment training, and to help meet succession needs. In 2000, 45 graduates took part in the program. Thirteen subsequently obtained temporary or full-time employment with CDP group.

Finally, along with Montréal brokerage firms, CDP is involved in a program to prepare a new generation of specialists. In 2000, 25 people took part in the program, which has created internships for 216 people to date.

The efforts made in training, professional development and succession meet the need for specialized personnel created by the increasing complexity of the financial markets on which CDP group invests. Traditional requirements are becoming more diversified. For example, private investments call for an increasingly broad range of skills involving business development, customer service and knowledge of industrial sectors, in addition to finance competencies. In the context of global financial markets, CDP must ensure that it has expertise adapted to this reality.

In recent years, the teams have therefore received customized training in such areas as the client-based approach, the Code of Ethics and Professional Conduct, corporate governance, shareholder agreements.

### **Institutional affairs**

Application of Québec CDP's Code of Ethics and Professional Conduct is a priority. The institution ensures that the staff is familiar with the Code and that its subsidiaries devote the necessary attention to it. Once a year, staff members are required to sign a statement of disclosure concerning their personal investments. Moreover, constant reminders of certain portions of the Code are issued.

A manual of policies and guidelines is available on the Intranet site so that all employees can access useful information on the CDP group.

CDP also applies a policy and guidelines on contracts, which state the principles and rules governing the purchase or rental of goods and services requiring a contract. This policy calls for the award of contracts by tender and also specifies limits and exceptions.

### **Management of the work environment**

CDP devotes considerable effort to managing its work environment, primarily because of the growth of staff levels. The institution decided this year to place all its business operations under one roof and announced the construction of a business office in Montréal and the development of the Québec City head office in the Price building.

#### **Montréal business office**

In June 2000, CDP officially announced the location selected for its new Montréal business office. The new building will be in the heart of the international district in the block bounded by Saint-Antoine, Viger, Place-du-Palais and Square Victoria. The 67,260 m<sup>2</sup> building is scheduled to be ready for occupancy by the end of 2002 and will house some 1,500 employees.

Located strategically between the downtown business district on the one hand, and Old Montréal and the Cité du Multimédia on the other, CDP group's office building will make a major contribution to urban development and revitalization of the international district. The area already contains a high concentration of international organizations, including the International Civil Aviation Organization (ICAO) and International Air Transport Association (IATA), as well as the Convention Centre, World Trade Centre, Montréal International and Montréal Exchange.

The decision to place all Montréal activities under one roof aims at increasing the synergies between the various business units.

The growth of assets under management, the addition of new expertise and new clients, and the hiring of new personnel have created the need for additional space and played a determining role in the decision to build new offices.

The new building will be a daring piece of architecture featuring a horizontal structure. Since it will be built above a Ville-Marie Expressway section that has been covered since December 2000, the building has already significantly enhanced the area's urban fabric. It will blend harmoniously into the international district and Old Montréal alike.

The building's various sections will be linked by a glass vein, which will provide natural light to a large portion of the complex. The building's two façades will overlook the main public squares in the international district, namely Square Victoria and the future Place-du-Palais. Thus the building will also link the east-west underground pedestrian network, with direct access to the Square Victoria and Place d'Armes Metro stations.

### Québec City head office

Québec CDP selected the Price building, one of Québec City's architectural gems, as the site of its head office, where it will consolidate its activities in the area. Renovations and work to bring the building up to standard will cost an estimated \$5 million and should take eight months, with completion scheduled for the spring of 2001. Personnel will move into the building at that time. CDP subsidiary SITQ IMMOBILIER is acting as project manager.

Placing all the activities in the Québec City region under one roof will maximize the synergies between the various operating units. Almost 100 people work in Québec City for CDP and its subsidiaries CDP Mortgages, CDP Accès Capital, CDP Sofinov and CDP Capital Communications, and they are currently housed in various buildings in Sainte-Foy and Québec City. Eventually, some of the group's satellite companies may also move into the head office.

### Offices abroad

In January 2000, a business office was opened in Paris to capitalize on the increasing potential of the European market. The office is the main gateway to operations on the entire Continent, and its staff work closely with all the investment teams in Montréal. The team at the Paris office covers Europe in its entirety and all CDP asset classes, in particular stocks, bonds, private equity and real estate.

CDP group's network already comprises managers posted in Europe at offices in Bilbao (Spain), Brussels (Belgium), Warsaw (Poland) and Budapest (Hungary), as well as in Tel Aviv (Israel). In 2001, CDP plans to open a business office in Tokyo to serve the Asian market and strengthen its international presence.

### Communications, public affairs and marketing

In line with its tradition of disseminating information, Québec CDP once again produced various specialized publications, such as the ImmoCaisse and Accès Capital newsletters and the twice-yearly Cycles et Tendances. These publications are available on the Web site at [www.cdpcapital.com](http://www.cdpcapital.com).

In media relations, the number of press releases was up once again, to 145 at year-end, and the interviews granted almost tripled, which significantly raised the institution's profile in various specialized media. A number of major developments received considerable media coverage, especially the acquisition of Groupe Vidéotron by Quebecor Media, a company formed as a result of a partnership between CDP Capital Communications and Quebecor, and Ivanhoe's acquisition of all the shares of Cambridge Shopping Centres.

The program of regional tours by management continued during the year, with visits to Québec City, Drummondville, Trois-Rivières, Saint-Hyacinthe and the Beauce-Appalaches region. Articles were prepared and published in regional weeklies under the by-lines of the managers of the offices in the CDP Accès Capital network.

A great deal of effort was invested in internal communications in 2000. A daily electronic newspaper has been published since the fall. *Le Scoop* is posted on the Intranet and presents general-interest news in a format that makes for a quick and pleasant read. This new tool enables employees to stay up-to-the-minute with the latest events. In addition, an internal communications committee of representatives drawn from CDP's main sectors of activity was created to ensure that all needs in this area are met.

Québec CDP also renewed its commitment to finance students, especially through involvement in many university events. The institution supported the 13th Jeux du Commerce, the Québec Youth Summit, and stock market simulations organized by

Université Laval and the Université du Québec à Trois-Rivières.

The institution also promoted itself by taking part in various events held throughout the world, notably in Paris, the Near East, the Middle East and California. In light of the increasing number of foreign delegations that want to visit, it is clear that the institution's profile is rising throughout the world. In 2000, six delegations – from Malaysia, the Philippines, Morocco, Korea, France and the United States – came to Montréal to meet CDP managers and executives.

The number of forums and events in which representatives took part continued to increase. Speakers were invited to share their vision of business and financial issues with such organizations as the Canadian Club of Montréal, the Conseil du Patronat du Québec, Sommet Capital 2000, Entretiens Jacques-Cartier, Alliance Canada-Hong Kong and the Board of Trade of Metropolitan Montreal.

Many activities were held to support the business development efforts of the CDP Private Equity subsidiaries. Three meetings were organized for CDP Financial Services, CDP Capital Communications and CDP Capital d'Amérique partners. A CDP Financial Services representative once again delivered a speech at a meeting held for the business community. As well, several sponsorships were provided, for events such as Bio-Contact, Objectif Entrepreneurship, Le Gala des 500, Bourse Rideau, Bio 2000 and Montréal, plaque tournante de la biotechnologie.

Moreover, for the first time in its history, Québec CDP developed a print media and television advertising campaign. Using the slogan *Investing more than money*, the campaign promoted CDP's financial commitment to Québec companies, whether they are SMEs or world-class corporations. Testimonials by various businesses were featured, notably *My Virtual Model*, Mechtronix Systems, Alimentation Couche-Tard, Portes Baillargeon, Neurochem and Ronor Innovations.

Finally, Québec CDP took part once again in the Québec City and Montréal Savings and Investments Marketplaces and presented the Relève financière award.



# Corporate Governance

## Amendments to the Corporate Governance By-law

The government approved amendments to Québec CDP's Corporate Governance By-law in 2000. The main amendments are intended to achieve the following:

- To modernize rules governing the Board of Directors;
- To complete the types of specialized portfolios that can be created so as to permit the creation of portfolios that contain investment classes not previously specified, such as specialized portfolios of currencies, diversified products, derivatives, etc.;
- To ensure that participation deposits can be received for all funds each month, and to broaden the conditions for remuneration paid on term deposits and demand deposits so that such remuneration can be determined on the basis of not only the money market but also markets such as stocks and bonds.

## Board of Directors

The Board of Directors consists of Québec CDP's CEO, who is the Chairman, depositors' representatives, namely as at December 31, 2000, the President and General Manager of the Régie des rentes du Québec, the Chairman of the Commission administrative des régimes de retraite et d'assurances, and the Chairman and Chief Executive Officer of the Société de l'assurance automobile du Québec, as well as members of the business community and the co-operative sector and labour union leaders.

The Board's role is to ensure that the Québec CDP is managed in accordance with the provisions of its incorporating act and by-laws. It also sees that the institution takes the measures required to achieve the objectives stated in its mission: to achieve an optimal financial return, to contribute to economic growth and to preserve the capital under management.

The Board reviews and approves the main policies and strategic orientations, such as the investment program for the year. It also conducts an annual review of the sectors of activity and receives reports from various committees and ad-hoc working groups when it must consider specific matters.

It is also informed of any transaction, decision, investment or other matter that requires special attention because of its intrinsic importance or its impact on the portfolio or on the asset allocation or for any other reason.

The Board of Directors delegates the review of specific matters to committees made up of CDP Board members. In view of the rapid development the institution has experienced over the past five years, its increasingly important international role, its objective of achieving recognition as a foremost and expanding fund manager active on all organized markets and a private equity leader, the Board of Directors approved the creation of the Resources Committee – Senior Management. One of this committee's functions is to review the process used to appoint members of CDP's senior management.

The Board also delegates to the subsidiaries' boards of directors certain powers to make private investments in the different sectors of activity for which the subsidiaries were created, in line with their missions.

The Board of Directors met 15 times during the year. It worked actively on implementation of measures to give effect to the strategic orientations and priorities adopted for the years to come. It also reviewed certain sectors of activity, as well as the business plans of the CDP Private Equity and CDP Real Estate subsidiaries, and approved the new structure for delegation of authority. It also devoted special attention to matters involving Vidéotron and Cambridge, and approved construction of the new business office in Montréal.

## Audit Committee

The Audit Committee examines the annual and quarterly financial statements and recommends their approval to the Board of Directors. It also evaluates the mandate and the nature of the audit work performed and monitors the effectiveness of the internal control systems and mechanisms. The Audit Committee met four times during the year.

## Resources Committee – Senior Management

The Resources Committee – Senior Management examines the process used to appoint members of Québec CDP's senior management, defines their respective responsibilities and ensures the succession plan is appropriate. The committee also receives proposals, submits opinions and makes recommendations to the Board of Directors regarding the senior management organizational chart, and the selection and hiring of any member of senior management. For the position of Chairman and Chief Executive Officer, it makes its recommendations to the Québec government. The committee met once during the year.

## Resources Committee

The Resources Committee receives proposals, submits its opinions and makes recommendations to the Board to Directors regarding human, financial and computer resources. More specifically, it studies the remuneration policy and the operating and capital budgets. The Resources Committee held six meetings during the year.

## Real Estate Portfolio Management Committee

The Real Estate Portfolio Management Committee (the CDP Real Estate Board of Directors) studies the annual strategic plan, receives management reports and approves or recommends certain investment proposals to CDP's Board of Directors. The CDP Real Estate Board met 12 times during the year.

## Ethics, Professional Conduct and Corporate Governance Committee

The Ethics, Professional Conduct and Corporate Governance Committee studies reports on the application of the Code of Ethics and Professional Conduct and on the exercise of Québec CDP's voting rights. It provides opinions on any matter covered by the Code or pertaining to its application, as required. It also ensures that the Corporate Governance Policy is updated. The Committee met once in 2000.

## Investment Committees

Apart from the Committees of the Board, Québec CDP has eight investment committees and sub-committees.

- The main mandate of the Investment Steering Committee is to review the general investment policy as well as the specific policies arising therefrom, including sectorial policies, and to monitor depositors' investment policies, overall risk management and performance analysis. It also provides opinions and makes recommendations as required, as well as overseeing the activities of the team responsible for management of depositors' accounts.
- The Integrated Risk Management Committee, a sub-committee of the Investment Steering Committee, has met once a month since it was created in 2000. It proposes strategic risk management orientations and policies for the entire CDP group, recommends priority work plans to assign resources to the most important risk elements, harmonizes the methods, systems and models used to identify and analyze risk,

reviews the structure for delegation of authority and the approval limits and monitors risk to ensure it is managed properly. The Integrated Risk Management Committee reports to the Audit Committee.

- The Equity Management, Interest Rate Management and Currency Management committees propose sectorial investment policies, approve management methods and oversee investment operations for their respective sectors.
- The Asset Allocation Active Management Committee performs tactical and strategic management of fund allocation and investment positions among the major asset classes.
- The CDP Real Estate Committee and the CDP Private Equity Committee have a mandate to propose sector-based investment policies, ensure client satisfaction and quality of service, determine strategic orientations suited to Québec's economy and ensure a flow of information among all the components of the CDP group.

## **Investment Committees**

Investment Committees are under the responsibility of the CDP Private Equity subsidiaries. The Committees' main mandate is to:

- Analyze and approve or recommend, as the case may be, investment proposals for their respective sectors;
- Analyze and recommend the business plan for their respective sectors, monitor it and co-ordinate their activities;
- Make any other recommendation to the boards;
- Report to the boards of directors of the subsidiaries concerned by the Committees.

The Investment Committees are:

- Asia Investment Committee
- Europe Investment Committee
- Latin America Investment Committee
- Corporate Debt Investment Committee
- Equity and Quasi-equity Investment Committee
- Accès Capital Recreation and Tourism Investment Committee
- InnovAccès Investment Committee
- Startup capital – Imprésario Investment Committee
- Accès Capital International Investment Committee
- CDP Accès Capital network Investment Committees

### **Compliance with the highest standards**

Québec CDP's operations comply with the requirements of the *Act respecting the Caisse de dépôt et placement du Québec* and industry practice. Its financial statements are prepared in accordance with generally accepted accounting principles, and the calculation of returns meets the requirements of the *Association for Investment Management and Research* (AIMR).

The Auditor General of Québec audits the financial statements and ensures that the institution's operations comply with the Act. Aon Consulting has certified that the presentation of results and calculation of returns meet the high standards established by the AIMR. A firm of outside consultants has given its opinion on the design, effective operation and ongoing application of control procedures within the organization which provides the majority of computer services to Québec CDP.

The market values given for investments are determined using valuation methods used in capital markets, such as the annualization of future cash flows at the current interest rate and the closing prices of the major stock exchanges as well as those provided by recognized brokerage firms. For private investments, the values are assessed annually by outside corporations or through a process of detailed analysis independent of management.

***Québec CDP has designated Corporate Secretary, Ginette Depelteau, as the person responsible for receiving and analyzing complaints from clients and the public and devoting the necessary attention to them.***

Ms Ginette Depelteau  
Phone : (514) 847-5901  
Fax: (514) 847-5445  
E-mail : [fparent@cdpcapital.com](mailto:fparent@cdpcapital.com)

# Financial statement

- Report of Management ..... 53**
- Auditor’s Report ..... 53**
- Financial statements ..... 54**
- Supplementary informations -  
Summary financial statements for the funds ..... 72**
- Supplementary informations -  
Summary financial statements  
for the specialized portfolios ..... 76**

## REPORT OF MANAGEMENT

The financial statements of the Caisse de dépôt et placement du Québec were prepared by management, which is responsible for their preparation and presentation, including estimates and material judgements. This responsibility includes selecting the appropriate accounting policies in accordance with generally accepted accounting principles in Canada. Management is also responsible for the information and declarations disclosed in other sections of the Operations report, and ensures that the financial information presented elsewhere in this annual report is consistent with that shown in the financial statements.

Management maintains systems of internal accounting controls which are designed to provide reasonable assurance that assets are safeguarded and that transactions are recorded in an appropriate and timely manner, that they are duly authorized and allow for the preparation of reliable financial statements. The internal audit team reviews the internal controls on a regular basis to ensure they are adequate and applied consistently by the Caisse.


The Caisse is aware of its responsibility to manage its operations in accordance with the rules and regulations that govern the institution.

The Board of Directors supervises the manner in which management assumes its responsibility regarding financial information, and it has approved the financial statements. The Board of Directors is assisted by the Audit Committee, of which only one member is also an officer of the Caisse. The Audit Committee meets with management and the auditor, examines the financial statements and recommends their approval by the Board of Directors.

The financial statements of the Caisse are audited by the Auditor General of Québec, who conducted his audit in accordance with generally accepted auditing standards in Canada. The auditor's report covers the nature and scope of the audit and expresses the auditor's opinion on the financial statements. The Auditor General has unrestricted access to the Audit Committee to discuss any matter relating to his audit.



Jean-Claude Scraire  
Chairman of the Board and Chief Executive Officer



Bertrand Lauzon  
Executive Vice-President, Finance and Information Technologies

Montréal, February 22, 2001

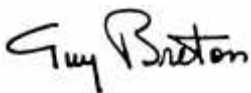
## AUDITOR'S REPORT

To the National Assembly

I have audited the combined statement of net assets of the Funds of the Caisse de dépôt et placement du Québec as at December 31, 2000, the combined statement of income, and the combined statement of changes in net assets for the year then ended. These financial statements are the responsibility of the Caisse's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards in Canada. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these combined financial statements present fairly, in all material respects, the financial position of these Funds as at December 31, 2000 and the results of their operations and the changes in their net assets for the year then ended in accordance with generally accepted accounting principles in Canada. As required by the *Auditor General Act* (R.S.Q., chapter V-5.01), I report that, in my opinion, these principles have been applied on a basis consistent with that of the preceding year.



Guy Breton, FCA  
Auditor General of Québec  
Québec City, February 22, 2001

**FINANCIAL STATEMENTS**

**COMBINED STATEMENT OF NET ASSETS  
AS AT DECEMBER 31, 2000**

|   | 2000                     | 1999           |
|---|--------------------------|----------------|
|   | (in millions of dollars) |                |
| <b>ASSETS</b>   |                          |                |
| Investments at fair value <i>(Note 3)</i>                                 |                          |                |
| Bonds   | 40,577                   | 33,531         |
| Shares and convertible securities   | 44,038                   | 44,727         |
| Mortgages   | 2,563                    | 1,875          |
| Real estate holdings  | 13,879                   | 11,921         |
| Short-term investments  | 5,690                    | 5,109          |
| Securities acquired under reverse repurchase agreements                   | 2,963                    | 1,417          |
|   | <b>109,710</b>           | <b>98,580</b>  |
| Advances to depositors  | 910                      | 477            |
| Investment income, accrued and receivable                                 | 879                      | 816            |
| Transactions being settled  | 1,299                    | 421            |
| Other assets  | 622                      | 444            |
|   | <b>113,420</b>           | <b>100,738</b> |
| <b>LIABILITIES</b>  |                          |                |
| Deposits on loans of securities <i>(Note 3)</i>                           | 5,830                    | 4,539          |
| Loans and notes payable <i>(Note 3)</i>                                   | 1,328                    | 1,029          |
| Transactions being settled  | 2,534                    | 462            |
| Commitments related to short selling of securities <i>(Note 3)</i>        | 7,179                    | 4,863          |
| Mortgage loans payable <i>(Note 3)</i>                                    | 5,422                    | 5,030          |
| Derivative financial instruments <i>(Note 3)</i>                          | 1,466                    | 1,569          |
| Other liabilities   | 619                      | 512            |
| Non-controlling interests <i>(Note 3)</i>                                 | 779                      | 1,191          |
|   | <b>25,157</b>            | <b>19,195</b>  |
| <b>DEPOSITORS' HOLDINGS</b> <i>(Note 4)</i>                               | <b>88,263</b>            | <b>81,543</b>  |
| <b>DERIVATIVE FINANCIAL INSTRUMENTS</b> <i>(Note 6)</i>                   |                          |                |
| <b>BREAKDOWN OF COMBINED NET ASSETS</b> <i>(complementary statistics)</i> |                          |                |

On behalf of the Board of Directors,



Jean-Claude Scaire



Jean-Claude Bachand

**COMBINED STATEMENT OF INCOME FOR  
THE YEAR ENDED DECEMBER 31, 2000**

|   | <b>2000</b>              | 1999  |
|---|--------------------------|-------|
|   | (in millions of dollars) |       |
| <b>INCOME</b>   |                          |       |
| Investment income   |                          |       |
| Bonds   | <b>2,103</b>             | 1,817 |
| Shares and convertible securities                                       | <b>629</b>               | 562   |
| Mortgages   | <b>147</b>               | 127   |
| Real estate holdings  | <b>569</b>               | 479   |
| Short-term investments  | <b>489</b>               | 205   |
|   | <b>3,937</b>             | 3,190 |
| Commitment an investment application analysis fees - CDP Private Equity | <b>16</b>                | 24    |
| Other income  | <b>25</b>                | 26    |
|   | <b>3,978</b>             | 3,240 |
| Less:   |                          |       |
| Investment management expenses ( <i>Note 5</i> )                        |                          |       |
| CDP Global Asset Management and institutional services                  | <b>46</b>                | 42    |
| CDP Private Equity  | <b>31</b>                | 22    |
| CDP Real Estate   | <b>24</b>                | 20    |
| External - management and safekeeping of securities                     | <b>13</b>                | 11    |
|   | <b>114</b>               | 95    |
|   | <b>3,864</b>             | 3,145 |
| <b>EXPENDITURES</b>   |                          |       |
| Administrative expenses ( <i>Note 5</i> )                               |                          |       |
| CDP Global Asset Management and institutional services                  | <b>17</b>                | 16    |
| CDP Private Equity  | <b>4</b>                 | 2     |
| CDP Real Estate   | <b>27</b>                | 20    |
|   | <b>48</b>                | 38    |
| <b>INCOME BEFORE THE FOLLOWING ITEM</b>                                 | <b>3,816</b>             | 3,107 |
| Less:   |                          |       |
| Non-controlling interests   | <b>82</b>                | 80    |
| <b>NET INVESTMENT INCOME</b>  | <b>3,734</b>             | 3,027 |



**COMBINED STATEMENT OF CHANGES IN NET ASSETS  
FOR THE YEAR ENDED DECEMBER 31, 2000**

|   | 2000                     | 1999          |
|---|--------------------------|---------------|
|   | (in millions of dollars) |               |
| <b>INVESTMENT OPERATIONS</b>                            |                          |               |
| Net investment income                                   | 3,734                    | 3,027         |
| Gains (losses) on sale of investments                   |                          |               |
| Bonds   | (104)                    | (64)          |
| Shares and convertible securities                       | 7,248                    | 3,970         |
| Mortgages   | (3)                      | 13            |
| Real estate holdings                                    | 58                       | (16)          |
| Short-term investments                                  | (187)                    | (197)         |
|   | 7,012                    | 3,706         |
| Less:   |                          |               |
| Non-controlling interests                               | -                        | (5)           |
|   | 7,012                    | 3,711         |
| Unrealized increase (decrease) in value                 |                          |               |
| Investments   |                          |               |
| Bonds   | 411                      | (1,081)       |
| Shares and convertible securities                       | (7,363)                  | 6,858         |
| Mortgages   | 50                       | (69)          |
| Real estate holdings                                    | 381                      | (130)         |
| Short-term investments                                  | 451                      | 9             |
| Securities acquired under reverse repurchase agreements | 14                       | (24)          |
|   | (6,056)                  | 5,563         |
| Less:   |                          |               |
| Loans and notes payable                                 | 7                        | (3)           |
| Deposits on loans of securities                         | 40                       | (29)          |
| Commitments related to short selling of securities      | (253)                    | 487           |
| Mortgage loans payable                                  | 61                       | (66)          |
| Derivative financial instruments                        | (170)                    | 686           |
| Non-controlling interests                               | 62                       | (46)          |
|   | (253)                    | 1,029         |
|   | (5,803)                  | 4,534         |
| Total investment operations                             | 4,943                    | 11,272        |
| Excess depositors' deposits over withdrawals            | 1,777                    | 1,271         |
| <b>INCREASE IN COMBINED NET ASSETS</b>                  | <b>6,720</b>             | <b>12,543</b> |
| <b>COMBINED NET ASSETS, BEGINNING OF YEAR</b>           | <b>81,543</b>            | <b>69,000</b> |
| <b>COMBINED NET ASSETS, END OF YEAR</b>                 | <b>88,263</b>            | <b>81,543</b> |

**NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2000**

**1 CONSTITUTION AND OPERATIONS**

The Caisse de dépôt et placement du Québec is a legal person within the meaning of the Civil Code, created by a special act (R.S.Q., chapter C-2). It receives funds, the deposit of which is provided for under a particular act.

**GENERAL FUND**

The General Fund is comprised of diversified investments and is a pooled fund for demand, term and participation deposits. The General Fund's net equity and net income as at December 31 were shared among participation deposit holders as follows:

|   | <b>2000</b>            |              | <b>1999</b>     |       |
|---|------------------------|--------------|-----------------|-------|
|   | <b>Number of units</b> | <b>%</b>     | Number of units | %     |
| Régie des rentes du Québec                            |                        |              |                 |       |
| Fonds du Régime de rentes du Québec                   | <b>19,053,166</b>      | <b>97.9</b>  | 17,117,680      | 97.9  |
| Régime de rentes de survivants*                       | <b>385,551</b>         | <b>2.0</b>   | 348,266         | 2.0   |
| Régie des assurances agricoles du Québec              | <b>21,984</b>          | <b>0.1</b>   | 10,578          | 0.1   |
| Office de la protection du consommateur               |                        |              |                 |       |
| Fonds des cautionnements des agents de voyages        |                        |              |                 |       |
| Cautionnements collectifs                             |                        |              |                 |       |
| Détaillants   | <b>4,423</b>           | -            | 4,093           | -     |
| Grossistes  | <b>570</b>             | -            | 570             | -     |
| Cautionnements individuels                            | <b>1,079</b>           | -            | 943             | -     |
| Magazine Protégez-Vous                                | <b>2,100</b>           | -            | 2,100           | -     |
| Régie des marchés agricoles et alimentaires du Québec |                        |              |                 |       |
| Fonds d'assurance-garantie                            | <b>4,723</b>           | -            | 4,082           | -     |
| Fédération des producteurs de bovins du Québec        | <b>2,675</b>           | -            | 2,007           | -     |
|   | <b>19,476,271</b>      | <b>100.0</b> | 17,490,319      | 100.0 |

\* For the administration of survivor benefits for the management personnel of the government and public sector, under the responsibility of the secretariat of the Conseil du Trésor.

**INDIVIDUAL FUNDS**

The Individual Funds are comprised of diversified investments and each have only one depositor who exclusively makes participation deposits therein. The various Individual Funds are:

**Fund 301**

For the Government and Public Employees Retirement Plan administered by the Commission administrative des régimes de retraite et d'assurances.

**Fund 302**

For the future Pension Plan for Management administered by the Commission administrative des régimes de retraite et d'assurances (previously known as the Government and Public Employees Retirement Plan – contributions from non-unionized level employees).

**Fund 303**

For the Individual Plans administered by the Commission administrative des régimes de retraite et d'assurances.

**Fund 305**

For the Pension Plan for Elected Municipal Officers administered by the Commission administrative des régimes de retraite et d'assurances.

**Fund 306**

For the Régime complémentaire de rentes des techniciens ambulanciers œuvrant au Québec.

**Fund 307**

For the Société de l'assurance automobile du Québec.

**Fund 311**

For the Supplemental Pension Plan for Employees of the Québec Construction Industry - general account - administered by the Commission de la construction du Québec.

**Fund 312**

For the Supplemental Pension Plan for Employees of the Québec Construction Industry - retirees account - administered by the Commission de la construction du Québec.

**Fund 313**

For the Supplemental Pension Plan for Employees of the Québec Construction Industry - supplementary account - administered by the Commission de la construction du Québec.

**Fonds 314**

For the Régie de l'assurance-dépôts du Québec.

**Fonds 315**

For the Fonds d'assurance-prêts agricoles et forestiers administered by the Société de financement agricole du Québec.

**Fonds 316**

For the Fonds d'amortissement du régime de retraite – RREGOP administered by the ministère des Finances du Québec.

**Fonds 317**

For the Fonds d'amortissement of the future Pension Plan for Management– PPM administered by the ministère des Finances du Québec.

**Fonds 318**

For the Fonds d'amortissement des autres régimes de retraite administered by the ministère des Finances du Québec.

**Fund 330**

For the Commission de la santé et de la sécurité du travail.

**SPECIALIZED PORTFOLIOS**

The specialized portfolios are pooled funds for participation deposits of the various Funds. The specialized portfolios are the following :

- Bonds
- Québec International bonds
- Canadian equities
- Diversified, strategic and tactical investments (created November 1, 2000)
- U.S. equities – hedged
- U.S. equities – unhedged (created April 1, 2000)
- Emerging markets equities
- Foreign equities - hedged
- Foreign equities - unhedged (created April 1, 2000)
- Mortgages
- Real estate investments
- Short-term investments
- Canadam short-term investments

## **2 ACCOUNTING POLICIES**

The combined financial statements of the Caisse have been prepared by management in accordance with generally accepted accounting principles in Canada. These statements include amounts based on best judgement and estimates.

### **a) COMBINED FINANCIAL STATEMENTS**

The combined financial statements comprise the accounts of the Caisse's subsidiaries, those of the General Fund and the Individual Funds, as well as those of the specialized portfolios. The accounts of each of these Funds and of each of these portfolios are reflected in separate financial statements audited by the Auditor General of Québec.

### **b) INVESTMENTS AND JOINT OPERATIONS**

Investments and joint operations are recorded as at the commitment date, except transactions involving mortgages and real estate holdings, which are recorded as at the date of agreement.

Investments and related assets and liabilities are accounted for at fair value, which is the estimated exchange value which would be agreed upon in an arm's length transaction between knowledgeable, willing parties who are under no compulsion to act, established at year-end. Such values are determined using valuation methods used in capital markets, such as the annualization of future cash flows at the current interest rate and the closing prices of the major stock exchanges as well as those provided by recognized brokerage firms. In addition, valuations are made by independent valuers while others are made in-house based on commonly used valuation methods.

Transactions by way of commitments related to short selling of securities result in the acquisition of securities under reverse repurchase agreements or in transactions on loans on securities.

The Caisse subsidiaries provide administrative and management services related to property on behalf of clients. These are not recorded in the Caisse's combined statement of net assets. The Caisse subsidiaries are paid administrative and management fees for such portfolio management and administrative services, which include the management of real estate properties and securitized loans.

### **c) INCOME**

Income from derivative financial instruments is included in the income from the underlying investments.

Income on bonds and short-term investments includes income derived from securities acquired under reverse repurchase agreements reduced by interest expenses on deposits on loans of securities.

Dividend income is recognized on the ex-dividend date. Income from loans of shares and convertible securities is presented under Investment income – shares and convertible securities.

Income from real estate holdings is reduced by interest on loans, notes payable and mortgage loans payable.

### **d) GAINS AND LOSSES ON SALE OF INVESTMENTS**

The gains and losses on the sale of investments are calculated using the unamortized cost in the case of bonds, mortgages and short-term investments, and the cost in the case of shares and convertible securities and of real estate holdings. The unamortized cost represents the acquisition cost restated to take into account the amortization of the premium and the discount that allows the investment to maintain a constant real return until maturity.

Gains and losses derived from derivative financial instruments are combined with gains and losses from underlying investments.

### **e) FOREIGN CURRENCY TRANSLATION**

The fair value of investments and any other assets and liabilities denominated in foreign currencies is translated into Canadian dollars at the rate of exchange prevailing at year-end.

The cost of investments in shares and that of real estate holdings from integrated foreign operations and the unamortized cost of investments in bonds, mortgages and short-term investments are translated at the rate prevailing on the acquisition date. The cost of investments from self-sustaining foreign operations is translated at the rate prevailing at year-end

Income is translated at the rate of exchange prevailing on the transaction date, except income from the specialized real estate investments portfolio, which is translated at the average rate for the year. Gains and losses from derivative financial foreign exchange risk hedging instruments related to investments denominated in foreign currencies are deferred and accounted for in gains and losses on the sale of investments, upon realization of the hedged investments

f) **FIXED ASSETS**

Costs related to the acquisition of telephone, computer and office automation equipment are capitalized and amortized over the useful life of each asset. Set-up costs for the premises and other leasehold improvement costs are amortized over the term of the lease. Costs related to the acquisition of the land and to the building in construction are capitalized. These fixed assets are presented under the item Other assets.

g) **INVESTMENT MANAGEMENT EXPENSES AND ADMINISTRATIVE EXPENSES**

Investment management expenses cover all expenses related directly to investment operations, including expenses paid to external financial institutions. These expenses are presented under a specific item, and are deducted from investment income. General administrative expenses are presented under the item Administrative expenses.

**3 INVESTMENTS AND LIABILITIES**

Investments and liabilities whose cost differs from fair value are as follows:

|   | 2000<br>(in millions of dollars) |         |         | Cost<br>Total |
|---|----------------------------------|---------|---------|---------------|
|   | Fair value                       |         |         |               |
|   | Canadian                         | Foreign | Total   |               |
| <b>ASSETS</b>   |                                  |         |         |               |
| Investments   |                                  |         |         |               |
| Bonds   | 35,056                           | 5,279   | 40,335  | 38,772        |
| Shares and convertible securities                       | 21,383                           | 22,154  | 43,537  | 37,929        |
| Mortgages   | 2,370                            | 188     | 2,558   | 2,528         |
| Real estate holdings                                    | 9,041                            | 4,828   | 13,869  | 13,652        |
| Short-term investments                                  | 4,435                            | 709     | 5,144   | 5,167         |
| Securities acquired under reverse repurchase agreements | 319                              | 2,644   | 2,963   | 2,973         |
|   | 72,604                           | 35,802  | 108,406 | 101,021       |
| Derivative financial instruments                        | 81                               | 1,223   | 1,304   | 122           |
|   | 72,685                           | 37,025  | 109,710 | 101,143       |
| <b>LIABILITIES</b>                                      |                                  |         |         |               |
| Deposits on loans of securities                         | 4,106                            | 1,724   | 5,830   | 5,819         |
| Loans and notes payable                                 | 1,223                            | 105     | 1,328   | 1,324         |
| Commitments related to short selling of securities      | 4,449                            | 2,730   | 7,179   | 6,913         |
| Mortgage loans payable                                  | 2,835                            | 2,587   | 5,422   | 5,405         |
| Derivative financial instruments                        | 52                               | 1,414   | 1,466   | 148           |
| Non-controlling interests                               | 672                              | 107     | 779     | 600           |
| <b>ASSETS</b>   |                                  |         |         |               |
| Investments   |                                  |         |         |               |
| Bonds   | 28,690                           | 3,662   | 32,352  | 32,133        |
| Shares and convertible securities                       | 22,780                           | 21,459  | 44,239  | 31,260        |
| Mortgages   | 1,685                            | 190     | 1,875   | 1,890         |
| Real estate holdings                                    | 7,376                            | 4,490   | 11,866  | 12,091        |
| Short-term investments                                  | 4,605                            | 420     | 5,025   | 5,071         |
| Securities acquired under reverse repurchase agreements | 116                              | 1,293   | 1,409   | 1,441         |
|   | 65,252                           | 31,514  | 96,766  | 83,886        |
| Derivative financial instruments                        | 1,139                            | 675     | 1,814   | 81            |
|   | 66,391                           | 32,189  | 98,580  | 83,967        |
| <b>LIABILITIES</b>                                      |                                  |         |         |               |
| Deposits on loans of securities                         | 2,682                            | 1,857   | 4,539   | 4,568         |
| Loans and notes payable                                 | 997                              | 32      | 1,029   | 1,032         |
| Commitments related to short selling of securities      | 3,741                            | 1,122   | 4,863   | 4,344         |
| Mortgage loans payable                                  | 2,433                            | 2,597   | 5,030   | 5,074         |
| Derivative financial instruments                        | 1,114                            | 455     | 1,569   | 81            |
| Non-controlling interests                               | 1,138                            | 53      | 1,191   | 1,074         |

The foreign exchange position for investments in foreign securities, other than those in emerging market securities or those hedged by a corresponding financial liability, is hedged by derivative financial instruments as shown in note 6.

The cost of investments was reduced by \$18 millions as at December 31, 2000 (increased by \$211 million in 1999), which represents the amount of the gains (losses) carried over to derivative financial foreign exchange risk hedging instruments.

The fair value of bonds and shares and convertible securities as well as short-term investments includes certain investments in private companies, in the amount of \$1,129 million, \$8,719 million and \$1,263 million respectively as at December 31, 2000 (\$1,855 million for bonds and \$4,984 million for shares and convertibles securities in 1999), for which market prices are not available. The fair value of these securities is established based on commonly used valuation methods.

#### **4 DEPOSITORS' HOLDINGS**

Demand and term deposits bear interest and constitute the Caisse's indebtedness toward the depositors.

Participation deposits are expressed in units and each unit gives its holder a proportionate share in the net equity and net income of a particular Fund. At the end of each monthly period for the General Fund and the Individual Funds, the net investment income and gains and losses on the sale of investments are distributed to participation deposit holders. At the beginning of the following period, the amounts distributed are paid out to (recovered from) the depositors' demand deposit accounts.

|   | 2000                     | 1999          |
|---|--------------------------|---------------|
|   | (in millions of dollars) |               |
| Indebtedness toward depositors  |                          |               |
| Demand deposits   | 79                       | 45            |
| Term deposits   | 22                       | 100           |
| Interest on demand and term deposits  | (2)                      | 4             |
| Net income to be paid out<br>to participation deposit holders   | 550                      | 1,195         |
|   | <b>649</b>               | <b>1,344</b>  |
| Participation deposit holders' holdings   |                          |               |
| Participation deposits  |                          |               |
| Balance, beginning of year  | 62,203                   | 55,716        |
| Units issued  | 17,086                   | 5,955         |
| Units cancelled   | (5,487)                  | (444)         |
| Units to be issued  | -                        | 976           |
| Balance, end of year  | 73,802                   | 62,203        |
| Amount not allocated with respect<br>to real estate holdings*   | 79                       | 89            |
| Unrealized increase (decrease) in value allocated following<br>interfund transactions                         | (113)                    | (32)          |
| Amount not allocated following gains and losses<br>on the sale of investments in the specialized portfolios** | 7,074                    | 5,374         |
| Unrealized increase (decrease) in value of investments<br>and other related assets and liabilities            | 6,772                    | 12,565        |
|   | <b>87,614</b>            | <b>80,199</b> |
| <b>DEPOSITORS' HOLDINGS</b>   | <b>88,263</b>            | <b>81,543</b> |

\* Represents the restated amount of accumulated amortization of real estate properties resulting from the recording of investments at fair value. This amount will be allocated upon the sale of the properties.

\*\* Represents the gains and losses on the sale of investments in the specialized portfolios which are not distributed at year-end. This amount will be allocated upon the sale of participation units in portfolios.

**5 INVESTMENT MANAGEMENT EXPENSES AND ADMINISTRATIVE EXPENSES**

a) Investment management expenses detail as follows:

| 2000<br>(in millions of dollars)                    |  |                       |                    |            |
|---|--|-----------------------|--------------------|------------|
|   | CDP Global Asset<br>Management and<br>institutional services | CDP Private<br>Equity | CDP Real<br>Estate | Total      |
| Salaries and employee benefits                      | 27   | 17                    | 13                 | 57         |
| Professional fees                                   | 7  | 8                     | 5                  | 20         |
| Premises and material                               | 1  | 1                     | 2                  | 4          |
| Depreciation of fixed assets                        | 6  | 2                     | 2                  | 10         |
| Other   | 5  | 3                     | 2                  | 10         |
|   | <b>46</b>  | <b>31</b>             | <b>24</b>          | <b>101</b> |
| External - management and safekeeping of securities | 13   | -                     | -                  | 13         |
|   | <b>59</b>  | <b>31</b>             | <b>24</b>          | <b>114</b> |

| 1999<br>(in millions of dollars)                    |  |                       |                    |           |
|---|--|-----------------------|--------------------|-----------|
|   | CDP Global Asset<br>Management and<br>institutional services | CDP Private<br>Equity | CDP Real<br>Estate | Total     |
| Salaries and employee benefits                      | 23   | 12                    | 10                 | 45        |
| Professional fees                                   | 9  | 5                     | 5                  | 19        |
| Premises and material                               | 1  | 1                     | 1                  | 3         |
| Depreciation of fixed assets                        | 5  | 1                     | 1                  | 7         |
| Other   | 4  | 3                     | 3                  | 10        |
|   | <b>42</b>  | <b>22</b>             | <b>20</b>          | <b>84</b> |
| External - management and safekeeping of securities | 11   | -                     | -                  | 11        |
|   | <b>53</b>  | <b>22</b>             | <b>20</b>          | <b>95</b> |

b) Administrative expenses detail as follows:

| 2000<br>(in millions of dollars) |  |                       |                    |           |
|----------------------------------|--|-----------------------|--------------------|-----------|
|                                  | CDP Global Asset<br>Management and<br>institutional services | CDP Private<br>Equity | CDP Real<br>Estate | Total     |
| Salaries and employee benefits   | 8  | 2                     | 15                 | 25        |
| Professional fees                | 4  | 1                     | 3                  | 8         |
| Premises and material            | 1  | -                     | 3                  | 4         |
| Depreciation of fixed assets     | 2  | 1                     | 1                  | 4         |
| Other                            | 2  | -                     | 5                  | 7         |
|                                  | <b>17</b>  | <b>4</b>              | <b>27</b>          | <b>48</b> |

| 1999<br>(in millions of dollars) |  |                       |                    |           |
|----------------------------------|--|-----------------------|--------------------|-----------|
|                                  | CDP Global Asset<br>Management and<br>institutional services | CDP Private<br>Equity | CDP Real<br>Estate | Total     |
| Salaries and employee benefits   | 7  | 1                     | 10                 | 18        |
| Professional fees                | 4  | 1                     | 2                  | 7         |
| Premises and material            | 1  | -                     | 3                  | 4         |
| Depreciation of fixed assets     | 2  | -                     | 1                  | 3         |
| Other                            | 2  | -                     | 4                  | 6         |
|                                  | <b>16</b>  | <b>2</b>              | <b>20</b>          | <b>38</b> |



c) Management expenses are attributable to investment categories as follows:

|                                   | 2000                     | 1999      |
|-----------------------------------|--------------------------|-----------|
|                                   | (in millions of dollars) |           |
| Bonds                             | 20                       | 18        |
| Shares and convertible securities | 66                       | 53        |
| Mortgages                         | 5                        | 4         |
| Real estate holdings              | 22                       | 18        |
| Short-term investments            | 1                        | 2         |
|                                   | <b>114</b>               | <b>95</b> |

## 6 DERIVATIVE FINANCIAL INSTRUMENTS

Pursuant to its investment operations management, the Caisse conducts transactions involving various derivative financial instruments either to hedge against the risks associated with fluctuations in exchange rates or to manage risks associated with interest rate and market fluctuations. As at December 31, these instruments, the favourable fair value of which is grouped with that of the underlying investments while the unfavourable fair value is recorded in liabilities, including amounts payable on these instruments, under the item Derivative financial instruments, were as follows:

|   | 2000                     |                    | 1999          |                    |
|---|--------------------------|--------------------|---------------|--------------------|
|   | (in millions of dollars) |                    |               |                    |
|   | Fair<br>value            | Notional<br>amount | Fair<br>value | Notional<br>amount |
| <b>Over-the-counter products</b>                |                          |                    |               |                    |
| <b>Foreign exchange risk hedging*</b>           |                          |                    |               |                    |
| Forward exchange contracts                      |                          |                    |               |                    |
| Purchases                                       | (14)                     | 1,277              | (15)          | 1,201              |
| Sales   | (183)                    | 23,899             | 426           | 22,342             |
| Foreign currency swaps                          |                          |                    |               |                    |
| Sales   | (113)                    | 586                | (92)          | 804                |
| Foreign currency options                        |                          |                    |               |                    |
| Purchases                                       | -                        | 126                | 2             | 58                 |
| Sales   | (2)                      | 239                | -             | 58                 |
| <b>Interest rate and market risk management</b> |                          |                    |               |                    |
| Forward exchange contracts                      |                          |                    |               |                    |
| Purchases                                       | (72)                     | 15,911             | (147)         | 11,153             |
| Sales   | 200                      | 9,688              | 68            | 4,771              |
| Equity index forwards                           |                          |                    |               |                    |
| Purchases                                       | -                        | -                  | 1,062         | 1,343              |
| Sales   | -                        | -                  | (1,059)       | 1,343              |
| Forward rate agreements                         |                          |                    |               |                    |
| Purchases                                       | -                        | 60                 | -             | -                  |
| Currency and interest rate swaps                | 48                       | 15,864             | 5             | 8,672              |
| Options on interest rate swaps                  |                          |                    |               |                    |
| Purchases                                       | 2                        | 203                | 1             | 268                |
| Sales   | (5)                      | 325                | (1)           | 111                |
| Options on interest rates                       |                          |                    |               |                    |
| Purchases                                       | 7                        | 5,305              | 2             | 563                |
| Sales   | (7)                      | 1,316              | (2)           | 347                |
| Options on equity indices                       |                          |                    |               |                    |
| Purchases                                       | 68                       | 613                | 47            | 1,221              |
| Sales   | (80)                     | 1,001              | (32)          | 705                |

| (continued)                                     | 2000                     |                 | 1999       |                 |
|---|--------------------------|-----------------|------------|-----------------|
|   | Fair value               | Notional amount | Fair value | Notional amount |
|   | (in millions of dollars) |                 |            |                 |
| Foreign currency options                        |                          |                 |            |                 |
| Purchases                                       | 19                       | 1,382           | 6          | 22              |
| Sales   | (3)                      | 641             | (7)        | 94              |
| Equity options                                  |                          |                 |            |                 |
| Purchases                                       | -                        | 3               | -          | -               |
| Sales   | (2)                      | 67              | -          | 3               |
| Bond options                                    |                          |                 |            |                 |
| Purchases                                       | 2                        | 38              | 4          | 100             |
| Sales   | -                        | -               | (4)        | 122             |
| <b>Organized market products</b>                |                          |                 |            |                 |
| <b>Interest rate and market risk management</b> |                          |                 |            |                 |
| Options on commodity futures                    |                          |                 |            |                 |
| Purchases                                       | -                        | 5               | -          | -               |
| Bond futures                                    |                          |                 |            |                 |
| Purchases                                       | -                        | 200             | -          | 2,610           |
| Sales   | -                        | 1,707           | -          | 2,450           |
| Equity index futures                            |                          |                 |            |                 |
| Purchases                                       | -                        | 9,710           | -          | 7,361           |
| Sales   | -                        | 731             | -          | 2,740           |
| Interest rate futures                           |                          |                 |            |                 |
| Purchases                                       | -                        | 603             | -          | 1,055           |
| Sales   | -                        | 736             | -          | 804             |
| Foreign currency futures                        |                          |                 |            |                 |
| Purchases                                       | -                        | 96              | -          | 119             |
| Sales   | -                        | 188             | -          | 69              |
| Energy futures                                  |                          |                 |            |                 |
| Sales   | -                        | 9               | -          | -               |
| Options on bond futures                         |                          |                 |            |                 |
| Purchases                                       | 7                        | 1,249           | 10         | 3,681           |
| Sales   | (15)                     | 992             | (2)        | 577             |
| Options on equity index futures                 |                          |                 |            |                 |
| Purchases                                       | 1                        | 173             | 1          | 45              |
| Sales   | (2)                      | 246             | -          | 31              |
| Options on interest rate futures                |                          |                 |            |                 |
| Purchases                                       | -                        | 549             | 1          | 1,005           |
| Sales   | -                        | 527             | -          | 1,598           |
| Options on foreign currency futures             |                          |                 |            |                 |
| Purchases                                       | 2                        | 95              | -          | 19              |
| Sales   | (2)                      | 68              | -          | 23              |
| Equity options                                  |                          |                 |            |                 |
| Purchases                                       | -                        | 1               | -          | -               |
| Sales   | -                        | 4               | -          | -               |
| Options on equity index                         |                          |                 |            |                 |
| Purchases                                       | 5                        | 118             | -          | -               |
| Sales   | (5)                      | 118             | -          | -               |

\* Where hedging transactions imply simultaneous use of the US currency and other foreign currencies, the notional amount recorded herein represents the final value expressed in Canadian dollars.

Foreign exchange risks associated with investments denominated in foreign currency and other related assets and liabilities are hedged using derivative financial instruments. In the case of bonds, mortgages, real estate investments and short-term investments, these derivative financial instruments are representative of the value of the investments and the currency in which they are expressed. In the case of foreign equities, the portfolio weighting by country is comparable to the major international indices, and the value of derivative financial instruments is representative of the relative weight of the countries whose securities make up such indices. These instruments are negotiated with banks. Terms generally range from one to three months in the case of forward exchange contracts and options, and from one to two years in the case of foreign currency swaps. Upon maturity, new derivative financial instruments are negotiated to maintain an effective long-term hedge against the exchange risk associated with foreign investments.

Moreover, futures and options traded on stock exchanges, forward exchange contracts, equity index forwards, forward rate agreements, currency and interest rate swaps and options negotiated with banks and brokerage firms, are used to manage the interest rate and market risks of the total investment portfolio in addition to generating income from negotiation activities.

These transactions are negotiated with financial institutions whose credit rating is established by a recognized credit rating agency and operational limits are duly approved by management, which supports compensation agreements in order to limit credit risk.

## **7 NET COLLATERALS**

In the normal course of business, the Caisse has pledged and received securities and other assets as collateral, for a net amount of \$3,736 million (\$3,619 million in 1999) in pledged assets.

## **8 COMPARATIVE FIGURES**

Certain comparative figures have been reclassified to conform with the presentation used in the current year.

**COMPLEMENTARY STATISTICS - BREAKDOWN OF COMBINED NET ASSETS**  
as at December 31 (in millions of dollars)

|  |   | 2000                         |              |              | Notional amount <sup>1</sup> | Effective interest rate | Fair value      | Cost <sup>2</sup> |
|--|---|------------------------------|--------------|--------------|------------------------------|-------------------------|-----------------|-------------------|
| Fair value %                             | Breakdown of portfolios                   | Notional amount - Maturities |              |              |                              |                         |                 |                   |
|  |   | Under 2 years                | 2 to 5 years | Over 5 years |                              |                         |                 |                   |
| <b>ASSETS</b>                            |   |                              |              |              |                              |                         |                 |                   |
| <b>Bonds</b>                             |   |                              |              |              |                              |                         |                 |                   |
| Domestic securities                      |   |                              |              |              |                              |                         |                 |                   |
| Government issued                        |   |                              |              |              |                              |                         |                 |                   |
| 11.74                                    | Gouvernement du Québec                    | 739.6                        | 2,530.2      | 8,767.9      | 12,037.7                     | 7.1                     | 13,298.7        | 12,674.9          |
| 11.34                                    | Gouvernement of Canada                    | 1,225.7                      | 4,239.3      | 6,661.3      | 12,126.3                     | 5.8                     | 12,867.2        | 12,571.7          |
| 0.31                                     | Governments of other provinces            | -                            | 62.0         | 241.8        | 303.8                        | 5.9                     | 348.9           | 357.6             |
| 23.39                                    |   | 1,965.3                      | 6,831.5      | 15,671.0     | 24,467.8                     | 6.5                     | 26,514.8        | 25,604.2          |
| Guaranteed by a government or by a grant |   |                              |              |              |                              |                         |                 |                   |
| 3.38                                     | Hydro-Québec                              | 264.8                        | 257.7        | 2,992.4      | 3,514.9                      | 8.0                     | 3,832.9         | 3,324.8           |
| 0.06                                     | Hospitals                                 | 8.4                          | 16.5         | 30.7         | 55.6                         | 8.7                     | 66.3            | 59.3              |
| 0.71                                     | Municipalities                            | 83.3                         | 303.5        | 317.5        | 704.3                        | 7.6                     | 800.4           | 733.1             |
| 0.06                                     | Water treatment                           | 3.9                          | 28.5         | 23.0         | 55.4                         | 8.0                     | 62.5            | 55.4              |
| 0.02                                     | Transportation                            | 10.4                         | 12.9         | 3.9          | 27.2                         | 6.5                     | 27.8            | 27.6              |
| 0.08                                     | Universities and affiliated schools       | 20.7                         | 18.9         | 39.7         | 79.3                         | 7.2                     | 92.0            | 87.3              |
| 0.29                                     | School boards                             | 28.1                         | 27.6         | 205.2        | 260.9                        | 9.0                     | 325.5           | 282.2             |
| 0.01                                     | Social service centres                    | 1.5                          | 3.2          | 7.2          | 11.9                         | 8.9                     | 13.9            | 12.3              |
| 0.04                                     | Colleges                                  | 12.9                         | 13.2         | 16.7         | 42.8                         | 6.8                     | 48.4            | 45.6              |
| 0.47                                     | Other Government corporation              | 164.1                        | 47.0         | 239.4        | 450.5                        | 7.8                     | 538.7           | 498.6             |
| 5.12                                     |   | 598.1                        | 729.0        | 3,875.7      | 5,202.8                      | 8.0                     | 5,808.4         | 5,126.2           |
| 2.28                                     | Corporate                                 | 714.4                        | 751.3        | 1,187.4      | 2,653.1                      | 8.3                     | 2,580.7         | 2,630.4           |
| 30.79                                    |   |                              |              |              |                              |                         |                 |                   |
| 0.12                                     | Conventional mortgages                    | -                            | -            | 154.3        | 154.3                        | 7.3                     | 152.2           | 154.3             |
| 30.91                                    |   | 3,277.8                      | 8,311.8      | 20,888.4     | 32,478.0                     | 6.9                     | 35,056.1        | 33,515.1          |
| 0.05                                     | Derivative financial instruments          | 1,044.9                      | 896.3        | 979.0        | 2,920.2                      |                         | 57.6            | -                 |
| 30.96                                    |   |                              |              |              |                              |                         | 35,113.7        | 33,515.1          |
| Foreign securities                       |   |                              |              |              |                              |                         |                 |                   |
| Government issued                        |   |                              |              |              |                              |                         |                 |                   |
| 0.23                                     | Gouvernement du Québec                    | -                            | 12.0         | 215.7        | 227.7                        | 3.8                     | 265.2           | 183.1             |
| 1.29                                     | U.S. Government                           | 989.8                        | -            | 409.2        | 1,399.0                      | 4.6                     | 1,458.6         | 1,472.9           |
| 1.20                                     | Other foreign governments                 | 234.5                        | 262.5        | 859.5        | 1,356.5                      | 5.7                     | 1,362.1         | 1,342.4           |
| 2.72                                     |   | 1,224.3                      | 274.5        | 1,484.4      | 2,983.2                      | 5.0                     | 3,085.9         | 2,998.4           |
| Government-guaranteed                    |   |                              |              |              |                              |                         |                 |                   |
| 0.03                                     | Other foreign governments                 | -                            | 7.1          | 28.2         | 35.3                         | 6.0                     | 36.0            | 34.3              |
| 0.27                                     | Hydro-Québec                              | -                            | -            | 263.3        | 263.3                        | 7.5                     | 306.1           | 266.8             |
| 0.02                                     | Government corporation                    | 26.3                         | -            | -            | 26.3                         | 5.3                     | 27.2            | 21.0              |
| 0.32                                     |   | 26.3                         | 7.1          | 291.5        | 324.9                        | 7.2                     | 369.3           | 322.1             |
| 1.61                                     | Corporate                                 | 93.2                         | 320.9        | 1,556.8      | 1,970.9                      | 8.8                     | 1,824.3         | 1,936.2           |
| 4.65                                     |   | 1,343.8                      | 602.5        | 3,332.7      | 5,279.0                      | 6.6                     | 5,279.5         | 5,256.7           |
| 0.17                                     | Derivative financial instruments          | 4,348.3                      | 3,634.6      | 1,150.8      | 9,133.7                      |                         | 184.0           | 8.0               |
| 4.82                                     |   |                              |              |              |                              |                         | 5,463.5         | 5,264.7           |
| <b>35.78</b>                             |   |                              |              |              |                              |                         | <b>40,577.2</b> | <b>38,779.8</b>   |
| <b>Shares and convertible securities</b> |   |                              |              |              |                              |                         |                 |                   |
| Domestic securities                      |   |                              |              |              |                              |                         |                 |                   |
| TSE 300 primary index                    |   |                              |              |              |                              |                         |                 |                   |
| 0.46                                     | Metals and minerals                       |                              |              |              |                              |                         | 524.7           | 538.6             |
| 0.50                                     | Gold and precious minerals                |                              |              |              |                              |                         | 561.9           | 824.5             |
| 1.14                                     | Oil and gas                               |                              |              |              |                              |                         | 1,295.5         | 948.7             |
| 0.75                                     | Paper and forest products                 |                              |              |              |                              |                         | 854.1           | 726.2             |
| 1.04                                     | Consumer products                         |                              |              |              |                              |                         | 1,178.5         | 752.1             |
| 4.17                                     | Industrial products                       |                              |              |              |                              |                         | 4,730.6         | 4,290.5           |
| 0.15                                     | Real estate                               |                              |              |              |                              |                         | 169.5           | 175.6             |
| 0.53                                     | Transportation and environmental services |                              |              |              |                              |                         | 604.7           | 544.7             |
| 0.13                                     | Pipelines                                 |                              |              |              |                              |                         | 144.6           | 118.4             |
| 1.23                                     | Utilities                                 |                              |              |              |                              |                         | 1,390.8         | 1,192.9           |
| 3.07                                     | Communications                            |                              |              |              |                              |                         | 3,481.7         | 3,397.9           |
| 0.60                                     | Distribution and services                 |                              |              |              |                              |                         | 673.4           | 518.5             |
| 4.30                                     | Financial services                        |                              |              |              |                              |                         | 4,875.5         | 2,880.3           |
| 0.34                                     | Conglomerates                             |                              |              |              |                              |                         | 383.4           | 297.4             |
| 0.45                                     | Index participation units                 |                              |              |              |                              |                         | 514.3           | 402.1             |
| 18.86                                    |   |                              |              |              |                              |                         | 21,383.2        | 17,608.4          |
| 0.01                                     | Derivative financial instruments          | 702.1                        | -            | -            | 702.1                        |                         | 16.6            | -                 |
| 18.87                                    |   |                              |              |              |                              |                         | 21,399.8        | 17,608.4          |
| Foreign securities                       |   |                              |              |              |                              |                         |                 |                   |
| Internal management                      |   |                              |              |              |                              |                         |                 |                   |
| MSCI-EAFE+EMF Primary index              |   |                              |              |              |                              |                         |                 |                   |
| 0.05                                     | America                                   |                              |              |              |                              |                         | 57.2            | 46.2              |
| 4.13                                     | Europe                                    |                              |              |              |                              |                         | 4,686.8         | 3,986.2           |
| 1.07                                     | Pacific                                   |                              |              |              |                              |                         | 1,217.2         | 1,456.2           |
| 0.78                                     | Emerging markets                          |                              |              |              |                              |                         | 884.2           | 920.7             |
| S&P 500 Primary index                    |   |                              |              |              |                              |                         |                 |                   |
| 0.88                                     | Consumption                               |                              |              |              |                              |                         | 1,002.4         | 796.3             |
| 0.84                                     | Health care                               |                              |              |              |                              |                         | 936.9           | 493.1             |
| 0.26                                     | Energy                                    |                              |              |              |                              |                         | 294.6           | 204.7             |
| 0.20                                     | Basic industries                          |                              |              |              |                              |                         | 226.1           | 201.1             |
| 1.33                                     | Capital equipment                         |                              |              |              |                              |                         | 1,513.3         | 1,474.7           |
| 0.76                                     | Buildings                                 |                              |              |              |                              |                         | 866.6           | 819.2             |
| 2.99                                     | Finances                                  |                              |              |              |                              |                         | 3,377.9         | 2,685.7           |
| 0.02                                     | Transportation                            |                              |              |              |                              |                         | 25.1            | 30.7              |
| 0.46                                     | Public services                           |                              |              |              |                              |                         | 520.9           | 756.5             |
| 0.06                                     | Other                                     |                              |              |              |                              |                         | 64.2            | 70.8              |
| TSE 300 Primary index                    |   |                              |              |              |                              |                         |                 |                   |
| -  | Gold and precious minerals                |                              |              |              |                              |                         | -               | -                 |
| 0.01                                     | Consumer products                         |                              |              |              |                              |                         | 8.3             | 8.1               |
| 0.03                                     | Industrial products                       |                              |              |              |                              |                         | 34.9            | 39.4              |
| 0.01                                     | Financial services                        |                              |              |              |                              |                         | 13.2            | 19.3              |

1999

| Breakdown of portfolios                   | Fair value | Cost <sup>2</sup> |
|---|------------|-------------------|
| <b>ASSETS</b>                             |            |                   |
| <b>Bonds</b>                              |            |                   |
| Domestic securities                       |            |                   |
| Government issued                         |            |                   |
| Gouvernement du Québec                    | 12,032.8   | 11,948.1          |
| Gouvernement of Canada                    | 7,386.0    | 7,551.4           |
| Governments of other provinces            | 492.7      | 537.9             |
|   | 19,911.5   | 20,037.4          |
| Guaranteed by a government or by a grant  |            |                   |
| Hydro-Québec                              | 4,489.3    | 4,131.4           |
| Hospitals                                 | 68.3       | 62.1              |
| Municipalities                            | 645.1      | 596.0             |
| Water treatment                           | 48.0       | 42.7              |
| Transportation                            | 30.5       | 30.0              |
| Universities and affiliated schools       | 87.1       | 84.6              |
| School boards                             | 387.1      | 346.1             |
| Social service centres                    | 24.0       | 22.1              |
| Colleges                                  | 58.0       | 55.8              |
| Other Government corporation              | 782.7      | 745.3             |
|   | 6,620.1    | 6,116.1           |
| Corporate                                 | 2,057.2    | 2,146.0           |
| Conventional mortgages                    | 101.0      | 110.7             |
|   | 28,689.8   | 28,410.2          |
| Derivative financial instruments          | 1,089.2    | 0.4               |
|   | 29,779.0   | 28,410.6          |
| Foreign securities                        |            |                   |
| Government issued                         |            |                   |
| Gouvernement du Québec                    | 279.3      | 183.3             |
| U.S. Government                           | 1,259.5    | 1,304.2           |
| Other foreign governments                 | 474.3      | 513.7             |
|   | 2,013.1    | 2,001.2           |
| Government-guaranteed                     |            |                   |
| Other foreign governments                 | 7.5        | 7.9               |
| Hydro-Québec                              | 280.3      | 267.0             |
| Government corporation                    | 30.5       | 20.9              |
|   | 318.3      | 295.8             |
| Corporate                                 | 1,330.6    | 1,426.3           |
|   | 3,662.0    | 3,723.3           |
| Derivative financial instruments          | 89.7       | 11.3              |
|   | 3,751.7    | 3,734.6           |
|   | 33,530.7   | 32,145.2          |
| <b>Shares and convertible securities</b>  |            |                   |
| Domestic securities                       |            |                   |
| TSE 300 primary index                     |            |                   |
| Metals and minerals                       | 897.1      | 773.1             |
| Gold and precious minerals                | 825.6      | 1,077.5           |
| Oil and gas                               | 1,304.5    | 1,258.4           |
| Paper and forest products                 | 1,044.4    | 692.6             |
| Consumer products                         | 1,161.8    | 922.6             |
| Industrial products                       | 5,326.6    | 2,719.0           |
| Real estate                               | 294.5      | 282.3             |
| Transportation and environmental services | 679.0      | 743.2             |
| Pipelines                                 | 174.5      | 242.7             |
| Utilities                                 | 4,247.3    | 1,539.9           |
| Communications                            | 1,802.4    | 1,074.6           |
| Distribution and services                 | 980.4      | 834.5             |
| Financial services                        | 3,341.5    | 2,468.0           |
| Conglomerates                             | 400.5      | 295.3             |
| Index participation units                 | 300.0      | 201.5             |
|   | 22,780.1   | 15,125.2          |
| Derivative financial instruments          | 48.8       | -                 |
|   | 22,828.9   | 15,125.2          |
| Foreign securities                        |            |                   |
| Internal management                       |            |                   |
| MSCI-EAFE+EMF Primary index               |            |                   |
| America                                   | -          | -                 |
| Europe                                    | 4,656.6    | 3,571.2           |
| Pacific                                   | 1,438.5    | 1,188.3           |
| Emerging markets                          | 314.7      | 330.9             |
| S&P 500 Primary index                     |            |                   |
| Consumption                               | 694.7      | 561.7             |
| Health care                               | 559.3      | 366.0             |
| Energy                                    | 248.8      | 240.2             |
| Basic industries                          | 373.3      | 358.2             |
| Capital equipment                         | 1,671.3    | 799.4             |
| Buildings                                 | 287.4      | 317.3             |
| Finances                                  | 1,569.5    | 1,321.7           |
| Transportation                            | 21.6       | 23.6              |
| Public services                           | 1,237.8    | 882.2             |
| Other                                     | 22.9       | 68.5              |
| TSE 300 Primary index                     |            |                   |
| Gold and precious minerals                | 1.0        | 0.9               |
| Consumer products                         | -          | -                 |
| Industrial products                       | 25.0       | 25.3              |
| Financial services                        | 12.6       | 18.7              |

**COMPLEMENTARY STATISTICS - BREAKDOWN OF COMBINED NET ASSETS (continued)**  
as at December 31 (in millions of dollars)

|  |  | 2000                         |         |         | Notional amount <sup>1</sup> | Effective interest rate | Fair value       | Cost <sup>2</sup> |
|--|--|------------------------------|---------|---------|------------------------------|-------------------------|------------------|-------------------|
| Fair value %   | Breakdown of portfolios                          | Notional amount - Maturities | Under   | 2 to    |                              |                         |                  |                   |
|  |  | 2 years                      | 5 years | 5 years |                              |                         |                  |                   |
| <b>ASSETS</b>  |  |                              |         |         |                              |                         |                  |                   |
| <b>(continued)</b>   |  |                              |         |         |                              |                         |                  |                   |
| External management  |  |                              |         |         |                              |                         |                  |                   |
|  | MSCI-EAFE+EMF primary index                      |                              |         |         |                              |                         |                  |                   |
| 0.28   | America  |                              |         |         |                              | 312.5                   | 212.3            |                   |
| 2.16   | Europe   |                              |         |         |                              | 2,450.4                 | 2,210.0          |                   |
| 1.12   | Pacific  |                              |         |         |                              | 1,274.4                 | 1,347.9          |                   |
| 0.90   | Emerging markets                                 |                              |         |         |                              | 1,004.6                 | 1,213.5          |                   |
| 0.46   | Other  |                              |         |         |                              | 527.0                   | 581.1            |                   |
| S&P 500 primary index  |  |                              |         |         |                              |                         |                  |                   |
| 0.18   | Consumption                                      |                              |         |         |                              | 200.7                   | 195.5            |                   |
| 0.09   | Health care                                      |                              |         |         |                              | 98.0                    | 65.9             |                   |
| 0.05   | Energy   |                              |         |         |                              | 54.9                    | 43.2             |                   |
| 0.04   | Basic industries                                 |                              |         |         |                              | 43.4                    | 43.2             |                   |
| 0.18   | Capital equipment                                |                              |         |         |                              | 201.4                   | 194.8            |                   |
| 0.01   | Buildings  |                              |         |         |                              | 4.0                     | 4.9              |                   |
| 0.15   | Finances   |                              |         |         |                              | 167.1                   | 111.7            |                   |
| 0.02   | Transportations                                  |                              |         |         |                              | 17.2                    | 17.2             |                   |
| 0.05   | Public utilities                                 |                              |         |         |                              | 62.1                    | 64.7             |                   |
| 0.01   | Other  |                              |         |         |                              | 6.8                     | 5.9              |                   |
| 19.53  |  |                              |         |         |                              | 22,154.3                | 20,320.7         |                   |
| 0.43   | Derivative financial instruments                 | 22,749.7                     | -       | -       | 22,749.7                     | 483.9                   | 64.1             |                   |
| 19.96  |  |                              |         |         |                              | 22,638.2                | 20,384.8         |                   |
| <b>38.83</b>   |  |                              |         |         |                              | <b>44,038.0</b>         | <b>37,993.2</b>  |                   |
| <b>Mortgages</b>   |  |                              |         |         |                              |                         |                  |                   |
| Domestic securities  |  |                              |         |         |                              |                         |                  |                   |
| Internal management  |  |                              |         |         |                              |                         |                  |                   |
|  | Residential                                      | 72.8                         | 67.7    | 25.7    | 166.2                        | 7.8                     | 169.9            | 166.2             |
| 0.37   | Industrial                                       | 114.5                        | 185.1   | 110.3   | 409.9                        | 7.9                     | 421.0            | 409.9             |
| 0.79   | Office buildings                                 | 202.0                        | 394.2   | 294.3   | 890.5                        | 7.6                     | 895.1            | 890.4             |
| 0.07   | Hotels   | 19.0                         | 54.2    | 3.4     | 76.6                         | 8.0                     | 77.5             | 76.6              |
| 0.33   | Commercial buildings                             | 249.4                        | 117.1   | 66.2    | 432.7                        | 7.9                     | 427.8            | 432.7             |
| 0.38   | Commercial other                                 | 127.9                        | 142.1   | 106.3   | 376.3                        | 7.8                     | 378.4            | 376.3             |
| 2.09   |  | 785.6                        | 960.4   | 606.2   | 2,352.2                      | 7.8                     | 2,369.7          | 2,352.1           |
| -  | Derivative financial instruments                 | 50.0                         | -       | 74.8    | 124.8                        |                         | 3.8              | -                 |
| 2.09   |  |                              |         |         |                              |                         | 2,373.5          | 2,352.1           |
| Foreign securities   |  |                              |         |         |                              |                         |                  |                   |
| 0.06   | Residential                                      | 38.6                         | 24.3    | 1.8     | 64.7                         | 18.4                    | 66.6             | 64.7              |
| -  | Commercial buildings                             | -                            | 5.5     | 106.1   | 111.6                        | 11.9                    | 120.9            | 111.6             |
| 0.11   | Commercial other                                 | -                            | -       | -       | -                            | -                       | -                | -                 |
| 0.17   |  | 38.6                         | 29.8    | 107.9   | 176.3                        | 14.3                    | 187.5            | 176.3             |
| -  | Derivative financial instruments                 | 277.9                        | -       | -       | 277.9                        |                         | 1.4              | -                 |
| 0.17   |  |                              |         |         |                              |                         | 188.9            | 176.3             |
| <b>2.26</b>  |  |                              |         |         |                              |                         | <b>2,562.4</b>   | <b>2,528.4</b>    |
| <b>Real estate holdings</b>                                    |  |                              |         |         |                              |                         |                  |                   |
| 7.97   | Canada   |                              |         |         |                              |                         | 9,040.8          | 9,263.5           |
| -  | Derivative financial instruments                 | 160.0                        | 200.0   | -       | 360.0                        |                         | 2.2              | 6.3               |
| 7.97   |  |                              |         |         |                              |                         | 9,043.0          | 9,269.8           |
| 4.26   | Abroad   |                              |         |         |                              |                         | 4,827.9          | 4,388.8           |
| 0.01   | Derivative financial instruments                 | 223.9                        | 319.0   | -       | 542.9                        |                         | 7.7              | 8.4               |
| 4.27   |  |                              |         |         |                              |                         | 4,835.6          | 4,397.2           |
| <b>12.24</b>   |  |                              |         |         |                              |                         | <b>13,878.6</b>  | <b>13,667.0</b>   |
| <b>89.11</b>   | <b>Total long-term investments</b>               |                              |         |         |                              |                         | <b>101,056.2</b> | <b>92,968.4</b>   |
| <b>Short-term investments</b>                                  |  |                              |         |         |                              |                         |                  |                   |
| 3.92   | Domestic securities                              | 4,111.6                      | 212.5   | 164.6   | 4,488.7                      | 5.9                     | 4,435.2          | 4,444.8           |
| -  | Derivative financial instruments                 | 5,420.2                      | 15.0    | -       | 5,435.2                      |                         | 1.0              | 1.9               |
| 3.92   |  |                              |         |         |                              |                         | 4,436.2          | 4,446.7           |
| 0.62   | Foreign securities                               | 151.5                        | 140.2   | 439.3   | 731.0                        | 8.4                     | 708.5            | 722.3             |
| 0.48   | Derivative financial instruments                 | 16,547.2                     | 437.5   | 233.7   | 17,218.4                     |                         | 545.4            | 32.8              |
| 1.10   |  |                              |         |         |                              |                         | 1,253.9          | 755.1             |
| <b>5.02</b>  |  |                              |         |         |                              |                         | <b>5,690.1</b>   | <b>5,201.8</b>    |
| <b>Securities acquired under reverse repurchase agreements</b> |  |                              |         |         |                              |                         |                  |                   |
| 0.28   | Domestic securities                              | 319.9                        | -       | -       | 319.9                        | 5.7                     | 319.7            | 319.5             |
| 2.33   | Foreign securities                               | 2,669.2                      | -       | -       | 2,669.2                      | 5.6                     | 2,643.7          | 2,653.5           |
| -  | Derivative financial instruments                 | -                            | -       | -       | -                            |                         | -                | -                 |
| 2.33   |  |                              |         |         |                              |                         | 2,643.7          | 2,653.5           |
| <b>2.61</b>  |  |                              |         |         |                              |                         | <b>2,963.4</b>   | <b>2,973.0</b>    |
| <b>7.63</b>  | <b>Total short-term investments</b>              |                              |         |         |                              |                         | <b>8,653.5</b>   | <b>8,174.8</b>    |
| <b>96.74</b>   | <b>Total investments</b>                         |                              |         |         |                              |                         | <b>109,709.7</b> | <b>101,143.2</b>  |
| 0.80   | Advances to depositors                           | 910.2                        | -       | -       | 910.2                        |                         | 910.2            | 910.2             |
| 0.76   | Investment income, accrued and receivable        | 878.9                        | -       | -       | 878.9                        |                         | 878.9            | 878.9             |
| 1.15   | Transactions being settled                       | 1,298.9                      | -       | -       | 1,298.9                      |                         | 1,298.9          | 1,298.9           |
| 0.55   | Other assets                                     |                              |         |         |                              |                         | 622.1            | 622.1             |
| <b>100.00</b>  | <b>TOTAL ASSETS</b>                              |                              |         |         |                              |                         | <b>113,419.8</b> | <b>104,853.3</b>  |
| <b>LIABILITIES</b>   |  |                              |         |         |                              |                         |                  |                   |
| 23.17  | Deposits on loans of securities                  | 5,840.6                      | -       | -       | 5,840.6                      | 5.6                     | 5,829.7          | 5,818.9           |
| 5.28   | Loans and notes payable                          | 720.0                        | 367.6   | 287.8   | 1,375.4                      | 6.4                     | 1,327.7          | 1,324.6           |
| 10.07  | Transactions being settled                       | 2,533.7                      | -       | -       | 2,533.7                      |                         | 2,533.7          | 2,533.7           |
| 20.27  | Commitments related to short selling of bonds    | 788.4                        | 1,485.2 | 2,705.4 | 4,979.0                      | 5.6                     | 5,099.9          | 5,014.5           |
| 8.26   | Commitments related to short selling of equities |                              |         |         |                              |                         | 2,079.1          | 1,898.3           |
| 21.56  | Mortgages loans                                  | 1,282.0                      | 1,564.3 | 2,558.5 | 5,404.8                      | 7.7                     | 5,422.6          | 5,404.8           |
| 5.83   | Derivative financial instruments                 | 47,713.5                     | 1,999.0 | 2,763.2 | 52,475.7                     |                         | 1,465.9          | 148.0             |
| 2.46   | Other liabilities                                |                              |         |         |                              |                         | 619.0            | 619.0             |
| 3.10   | Non-controlling interests                        |                              |         |         |                              |                         | 778.8            | 600.2             |
| <b>100.00</b>  | <b>TOTAL LIABILITIES</b>                         |                              |         |         |                              |                         | <b>25,156.4</b>  | <b>23,362.0</b>   |
|  | <b>COMBINED NET ASSETS</b>                       |                              |         |         |                              |                         | <b>88,263.4</b>  | <b>81,491.3</b>   |

<sup>1</sup> The notional amount represents the exchange value used for the evaluation of future cash flows in the case of investments and certain assets and liabilities with a determined maturity date; in the case of derivative financial instruments, the notional amount represents the value of the notional principal, to which a rate or a price is applied to determine the exchange of future cash flows.

<sup>2</sup> Certain investment categories are reported at unamortized cost.

1999

| Breakdown of portfolios  | Fair value       | Cost <sup>2</sup> |
|--|------------------|-------------------|
| <b>ASSETS</b>  |                  |                   |
| <b>(continued)</b>   |                  |                   |
| External management  |                  |                   |
| Indice primaire MSCI-EAFE+EMF                                  |                  |                   |
| America  | 77.2             | 35.0              |
| Europe   | 3,243.0          | 2,311.2           |
| Pacific  | 2,385.3          | 1,554.8           |
| Emerging markets   | 1,447.8          | 1,160.2           |
| Other  | 387.6            | 331.6             |
| S&P 500 primary index  |                  |                   |
| Consumption  | 155.3            | 150.6             |
| Health care  | 60.3             | 54.1              |
| Energy   | 47.7             | 45.7              |
| Basic industries   | 57.3             | 53.2              |
| Capital equipment  | 249.3            | 170.0             |
| Buildings  | 8.4              | 9.6               |
| Finances   | 124.4            | 107.2             |
| Transportations  | 10.3             | 12.7              |
| Public utilities   | 63.2             | 60.3              |
| Other  | 5.9              | 3.9               |
|  | 21,458.0         | 16,134.2          |
| Derivative financial instruments                               | 439.3            | 59.5              |
|  | 21,897.3         | 16,193.7          |
|  | 44,726.2         | 31,318.9          |
| <b>Mortgages</b>   |                  |                   |
| Domestic securities  |                  |                   |
| Internal management  |                  |                   |
| Residential  | 138.3            | 136.8             |
| Industrial   | 356.1            | 360.0             |
| Office buildings   | 471.6            | 489.7             |
| Hotels   | 88.4             | 88.4              |
| Commercial buildings   | 457.9            | 458.5             |
| Commercial other   | 172.9            | 174.5             |
|  | 1,685.2          | 1,707.9           |
| Derivative financial instruments                               | -                | -                 |
|  | 1,685.2          | 1,707.9           |
| Foreign securities   |                  |                   |
| Residential  | 81.2             | 80.9              |
| Commercial buildings   | 107.0            | 99.8              |
| Commercial other   | 1.5              | 1.5               |
|  | 189.7            | 182.2             |
| Derivative financial instruments                               | 0.4              | -                 |
|  | 190.1            | 182.2             |
|  | 1,875.3          | 1,890.1           |
| <b>Real estate holdings</b>                                    |                  |                   |
| Canada   | 7,376.1          | 7,886.7           |
| Derivative financial instruments                               | 1.4              | 0.8               |
|  | 7,377.5          | 7,887.5           |
| Abroad   | 4,489.4          | 4,204.3           |
| Derivative financial instruments                               | 53.8             | 7.8               |
|  | 4,543.2          | 4,212.1           |
|  | 11,920.7         | 12,099.6          |
| <b>Total long-term investments</b>                             | <b>92,052.9</b>  | <b>77,453.8</b>   |
| <b>Short-term investments</b>                                  |                  |                   |
| Domestic securities  | 4,604.9          | 4,603.6           |
| Derivative financial instruments                               | -                | -                 |
|  | 4,604.9          | 4,603.6           |
| Foreign securities   | 420.1            | 467.1             |
| Derivative financial instruments                               | 83.8             | 1.4               |
|  | 503.9            | 468.5             |
|  | 5,108.8          | 5,072.1           |
| <b>Securities acquired under reverse repurchase agreements</b> |                  |                   |
| Domestic securities  | 116.7            | 116.7             |
| Foreign securities   | 1,292.8          | 1,324.3           |
| Derivative financial instruments                               | 7.8              | -                 |
|  | 1,300.6          | 1,324.3           |
|  | 1,417.3          | 1,441.0           |
| <b>Total short-term investments</b>                            | <b>6,526.1</b>   | <b>6,513.1</b>    |
| <b>Total investments</b>                                       | <b>98,579.0</b>  | <b>83,966.9</b>   |
| Advances to depositors   | 476.6            | 476.6             |
| Investment income, accrued and receivable                      | 816.1            | 816.1             |
| Transactions being settled                                     | 421.2            | 421.2             |
| Other assets   | 444.4            | 444.4             |
| <b>TOTAL ASSETS</b>  | <b>100,737.3</b> | <b>86,125.2</b>   |
| <b>LIABILITIES</b>   |                  |                   |
| Deposits on loans of securities                                | 4,539.3          | 4,568.4           |
| Loans and notes payable  | 1,028.2          | 1,031.4           |
| Transactions being settled                                     | 461.8            | 461.8             |
| Commitments related to short selling of bonds                  | 2,186.5          | 2,248.4           |
| Commitments related to short selling of equities               | 2,676.2          | 2,095.9           |
| Mortgages loans  | 5,029.8          | 5,074.2           |
| Derivative financial instruments                               | 1,569.3          | 81.2              |
| Other liabilities  | 512.2            | 512.2             |
| Non-controlling interests                                      | 1,191.1          | 1,073.5           |
| <b>TOTAL LIABILITIES</b>                                       | <b>19,194.4</b>  | <b>17,147.0</b>   |
| <b>COMBINED NET ASSETS</b>                                     | <b>81,542.9</b>  | <b>68,978.2</b>   |

**SUPPLEMENTARY INFORMATION**  
**SUMMARY FINANCIAL STATEMENTS FOR THE FUNDS**

(in millions of dollars)

| <b>GENERAL FUND</b>   |                 |                 |                 |                 |                |                |              |              |              |              |
|---|-----------------|-----------------|-----------------|-----------------|----------------|----------------|--------------|--------------|--------------|--------------|
|   |                 |                 | 301             |                 | 302            |                | 303          |              | 305          |              |
| <b>NET ASSETS AS AT DECEMBER 31</b>   | <b>2000</b>     | <b>1999</b>     | <b>2000</b>     | <b>1999</b>     | <b>2000</b>    | <b>1999</b>    | <b>2000</b>  | <b>1999</b>  | <b>2000</b>  | <b>1999</b>  |
| <b>ASSETS</b>   |                 |                 |                 |                 |                |                |              |              |              |              |
| Investments at fair value   |                 |                 |                 |                 |                |                |              |              |              |              |
| Bonds   | 9,770.9         | 8,045.6         | 14,022.7        | 12,120.9        | 2,124.0        | 1,905.4        | 74.6         | 59.2         | 83.0         | 73.6         |
| Shares and convertible securities   | 6,885.7         | 7,914.4         | 13,509.8        | 14,061.0        | 2,020.2        | 2,052.9        | 81.3         | 80.4         | 96.8         | 98.9         |
| Mortgages   | 420.1           | 361.9           | 701.7           | 587.4           | 93.1           | 92.2           | 21.1         | 27.4         | 6.3          | 5.6          |
| Real estate investments   | 1,210.1         | 906.3           | 2,014.4         | 1,497.8         | 306.0          | 228.7          | 15.0         | 11.4         | 13.3         | 9.8          |
| Short-term investments  | 840.5           | 945.9           | 1,250.6         | 1,263.1         | 205.6          | 171.0          | 8.3          | 10.0         | 9.0          | 6.3          |
| Deposits on loans of securities   | -               | -               | -               | 65.7            | -              | 5.4            | -            | 0.2          | -            | 0.7          |
| Securities acquired under reverse repurchase agreements                                 | -               | 216.0           | -               | -               | -              | -              | -            | -            | -            | -            |
|   | 19,127.3        | 18,390.1        | 31,499.2        | 29,595.9        | 4,748.9        | 4,455.6        | 200.3        | 188.6        | 208.4        | 194.9        |
| Other assets  | 4,649.1         | 4,328.6         | 155.3           | 112.5           | 23.3           | 17.2           | 1.0          | 0.7          | 1.0          | 0.7          |
|   | 23,776.4        | 22,718.7        | 31,654.5        | 29,708.4        | 4,772.2        | 4,472.8        | 201.3        | 189.3        | 209.4        | 195.6        |
| <b>LIABILITIES</b>  |                 |                 |                 |                 |                |                |              |              |              |              |
| Demand and term deposits  | 4,503.3         | 3,538.3         | 33.2            | -               | 0.6            | -              | 4.6          | -            | -            | -            |
| Deposits on loans of securities   | -               | 576.2           | -               | -               | -              | -              | -            | -            | -            | -            |
| Notes payable   | 28.4            | 1.6             | -               | -               | -              | -              | -            | -            | -            | -            |
| Commitments related to short selling  | -               | 10.3            | -               | -               | -              | -              | -            | -            | -            | -            |
| Derivative financial instruments  | 10.9            | 0.1             | -               | -               | -              | -              | -            | -            | -            | -            |
| Other liabilities   | 338.5           | 617.2           | 192.6           | 427.7           | 34.7           | 91.1           | 0.6          | 2.9          | 1.5          | 3.1          |
|   | 4,881.1         | 4,743.7         | 225.8           | 427.7           | 35.3           | 91.1           | 5.2          | 2.9          | 1.5          | 3.1          |
| <b>PARTICIPATION DEPOSIT</b>  |                 |                 |                 |                 |                |                |              |              |              |              |
| HOLDERS' NET HOLDINGS   | 18,895.3        | 17,975.0        | 31,428.7        | 29,280.7        | 4,736.9        | 4,381.7        | 196.1        | 186.4        | 207.9        | 192.5        |
| <b>STATEMENT OF INCOME FOR THE YEAR ENDED DECEMBER 31</b>                               |                 |                 |                 |                 |                |                |              |              |              |              |
| <b>INCOME</b>   |                 |                 |                 |                 |                |                |              |              |              |              |
| Investment income   |                 |                 |                 |                 |                |                |              |              |              |              |
| Bonds   | 619.7           | 436.8           | 915.1           | 758.6           | 142.4          | 117.7          | 4.6          | 3.7          | 5.6          | 4.6          |
| Shares and convertible securities   | 76.2            | 135.8           | 149.6           | 191.6           | 21.8           | 30.0           | 0.9          | 1.1          | 1.1          | 1.3          |
| Mortgage loans  | 34.7            | 16.1            | 60.1            | 25.5            | 9.1            | 4.0            | 2.0          | 1.1          | 0.6          | 0.2          |
| Real estate investments   | 84.5            | 80.5            | 139.6           | 122.9           | 21.1           | 19.3           | 1.1          | 1.0          | 0.9          | 0.8          |
| Short-term securities   | 95.2            | (39.2)          | 94.3            | 34.1            | 13.4           | 5.1            | 0.7          | 0.4          | 0.5          | 0.2          |
| Demand deposits (Advances from) in the General Fund                                     | -               | -               | (0.5)           | 2.3             | (0.1)          | 0.3            | -            | -            | -            | -            |
|   | 910.3           | 630.0           | 1,358.2         | 1,135.0         | 207.7          | 176.4          | 9.3          | 7.3          | 8.7          | 7.1          |
| Other income  | 1.2             | 0.3             | -               | -               | -              | -              | -            | -            | -            | -            |
| Total income  | 911.5           | 630.3           | 1,358.2         | 1,135.0         | 207.7          | 176.4          | 9.3          | 7.3          | 8.7          | 7.1          |
| Investment management expenses  | 0.3             | 1.5             | -               | -               | -              | -              | -            | -            | -            | -            |
|   | 911.2           | 628.8           | 1,358.2         | 1,135.0         | 207.7          | 176.4          | 9.3          | 7.3          | 8.7          | 7.1          |
| <b>EXPENDITURES</b>   |                 |                 |                 |                 |                |                |              |              |              |              |
| Administrative expenses   | 0.1             | 0.5             | -               | -               | -              | -              | -            | -            | -            | -            |
| Interest on demand and term deposits  | 39.2            | (64.4)          | -               | -               | -              | -              | -            | -            | -            | -            |
| <b>NET INVESTMENT INCOME</b>  | <b>871.9</b>    | <b>692.7</b>    | <b>1,358.2</b>  | <b>1,135.0</b>  | <b>207.7</b>   | <b>176.4</b>   | <b>9.3</b>   | <b>7.3</b>   | <b>8.7</b>   | <b>7.1</b>   |
| <b>CHANGES IN NET ASSETS FOR THE YEAR ENDED DECEMBER 31</b>                             |                 |                 |                 |                 |                |                |              |              |              |              |
| <b>INVESTMENT OPERATIONS</b>  |                 |                 |                 |                 |                |                |              |              |              |              |
| Net investment income   | 871.9           | 692.7           | 1,358.2         | 1,135.0         | 207.7          | 176.4          | 9.3          | 7.3          | 8.7          | 7.1          |
| Gains (losses) on sale of investments   | 1,267.5         | 809.9           | 1,714.2         | 558.3           | 260.8          | 145.6          | 10.1         | 4.2          | 15.6         | 4.1          |
| Unrealized increase (decrease) in value of investments and other assets and liabilities | (1,102.5)       | 1,113.1         | (1,068.9)       | 2,279.8         | (170.3)        | 289.6          | (4.8)        | 11.9         | (10.2)       | 16.4         |
| Total investment operations   | 1,036.9         | 2,615.7         | 2,003.5         | 3,973.1         | 298.2          | 611.6          | 14.6         | 23.4         | 14.1         | 27.6         |
| Participation deposits  | 2,022.8         | 584.1           | 3,216.9         | 1,879.1         | 525.5          | 117.4          | 14.5         | 8.4          | 25.6         | 10.9         |
| Transfer of a depositor's net assets  | (2,139.4)       | (1,502.6)       | (3,072.4)       | (1,693.3)       | (468.5)        | (322.0)        | (19.4)       | (11.5)       | (24.3)       | (11.2)       |
| <b>INCREASE IN NET ASSETS</b>   | <b>920.3</b>    | <b>1,697.2</b>  | <b>2,148.0</b>  | <b>4,158.9</b>  | <b>355.2</b>   | <b>407.0</b>   | <b>9.7</b>   | <b>20.3</b>  | <b>15.4</b>  | <b>27.3</b>  |
| <b>NET ASSETS, BEGINNING OF YEAR</b>  | <b>17,975.0</b> | <b>16,277.8</b> | <b>29,280.7</b> | <b>25,121.8</b> | <b>4,381.7</b> | <b>3,974.7</b> | <b>186.4</b> | <b>166.1</b> | <b>192.5</b> | <b>165.2</b> |
| <b>NET ASSETS, END OF YEAR</b>  | <b>18,895.3</b> | <b>17,975.0</b> | <b>31,428.7</b> | <b>29,280.7</b> | <b>4,736.9</b> | <b>4,381.7</b> | <b>196.1</b> | <b>186.4</b> | <b>207.9</b> | <b>192.5</b> |
| <b>INVESTMENTS AND CERTAIN LIABILITIES AT COST AS AT DECEMBER 31</b>                    |                 |                 |                 |                 |                |                |              |              |              |              |
| <b>ASSETS</b>   |                 |                 |                 |                 |                |                |              |              |              |              |
| Investments   |                 |                 |                 |                 |                |                |              |              |              |              |
| Bonds   | 9,492.9         | 7,613.8         | 13,495.8        | 11,694.3        | 2,042.5        | 1,824.3        | 71.3         | 57.2         | 78.5         | 70.6         |
| Shares and convertible securities   | 4,232.7         | 4,327.3         | 8,441.6         | 7,831.3         | 1,248.9        | 1,109.5        | 55.8         | 47.6         | 65.5         | 55.7         |
| Mortgages   | 422.0           | 375.4           | 703.4           | 607.6           | 93.4           | 95.3           | 21.0         | 28.1         | 6.3          | 5.8          |
| Real estate investments   | 1,175.4         | 962.6           | 1,875.1         | 1,509.4         | 286.9          | 232.4          | 13.3         | 10.9         | 12.5         | 10.0         |
| Short-term securities   | 834.5           | 833.9           | 1,257.3         | 1,092.6         | 208.5          | 149.7          | 8.7          | 9.5          | 9.5          | 5.8          |
| Demand deposits in the General Fund   | -               | -               | -               | 65.7            | -              | 5.4            | -            | 0.2          | -            | 0.7          |
| Securities acquired under reverse repurchase agreements                                 | -               | 216.2           | -               | -               | -              | -              | -            | -            | -            | -            |
|   | 16,157.5        | 14,329.2        | 25,773.2        | 22,800.9        | 3,880.2        | 3,416.6        | 170.1        | 153.5        | 172.3        | 148.6        |
| <b>LIABILITIES</b>  |                 |                 |                 |                 |                |                |              |              |              |              |
| Term deposits   | 21.5            | 100.8           | -               | -               | -              | -              | -            | -            | -            | -            |
| Deposits on loans of securities   | -               | 576.2           | -               | -               | -              | -              | -            | -            | -            | -            |
| Notes payable   | 28.3            | 1.6             | -               | -               | -              | -              | -            | -            | -            | -            |
| Commitments related to short selling  | -               | 10.2            | -               | -               | -              | -              | -            | -            | -            | -            |



INDIVIDUAL FUNDS

| 306   |       | 307     |         | 308<br>(closed 00-06-30) |         | 311     |         | 312     |         | 313     |         | 314<br>(created 99-11-01) |       | 315<br>(created 99-10-01) |       |
|-------|-------|---------|---------|--------------------------|---------|---------|---------|---------|---------|---------|---------|---------------------------|-------|---------------------------|-------|
| 2000  | 1999  | 2000    | 1999    | 2000                     | 1999    | 2000    | 1999    | 2000    | 1999    | 2000    | 1999    | 2000                      | 1999  | 2000                      | 1999  |
| 66.9  | 54.3  | 2,497.7 | 2,150.0 | 2,619.9                  | 1,908.7 | 1,217.5 | 1,052.5 | 1,101.4 | 930.7   | 416.3   | 336.3   | 100.1                     | 82.2  | 36.0                      | 28.3  |
| 44.9  | 44.8  | 3,864.6 | 4,141.6 | 2,747.0                  | 2,170.4 | 1,745.6 | 1,709.4 | 1,580.1 | 1,511.6 | 592.8   | 546.3   | -                         | -     | 16.2                      | 17.2  |
| -     | -     | 146.4   | 146.3   | 135.1                    | 132.0   | 107.7   | 100.3   | 97.4    | 88.7    | 36.8    | 32.1    | -                         | -     | 2.0                       | 0.6   |
| 6.3   | 4.5   | 571.6   | 432.3   | 311.9                    | 186.8   | 267.8   | 206.3   | 243.5   | 181.2   | 89.9    | 65.0    | -                         | -     | 2.6                       | 3.6   |
| 3.4   | 3.6   | 550.1   | 460.7   | 352.1                    | 124.3   | 236.9   | 423.1   | 212.0   | 373.6   | 86.7    | 134.5   | 100.4                     | -     | 26.6                      | 23.5  |
| -     | 0.2   | -       | 52.3    | -                        | 54.7    | 0.2     | 3.2     | 0.2     | -       | 0.1     | 5.2     | -                         | -     | -                         | -     |
| -     | -     | -       | -       | -                        | -       | -       | -       | -       | -       | -       | -       | -                         | -     | -                         | -     |
| 121.5 | 107.4 | 7,630.4 | 7,383.2 | 6,166.0                  | 4,576.9 | 3,575.7 | 3,494.8 | 3,234.6 | 3,085.8 | 1,222.6 | 1,119.4 | 200.5                     | 82.2  | 83.4                      | 73.2  |
| 0.6   | 0.5   | 37.7    | 25.0    | 26.7                     | 17.5    | 18.0    | 12.6    | 16.3    | 11.2    | 6.1     | 4.0     | 1.0                       | 0.5   | 0.4                       | 0.4   |
| 122.1 | 107.9 | 7,668.1 | 7,408.2 | 6,192.7                  | 4,594.4 | 3,593.7 | 3,507.4 | 3,250.9 | 3,097.0 | 1,228.7 | 1,123.4 | 201.5                     | 82.7  | 83.8                      | 73.6  |
| -     | -     | 4.3     | -       | -                        | -       | -       | -       | -       | 0.4     | -       | -       | -                         | -     | 0.4                       | 1.8   |
| -     | -     | -       | -       | -                        | -       | -       | -       | -       | -       | -       | -       | -                         | -     | -                         | -     |
| -     | -     | -       | -       | -                        | -       | -       | -       | -       | -       | -       | -       | -                         | -     | -                         | -     |
| -     | -     | -       | -       | -                        | -       | -       | -       | -       | -       | -       | -       | -                         | -     | -                         | -     |
| 0.7   | 1.4   | 51.1    | 72.5    | 29.0                     | 41.2    | 21.8    | 109.1   | 19.4    | 95.4    | 7.3     | 29.6    | 1.0                       | 0.9   | 0.4                       | 0.8   |
| 0.7   | 1.4   | 55.4    | 72.5    | 29.0                     | 41.2    | 21.8    | 109.1   | 19.4    | 95.8    | 7.3     | 29.6    | 1.0                       | 0.9   | 0.8                       | 2.6   |
| 121.4 | 106.5 | 7,612.7 | 7,335.7 | 6,163.7                  | 4,553.2 | 3,571.9 | 3,398.3 | 3,231.5 | 3,001.2 | 1,221.4 | 1,093.8 | 200.5                     | 81.8  | 83.0                      | 71.0  |
| 4.3   | 3.3   | 165.4   | 158.7   | 78.6                     | 78.6    | 79.8    | 65.0    | 71.7    | 58.5    | 26.3    | 20.4    | 6.4                       | 0.9   | 2.2                       | 0.5   |
| 0.5   | 0.6   | 44.6    | 57.4    | 16.4                     | 18.5    | 19.8    | 30.7    | 17.8    | 26.4    | 6.5     | 9.3     | -                         | -     | 0.2                       | -     |
| -     | -     | 13.1    | 6.4     | 5.6                      | 2.8     | 9.7     | 4.4     | 8.6     | 3.8     | 3.2     | 2.2     | -                         | -     | 0.1                       | -     |
| 0.4   | 0.3   | 40.7    | 36.5    | 10.4                     | 11.5    | 19.1    | 16.1    | 17.2    | 13.0    | 6.3     | 5.0     | -                         | -     | 0.1                       | 0.1   |
| 0.2   | 0.2   | 36.4    | 11.8    | 8.1                      | 3.5     | 18.6    | 6.1     | 16.7    | 5.9     | 6.1     | 1.9     | 4.6                       | -     | 1.4                       | 0.2   |
| -     | -     | 0.1     | (0.5)   | -                        | 0.5     | -       | -       | -       | 0.5     | -       | 0.1     | 0.1                       | -     | -                         | -     |
| 5.4   | 4.4   | 300.3   | 270.3   | 119.1                    | 115.4   | 147.0   | 122.3   | 132.0   | 108.1   | 48.4    | 38.9    | 11.1                      | 0.9   | 4.0                       | 0.8   |
| -     | -     | -       | -       | -                        | -       | -       | -       | -       | -       | -       | -       | -                         | -     | -                         | -     |
| 5.4   | 4.4   | 300.3   | 270.3   | 119.1                    | 115.4   | 147.0   | 122.3   | 132.0   | 108.1   | 48.4    | 38.9    | 11.1                      | 0.9   | 4.0                       | 0.8   |
| -     | -     | -       | -       | -                        | -       | -       | -       | -       | -       | -       | -       | -                         | -     | -                         | -     |
| 5.4   | 4.4   | 300.3   | 270.3   | 119.1                    | 115.4   | 147.0   | 122.3   | 132.0   | 108.1   | 48.4    | 38.9    | 11.1                      | 0.9   | 4.0                       | 0.8   |
| -     | -     | -       | -       | -                        | -       | -       | -       | -       | -       | -       | -       | -                         | -     | -                         | -     |
| 5.4   | 4.4   | 300.3   | 270.3   | 119.1                    | 115.4   | 147.0   | 122.3   | 132.0   | 108.1   | 48.4    | 38.9    | 11.1                      | 0.9   | 4.0                       | 0.8   |
| 5.4   | 4.4   | 300.3   | 270.3   | 119.1                    | 115.4   | 147.0   | 122.3   | 132.0   | 108.1   | 48.4    | 38.9    | 11.1                      | 0.9   | 4.0                       | 0.8   |
| 4.2   | 1.1   | 429.2   | 119.6   | 19.7                     | 47.7    | 215.4   | 198.1   | 160.7   | 112.8   | 48.7    | 29.4    | -                         | -     | 1.5                       | -     |
| (0.8) | 6.8   | (340.7) | 721.6   | 270.9                    | 317.2   | (170.1) | 233.1   | (123.3) | 262.1   | (35.7)  | 102.9   | 3.1                       | (0.7) | (0.5)                     | 2.3   |
| 8.8   | 12.3  | 388.8   | 1,111.5 | 409.7                    | 480.3   | 192.3   | 553.5   | 169.4   | 483.0   | 61.4    | 171.2   | 14.2                      | 0.2   | 5.0                       | 3.1   |
| 15.7  | 10.8  | 617.7   | 213.9   | 1,339.6                  | 2,903.8 | 343.7   | 156.5   | 353.6   | 151.4   | 163.3   | 84.0    | 115.6                     | 82.5  | 12.5                      | 68.6  |
| (9.6) | (5.5) | (729.5) | (389.9) | (138.8)                  | (163.0) | (362.4) | (320.4) | (292.7) | (220.8) | (97.1)  | (68.3)  | (11.1)                    | (0.9) | (5.5)                     | (0.7) |
| 14.9  | 17.6  | 277.0   | 935.5   | 1,610.5                  | 3,221.1 | 173.6   | 389.6   | 230.3   | 413.6   | 127.6   | 186.9   | 118.7                     | 81.8  | 12.0                      | 71.0  |
| 106.5 | 88.9  | 7,335.7 | 6,400.2 | 4,553.2                  | 1,332.1 | 3,398.3 | 3,008.7 | 3,001.2 | 2,587.6 | 1,093.8 | 906.9   | 81.8                      | -     | 71.0                      | -     |
| 121.4 | 106.5 | 7,612.7 | 7,335.7 | 6,163.7                  | 4,553.2 | 3,571.9 | 3,398.3 | 3,231.5 | 3,001.2 | 1,221.4 | 1,093.8 | 200.5                     | 81.8  | 83.0                      | 71.0  |
| 63.7  | 52.8  | 2,342.8 | 2,054.0 | 2,620.2                  | 1,953.7 | 1,162.5 | 1,028.1 | 1,047.6 | 903.9   | 395.6   | 325.8   | 98.1                      | 82.9  | 35.7                      | 29.0  |
| 30.9  | 28.2  | 2,484.8 | 2,395.9 | 1,974.3                  | 1,624.1 | 1,172.0 | 977.5   | 1,117.0 | 934.8   | 447.6   | 367.3   | -                         | -     | 14.6                      | 14.4  |
| -     | -     | 147.0   | 151.8   | 136.0                    | 134.1   | 107.7   | 103.2   | 97.2    | 91.0    | 36.7    | 32.8    | -                         | -     | 2.0                       | 0.6   |
| 5.6   | 4.3   | 543.9   | 448.1   | 298.5                    | 174.4   | 251.4   | 210.2   | 217.2   | 173.4   | 82.3    | 64.1    | -                         | -     | 2.4                       | 3.5   |
| 3.6   | 3.4   | 554.4   | 383.0   | 344.2                    | 114.0   | 239.5   | 360.1   | 215.2   | 319.3   | 89.4    | 117.5   | 100.0                     | -     | 26.8                      | 23.4  |
| -     | 0.2   | -       | 52.3    | -                        | 54.7    | 0.2     | 3.2     | 0.2     | -       | 0.1     | 5.2     | -                         | -     | -                         | -     |
| -     | -     | -       | -       | -                        | -       | -       | -       | -       | -       | -       | -       | -                         | -     | -                         | -     |
| 103.8 | 88.9  | 6,072.9 | 5,485.1 | 5,373.2                  | 4,055.0 | 2,933.3 | 2,682.3 | 2,694.4 | 2,422.4 | 1,051.7 | 912.7   | 198.1                     | 82.9  | 81.5                      | 70.9  |
| -     | -     | -       | -       | -                        | -       | -       | -       | -       | -       | -       | -       | -                         | -     | -                         | -     |
| -     | -     | -       | -       | -                        | -       | -       | -       | -       | -       | -       | -       | -                         | -     | -                         | -     |
| -     | -     | -       | -       | -                        | -       | -       | -       | -       | -       | -       | -       | -                         | -     | -                         | -     |

**SUPPLEMENTARY INFORMATION**  
**SUMMARY FINANCIAL STATEMENTS FOR THE FUNDS (continued)**

(in millions of dollars)

|   | INDIVIDUAL FUNDS   |          |                    |          |                    |          |                |                |
|---|--------------------|----------|--------------------|----------|--------------------|----------|----------------|----------------|
|   | 316                |          | 317                |          | 318                |          | 330            |                |
|   | (created 00-06-01) |          | (created 00-06-01) |          | (created 00-06-01) |          |                |                |
| NET ASSETS AS AT DECEMBER 31  | 2000               | 1999     | 2000               | 1999     | 2000               | 1999     | 2000           | 1999           |
| <b>ASSETS</b>   |                    |          |                    |          |                    |          |                |                |
| Investments at fair value   |                    |          |                    |          |                    |          |                |                |
| Bonds   | 921.6              | -        | 173.0              | -        | 2,024.9            | -        | 3,095.3        | 2,678.5        |
| Shares and convertible securities   | 880.9              | -        | 165.4              | -        | 1,935.4            | -        | 4,390.7        | 4,617.7        |
| Mortgages   | 46.4               | -        | 8.7                | -        | 102.0              | -        | 175.6          | 92.6           |
| Real estate investments   | 142.4              | -        | 25.2               | -        | 271.9              | -        | 585.0          | 431.9          |
| Short-term investments  | 73.9               | -        | 15.3               | -        | 201.6              | -        | 892.3          | 759.3          |
| Deposits on loans of securities   | 0.1                | -        | -                  | -        | 0.2                | -        | 0.5            | 27.5           |
| Securities acquired under reverse repurchase agreements                                 | -                  | -        | -                  | -        | -                  | -        | -              | -              |
|   | 2,065.3            | -        | 387.6              | -        | 4,536.0            | -        | 9,139.4        | 8,607.5        |
| Other assets  | 10.3               | -        | 1.9                | -        | 22.1               | -        | 44.6           | 29.2           |
|   | 2,075.6            | -        | 389.5              | -        | 4,558.1            | -        | 9,184.0        | 8,636.7        |
| <b>LIABILITIES</b>  |                    |          |                    |          |                    |          |                |                |
| Demand and term deposits  | -                  | -        | -                  | -        | -                  | -        | -              | -              |
| Deposits on loans of securities   | -                  | -        | -                  | -        | -                  | -        | -              | -              |
| Notes payable   | -                  | -        | -                  | -        | -                  | -        | -              | -              |
| Commitments related to short selling  | -                  | -        | -                  | -        | -                  | -        | -              | -              |
| Derivative financial instruments  | -                  | -        | -                  | -        | -                  | -        | -              | -              |
| Other liabilities   | 9.5                | -        | 1.7                | -        | 20.0               | -        | 68.8           | 95.4           |
|   | 9.5                | -        | 1.7                | -        | 20.0               | -        | 68.8           | 95.4           |
| <b>PARTICIPATION DEPOSIT</b>  |                    |          |                    |          |                    |          |                |                |
| HOLDERS' NET HOLDINGS   | 2,066.1            | -        | 387.8              | -        | 4,538.1            | -        | 9,115.2        | 8,541.3        |
| <b>STATEMENT OF INCOME FOR THE YEAR ENDED DECEMBER 31</b>                               |                    |          |                    |          |                    |          |                |                |
| <b>INCOME</b>   |                    |          |                    |          |                    |          |                |                |
| Investment income   |                    |          |                    |          |                    |          |                |                |
| Bonds   | 30.9               | -        | 5.8                | -        | 67.4               | -        | 206.3          | 215.0          |
| Shares and convertible securities   | 3.8                | -        | 0.7                | -        | 8.3                | -        | 50.1           | 65.0           |
| Mortgage loans  | 1.8                | -        | 0.3                | -        | 3.9                | -        | 13.5           | 4.2            |
| Real estate investments   | 5.5                | -        | 1.0                | -        | 10.4               | -        | 40.4           | 32.7           |
| Short-term securities   | 3.0                | -        | 0.6                | -        | 7.2                | -        | 53.7           | 15.0           |
| Demand deposits (Advances from) in the General Fund                                     | -                  | -        | -                  | -        | -                  | -        | 0.4            | (0.2)          |
|   | 45.0               | -        | 8.4                | -        | 97.2               | -        | 364.4          | 331.7          |
| Other income  | -                  | -        | -                  | -        | -                  | -        | -              | -              |
| Total income  | 45.0               | -        | 8.4                | -        | 97.2               | -        | 364.4          | 331.7          |
| Investment management expenses  | -                  | -        | -                  | -        | -                  | -        | -              | -              |
|   | 45.0               | -        | 8.4                | -        | 97.2               | -        | 364.4          | 331.7          |
| <b>EXPENDITURES</b>   |                    |          |                    |          |                    |          |                |                |
| Administrative expenses   | -                  | -        | -                  | -        | -                  | -        | -              | -              |
| Interest on demand and term deposits  | -                  | -        | -                  | -        | -                  | -        | -              | -              |
| <b>NET INVESTMENT INCOME</b>  | <b>45.0</b>        | <b>-</b> | <b>8.4</b>         | <b>-</b> | <b>97.2</b>        | <b>-</b> | <b>364.4</b>   | <b>331.7</b>   |
| <b>CHANGES IN NET ASSETS FOR THE YEAR ENDED DECEMBER 31</b>                             |                    |          |                    |          |                    |          |                |                |
| <b>INVESTMENT OPERATIONS</b>  |                    |          |                    |          |                    |          |                |                |
| Net investment income   | 45.0               | -        | 8.4                | -        | 97.2               | -        | 364.4          | 331.7          |
| Gains (losses) on sale of investments   | 4.3                | -        | 0.2                | -        | (4.9)              | -        | 459.8          | 200.7          |
| Unrealized increase (decrease) in value of investments and other assets and liabilities | (57.2)             | -        | (11.0)             | -        | (135.1)            | -        | (434.0)        | 665.1          |
| Total investment operations   | (7.9)              | -        | (2.4)              | -        | (42.8)             | -        | 390.2          | 1,197.5        |
| Participation deposits  | 2,123.3            | -        | 398.8              | -        | 4,673.2            | -        | 1,007.9        | 215.7          |
| Transfer of a depositor's net assets  | (49.3)             | -        | (8.6)              | -        | (92.3)             | -        | (824.2)        | (532.4)        |
| <b>INCREASE IN NET ASSETS</b>   | <b>2,066.1</b>     | <b>-</b> | <b>387.8</b>       | <b>-</b> | <b>4,538.1</b>     | <b>-</b> | <b>573.9</b>   | <b>880.8</b>   |
| <b>NET ASSETS, BEGINNING OF YEAR</b>  | <b>-</b>           | <b>-</b> | <b>-</b>           | <b>-</b> | <b>-</b>           | <b>-</b> | <b>8,541.3</b> | <b>7,660.5</b> |
| <b>NET ASSETS, END OF YEAR</b>  | <b>2,066.1</b>     | <b>-</b> | <b>387.8</b>       | <b>-</b> | <b>4,538.1</b>     | <b>-</b> | <b>9,115.2</b> | <b>8,541.3</b> |
| <b>INVESTMENTS AND CERTAIN LIABILITIES AT COST AS AT DECEMBER 31</b>                    |                    |          |                    |          |                    |          |                |                |
| <b>ASSETS</b>   |                    |          |                    |          |                    |          |                |                |
| Investments   |                    |          |                    |          |                    |          |                |                |
| Bonds   | 923.4              | -        | 173.4              | -        | 2,030.7            | -        | 2,930.2        | 2,586.3        |
| Shares and convertible securities   | 937.8              | -        | 176.1              | -        | 2,064.7            | -        | 3,110.7        | 2,905.9        |
| Mortgages   | 45.6               | -        | 8.6                | -        | 100.3              | -        | 174.7          | 95.9           |
| Real estate investments   | 133.7              | -        | 23.7               | -        | 255.3              | -        | 555.9          | 446.9          |
| Short-term securities   | 81.9               | -        | 16.8               | -        | 219.9              | -        | 904.6          | 648.2          |
| Demand deposits in the General Fund   | 0.1                | -        | -                  | -        | 0.2                | -        | 0.5            | 27.5           |
| Securities acquired under reverse repurchase agreements                                 | -                  | -        | -                  | -        | -                  | -        | -              | -              |
|   | 2,122.5            | -        | 398.6              | -        | 4,671.1            | -        | 7,676.6        | 6,710.7        |
| <b>LIABILITIES</b>  |                    |          |                    |          |                    |          |                |                |
| Term deposits   | -                  | -        | -                  | -        | -                  | -        | -              | -              |
| Deposits on loans of securities   | -                  | -        | -                  | -        | -                  | -        | -              | -              |
| Notes payable   | -                  | -        | -                  | -        | -                  | -        | -              | -              |
| Commitments related to short selling  | -                  | -        | -                  | -        | -                  | -        | -              | -              |

SUPPLEMENTARY INFORMATION - SUMMARY FINANCIAL STATEMENTS FOR THE SPECIALIZED PORTFOLIOS (in millions of dollars)

|  | BONDS          |                | QUÉBEC INTERNATIONAL BONDS<br>(created 99-07-01) |                | CANADIAN EQUITIES | DIVERSIF., STRAT. AND TACTICAL INVEST.<br>(created 00-11-01) |               |          |
|--|----------------|----------------|--|----------------|-------------------|--|---------------|----------|
| CONSOLIDATED NET ASSETS AS AT DECEMBER 31                                | 2000           | 1999           | 2000   | 1999           | 2000              | 1999   | 2000          | 1999     |
| <b>ASSETS</b>  |                |                |  |                |                   |  |               |          |
| Investments at fair value  |                |                |  |                |                   |  |               |          |
| Bonds  | 35,461.1       | 31,239.7       | 4,788.0  | 1,905.5        | 541.2             | 283.9  | 5.1           | -        |
| Shares and convertible securities  | -              | -              | 154.4  | 157.1          | 24,198.8          | 25,758.8   | 2,754.5       | -        |
| Mortgages  | -              | -              | -  | -              | -                 | -  | -             | -        |
| Mortgage bonds   | -              | -              | -  | -              | -                 | -  | -             | -        |
| Real estate holdings   | -              | -              | -  | -              | -                 | -  | -             | -        |
| Short-term investments   | 1,668.8        | 1,055.7        | 1,051.8  | 495.3          | 128.3             | 215.4  | 307.6         | -        |
| Demand deposits in the General Fund                                      | 4,005.0        | 2,767.6        | -  | 200.5          | -                 | -  | -             | -        |
| Securities acquired under reverse repurchase agreements                  | 3,017.9        | 1,412.3        | -  | -              | -                 | -  | 32.8          | -        |
|  | 44,152.8       | 36,475.3       | 5,994.2  | 2,758.4        | 24,868.3          | 26,258.1   | 3,100.0       | -        |
| Other assets   | 1,635.6        | 614.5          | 71.5   | 36.5           | 137.3             | 106.4  | 12.3          | -        |
|  | 45,788.4       | 37,089.8       | 6,065.7  | 2,794.9        | 25,005.6          | 26,364.5   | 3,112.3       | -        |
| <b>LIABILITIES</b>   |                |                |  |                |                   |  |               |          |
| Advances from the General Fund   | -              | -              | 495.8  | -              | 1,223.6           | 1,589.7  | 746.2         | -        |
| Deposits on loans of securities  | 6,171.9        | 4,690.5        | -  | -              | -                 | -  | 54.5          | -        |
| Commitments related to short selling of securities                       | 5,057.9        | 2,176.3        | -  | -              | 1,989.5           | 2,378.1  | 32.3          | -        |
| Bank loans and notes payable   | -              | -              | -  | -              | 13.4              | -  | 1,003.5       | -        |
| Mortgage loans payable   | -              | -              | -  | -              | -                 | -  | -             | -        |
| Commercial mortgage-backed securities                                    | -              | -              | -  | -              | -                 | -  | -             | -        |
| Derivative financial instruments   | 372.3          | 1,310.7        | 4.0  | -              | 79.4              | 12.9   | 269.8         | -        |
| Other liabilities  | 1,839.2        | 268.8          | 187.1  | 12.3           | 77.9              | 97.1   | 16.4          | -        |
| Non-controlling interests  | -              | -              | -  | -              | 5.9               | -  | -             | -        |
|  | 13,441.3       | 8,446.3        | 686.9  | 12.3           | 3,389.7           | 4,077.8  | 2,122.7       | -        |
|  | 32,347.1       | 28,643.5       | 5,378.8  | 2,782.6        | 21,615.9          | 22,286.7   | 989.6         | -        |
| <b>NET HOLDINGS OF FUNDS</b>   |                |                |  |                |                   |  |               |          |
| <b>CONSOLIDATED STATEMENT OF INCOME FOR THE YEAR ENDED DECEMBER 31</b>   |                |                |  |                |                   |  |               |          |
| <b>INCOME</b>  |                |                |  |                |                   |  |               |          |
| Investment income  |                |                |  |                |                   |  |               |          |
| Bonds  | 1,835.3        | 1,825.1        | 236.6  | 29.5           | 16.0              | 5.8  | (0.3)         | -        |
| Shares and convertible securities  | -              | -              | 1.8  | 0.1            | 343.3             | 270.1  | -             | -        |
| Mortgage loans   | -              | -              | -  | -              | -                 | -  | -             | -        |
| Real estate  | -              | -              | -  | -              | -                 | -  | -             | -        |
| Short-term securities  | 105.4          | 63.7           | 52.5   | 6.0            | 12.2              | 0.4  | (0.6)         | -        |
| Demand deposits (advances from) in the General Fund                      | 227.0          | 1.7            | (8.7)  | 1.4            | (87.8)            | (61.3)   | (8.0)         | -        |
|  | 2,167.7        | 1,890.5        | 282.2  | 37.0           | 283.7             | 215.0  | (8.9)         | -        |
| Other income   | 11.8           | 19.0           | -  | -              | 4.8               | 14.7   | 0.4           | -        |
| Total income   | 2,179.5        | 1,909.5        | 282.2  | 37.0           | 288.5             | 229.7  | (8.5)         | -        |
| Investment management expenses   | 19.1           | 18.5           | 1.4  | 0.4            | 43.9              | 32.9   | 0.6           | -        |
|  | 2,160.4        | 1,891.0        | 280.8  | 36.6           | 244.6             | 196.8  | (9.1)         | -        |
| <b>EXPENDITURES</b>  |                |                |  |                |                   |  |               |          |
| Administrative expenses  | 7.9            | 7.0            | 0.8  | 0.1            | 6.8               | 5.5  | 0.1           | -        |
| INCOME BEFORE THE FOLLOWING ITEM   | 2,152.5        | 1,884.0        | 280.0  | 36.5           | 237.8             | 191.3  | (9.2)         | -        |
| Interests on notes payable   | -              | -              | -  | -              | -                 | -  | 10.5          | -        |
| Non-controlling interests  | -              | -              | -  | -              | (0.7)             | -  | -             | -        |
| <b>NET INVESTMENT INCOME</b>   | <b>2,152.5</b> | <b>1,884.0</b> | <b>280.0</b>                                     | <b>36.5</b>    | <b>238.5</b>      | <b>191.3</b>   | <b>(19.7)</b> | <b>-</b> |
| <b>CHANGES IN CONSOLIDATED NET ASSETS FOR THE YEAR ENDED DECEMBER 31</b> |                |                |  |                |                   |  |               |          |
| <b>INVESTMENT OPERATIONS</b>   |                |                |  |                |                   |  |               |          |
| Net investment income  | 2,152.5        | 1,884.0        | 280.0  | 36.5           | 238.5             | 191.3  | (19.7)        | -        |
| Gains (losses) on sale of investments                                    | (149.8)        | (73.6)         | (727.2)  | 270.0          | 5,976.5           | 1,846.5  | (6.7)         | -        |
| Unrealized increase (decrease) in value of investments and liabilities   | 1,018.2        | (1,874.1)      | 153.3  | (26.6)         | (3,469.5)         | 3,513.3  | (97.0)        | -        |
| Total investment operations  | 3,020.9        | (63.7)         | (293.9)  | 279.9          | 2,745.5           | 5,551.1  | (123.4)       | -        |
| Participation units  | 2,835.2        | 2,614.3        | 3,170.1  | 2,539.2        | (3,177.8)         | (448.6)  | 1,093.4       | -        |
| Transfer from funds and portfolio  | -              | -              | -  | -              | -                 | -  | -             | -        |
| Net income allocated to participation unit holders                       | (2,152.5)      | (1,884.0)      | (280.0)  | (36.5)         | (238.5)           | (191.3)  | 19.6          | -        |
| <b>INCREASE (DECREASE) IN CONSOLIDATED NET ASSETS</b>                    | <b>3,703.6</b> | <b>666.6</b>   | <b>2,596.2</b>                                   | <b>2,782.6</b> | <b>(670.8)</b>    | <b>4,911.2</b>   | <b>989.6</b>  | <b>-</b> |
| CONSOLIDATED NET ASSETS, BEGINNING OF YEAR                               | 28,643.5       | 27,976.9       | 2,782.6  | -              | 22,286.7          | 17,375.5   | -             | -        |
| CONSOLIDATED NET ASSETS, END OF YEAR                                     | 32,347.1       | 28,643.5       | 5,378.8  | 2,782.6        | 21,615.9          | 22,286.7   | 989.6         | -        |
| <b>INVESTMENTS AND CERTAIN LIABILITIES AT COST AS AT DECEMBER 31</b>     |                |                |  |                |                   |  |               |          |
| <b>ASSETS</b>  |                |                |  |                |                   |  |               |          |
| Investments  |                |                |  |                |                   |  |               |          |
| Bonds  | 33,755.4       | 29,788.3       | 4,653.1  | 1,940.5        | 554.5             | 293.5  | 4.9           | -        |
| Shares and convertible securities  | -              | -              | 158.6  | 148.7          | 19,573.0          | 17,492.4   | 2,978.4       | -        |
| Mortgages  | -              | -              | -  | -              | -                 | -  | -             | -        |
| Mortgage bonds   | -              | -              | -  | -              | -                 | -  | -             | -        |
| Real estate holdings   | -              | -              | -  | -              | -                 | -  | -             | -        |
| Short-term investments   | 1,690.7        | 1,066.2        | 1,051.7  | 495.3          | 128.3             | 215.4  | 27.8          | -        |
| Demand deposits in the General Fund                                      | 4,005.0        | 2,767.6        | -  | 200.5          | -                 | -  | -             | -        |
| Securities acquired under reverse repurchase agreements                  | 3,025.9        | 1,443.8        | -  | -              | -                 | -  | 33.0          | -        |
|  | 42,477.0       | 35,065.9       | 5,863.4  | 2,785.0        | 20,255.8          | 18,001.3   | 3,044.1       | -        |
| <b>LIABILITIES</b>   |                |                |  |                |                   |  |               |          |
| Deposits on loans of securities  | 6,168.5        | 4,729.2        | -  | -              | -                 | -  | 54.5          | -        |
| Commitments related to short selling of securities                       | 4,972.9        | 2,238.1        | -  | -              | 1,705.8           | 1,852.0  | 32.1          | -        |
| Loans and notes payable  | -              | -              | -  | -              | -                 | -  | 1,003.1       | -        |
| Mortgage loans payable   | -              | -              | -  | -              | -                 | -  | -             | -        |
| Commercial mortgage-backed securities                                    | -              | -              | -  | -              | -                 | -  | -             | -        |
| Derivative financial instruments   | 29.7           | 27.2           | -  | -              | 2.5               | 3.6  | 117.6         | -        |
| Non-controlling interests  | -              | -              | -  | -              | -                 | -  | -             | -        |
| <b>SHARE OF FUNDS (in percentage)</b>                                    |                |                |  |                |                   |  |               |          |
| General Fund   | 21.6           | 21.5           | 51.6   | 68.2           | 19.1              | 20.3   | 21.6          | -        |
| Individual Fund 301  | 37.7           | 39.8           | 33.9   | 25.8           | 39.1              | 39.6   | 36.0          | -        |
| Individual Fund 302  | 5.4            | 6.0            | 6.9  | 6.0            | 5.9               | 6.0  | 5.4           | -        |
| Individual Fund 303  | 0.2            | 0.2            | 0.1  | -              | 0.3               | 0.2  | 0.2           | -        |
| Individual Fund 305  | 0.3            | 0.3            | -  | -              | 0.3               | 0.3  | 0.2           | -        |
| Individual Fund 306  | 0.2            | 0.2            | -  | -              | 0.1               | 0.1  | 0.1           | -        |
| Individual Fund 307  | 7.7            | 7.5            | -  | -              | 8.8               | 9.1  | 8.8           | -        |
| Individual Fund 308  | -              | 6.7            | -  | -              | -                 | 6.2  | -             | -        |
| Individual Fund 311  | 3.8            | 3.7            | -  | -              | 4.1               | 4.3  | 4.1           | -        |
| Individual Fund 312  | 3.4            | 3.2            | -  | -              | 3.7               | 3.8  | 3.7           | -        |
| Individual Fund 313  | 1.3            | 1.2            | -  | -              | 1.4               | 1.4  | 1.4           | -        |
| Individual Fund 314  | 0.3            | 0.3            | -  | -              | -                 | -  | -             | -        |
| Individual Fund 315  | 0.1            | 0.1            | -  | -              | -                 | -  | -             | -        |
| Individual Fund 316  | 2.5            | -              | 2.2  | -              | 2.6               | -  | 2.4           | -        |
| Individual Fund 317  | 0.5            | -              | 0.4  | -              | 0.5               | -  | 0.4           | -        |
| Individual Fund 318  | 5.4            | -              | 4.9  | -              | 5.7               | -  | 5.2           | -        |
| Individual Fund 330  | 9.6            | 9.3            | -  | -              | 8.4               | 8.7  | 10.5          | -        |
|  | 100.0          | 100.0          | 100.0  | 100.0          | 100.0             | 100.0  | 100.0         | -        |

| U.S. EQUITIES HEDGED |           | U.S. EQUITIES UNHEDGED<br>(created 00-04-01) |      | EMERGING MARKET EQUITIES |         | FOREIGN EQUITIES HEDGED |          | FOREIGN EQUITIES UNHEDGED<br>(created 00-04-01) |      | MORTGAGES |         |
|----------------------|-----------|--|------|--------------------------|---------|-------------------------|----------|---|------|-----------|---------|
| 2000                 | 1999      | 2000   | 1999 | 2000                     | 1999    | 2000                    | 1999     | 2000  | 1999 | 2000      | 1999    |
| -                    | -         | -  | -    | -                        | -       | 13.6                    | 0.6      | -   | -    | -         | -       |
| 4,561.7              | 4,007.5   | -  | -    | 1,065.9                  | 1,437.5 | 9,964.6                 | 12,526.6 | -   | -    | -         | -       |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | 2,625.0   | 1,687.6 |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | 152.2     | 101.0   |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | 38.1      | 59.4    |
| 269.0                | 83.5      | 3,909.7                                      | -    | -                        | -       | -                       | 91.7     | 4,641.9   | -    | -         | -       |
| -                    | -         | 7.7  | -    | 9.9                      | -       | -                       | -        | 9.6   | -    | -         | 42.6    |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | 9.9       | -       |
| 4,830.7              | 4,091.0   | 3,917.4                                      | -    | 1,075.8                  | 1,437.5 | 9,978.2                 | 12,618.9 | 4,651.5   | -    | 2,825.2   | 1,890.6 |
| 9.2                  | 9.4       | 4.1  | -    | 2.7                      | 4.4     | 20.8                    | 28.0     | 21.0  | -    | 37.0      | 23.4    |
| 4,839.9              | 4,100.4   | 3,921.5                                      | -    | 1,078.5                  | 1,441.9 | 9,999.0                 | 12,646.9 | 4,672.5   | -    | 2,862.2   | 1,914.0 |
| -                    | -         | -  | -    | -                        | 2.1     | 53.6                    | 924.0    | -   | -    | 240.3     | -       |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | -         | -       |
| 89.5                 | 173.7     | -  | -    | -                        | -       | -                       | 126.6    | -   | -    | 9.8       | -       |
| 3,909.7              | -         | -  | -    | -                        | -       | 4,405.0                 | -        | -   | -    | -         | -       |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | -         | -       |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | 597.9     | 219.6   |
| 0.1                  | 31.1      | 101.6  | -    | 6.4                      | 0.6     | 489.0                   | 204.3    | 161.7   | -    | 8.6       | 8.1     |
| 11.8                 | 3.2       | 3.4  | -    | 3.8                      | 4.2     | 50.0                    | 39.5     | 21.1  | -    | 40.2      | 19.4    |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | -         | -       |
| 4,011.1              | 208.0     | 105.0  | -    | 10.2                     | 6.9     | 4,997.6                 | 1,294.4  | 182.8   | -    | 896.8     | 247.1   |
| 828.8                | 3,892.4   | 3,816.5                                      | -    | 1,068.3                  | 1,435.0 | 5,001.4                 | 11,352.5 | 4,489.7   | -    | 1,965.4   | 1,666.9 |
| -                    | -         | -  | -    | -                        | -       | 0.2                     | 2.5      | -   | -    | -         | -       |
| 47.7                 | 35.8      | -  | -    | 14.3                     | 16.9    | 194.0                   | 231.7    | -   | -    | -         | -       |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | 169.2     | 74.2    |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | -         | -       |
| -                    | 133.2     | 30.5   | -    | -                        | -       | 1.9                     | 11.0     | 60.4  | -    | -         | -       |
| 6.5                  | 7.7       | 0.2  | -    | 0.4                      | (0.3)   | (40.9)                  | (36.8)   | 0.5   | -    | 0.4       | (0.1)   |
| 54.2                 | 176.7     | 30.7   | -    | 14.7                     | 16.6    | 155.2                   | 208.4    | 60.9  | -    | 169.6     | 74.1    |
| 0.6                  | -         | -  | -    | -                        | -       | 1.6                     | 0.3      | -   | -    | 2.4       | 1.0     |
| 54.8                 | 176.7     | 30.7   | -    | 14.7                     | 16.6    | 156.8                   | 208.7    | 60.9  | -    | 172.0     | 75.1    |
| 1.8                  | 4.7       | 2.9  | -    | 3.8                      | 3.8     | 12.6                    | 13.2     | 2.8   | -    | 5.2       | 4.1     |
| 53.0                 | 172.0     | 27.8   | -    | 10.9                     | 12.8    | 144.2                   | 195.5    | 58.1  | -    | 166.8     | 71.0    |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | -         | -       |
| 0.6                  | 1.6       | 0.6  | -    | 0.1                      | 0.1     | 1.8                     | 2.3      | 0.4   | -    | 0.6       | 0.4     |
| 52.4                 | 170.4     | 27.2   | -    | 10.8                     | 12.7    | 142.4                   | 193.2    | 57.7  | -    | 166.2     | 70.6    |
| 30.5                 | -         | -  | -    | -                        | -       | 60.4                    | -        | -   | -    | -         | -       |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | -         | -       |
| 21.9                 | 170.4     | 27.2   | -    | 10.8                     | 12.7    | 82.0                    | 193.2    | 57.7  | -    | 166.2     | 70.6    |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | -         | -       |
| 21.9                 | 170.4     | 27.2   | -    | 10.8                     | 12.7    | 82.0                    | 193.2    | 57.7  | -    | 166.2     | 70.6    |
| 555.3                | 614.0     | (11.5)                                       | -    | 30.7                     | (68.3)  | 2,368.9                 | 1,024.9  | (477.1)   | -    | (8.5)     | (5.8)   |
| (490.6)              | 237.6     | (83.4)                                       | -    | (511.4)                  | 572.3   | (2,838.9)               | 1,992.5  | 36.2  | -    | 55.1      | (56.4)  |
| 86.6                 | 1,022.0   | (67.7)                                       | -    | (469.9)                  | 516.7   | (388.0)                 | 3,210.6  | (383.2)   | -    | 212.8     | 8.4     |
| (505.2)              | (457.4)   | 1,288.3                                      | -    | 114.0                    | 71.5    | (3,060.0)               | (234.5)  | 2,109.5   | -    | 251.9     | 83.7    |
| (2,623.1)            | (2,429.3) | 2,623.1                                      | -    | -                        | -       | (2,821.1)               | -        | 2,821.1   | -    | -         | -       |
| (21.9)               | (170.4)   | (27.2)                                       | -    | (10.8)                   | (12.7)  | (82.0)                  | (193.2)  | (57.7)  | -    | (166.2)   | (70.6)  |
| (3,063.6)            | (2,035.1) | 3,816.5                                      | -    | (366.7)                  | 575.5   | (6,351.1)               | 2,782.9  | 4,489.7   | -    | 298.5     | 21.5    |
| 3,892.4              | 5,927.5   | -  | -    | 1,435.0                  | 859.5   | 11,352.5                | 8,569.6  | -   | -    | 1,666.9   | 1,645.4 |
| 828.8                | 3,892.4   | 3,816.5                                      | -    | 1,068.3                  | 1,435.0 | 5,001.4                 | 11,352.5 | 4,489.7   | -    | 1,965.4   | 1,666.9 |
| -                    | -         | -  | -    | -                        | -       | 14.1                    | 1.5      | -   | -    | -         | -       |
| 3,850.8              | 2,680.8   | -  | -    | 1,278.6                  | 1,144.6 | 9,041.5                 | 9,060.0  | -   | -    | -         | -       |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | 2,588.2   | 1,697.1 |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | 154.2     | 110.7   |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | 46.6      | 79.4    |
| -                    | -         | 3,891.5                                      | -    | -                        | -       | -                       | 45.6     | 4,444.0   | -    | -         | -       |
| 269.0                | 83.5      | 7.7  | -    | 9.9                      | -       | -                       | -        | 9.6   | -    | -         | 42.6    |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | 9.9       | -       |
| 4,119.8              | 2,764.3   | 3,899.2                                      | -    | 1,288.5                  | 1,144.6 | 9,055.6                 | 9,107.1  | 4,453.6   | -    | 2,798.9   | 1,929.8 |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | -         | -       |
| 192.5                | 164.3     | -  | -    | -                        | -       | -                       | 81.6     | -   | -    | 9.5       | -       |
| 3,891.5              | -         | -  | -    | -                        | -       | 4,444.0                 | -        | -   | -    | -         | -       |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | -         | -       |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | 590.6     | 222.5   |
| 0.1                  | -         | -  | -    | -                        | -       | -                       | 49.0     | -   | -    | 8.6       | 8.1     |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | -         | -       |
| -                    | 21.6      | 26.9   | -    | 14.1                     | 20.3    | 7.6                     | 19.9     | 21.8  | -    | 21.4      | 21.7    |
| 12.0                 | 29.3      | 28.2   | -    | 32.6                     | 32.8    | 32.5                    | 32.0     | 34.5  | -    | 35.7      | 35.2    |
| 1.8                  | 3.7       | 4.3  | -    | 4.9                      | 4.7     | 4.5                     | 4.5      | 5.2   | -    | 4.7       | 5.5     |
| 0.3                  | 0.1       | 0.1  | -    | 0.2                      | 0.2     | 0.2                     | 0.2      | 0.1   | -    | 1.1       | 1.7     |
| 0.4                  | 0.1       | 0.1  | -    | 0.3                      | 0.2     | 0.3                     | 0.2      | 0.2   | -    | 0.3       | 0.3     |
| 0.1                  | 0.1       | -  | -    | 0.1                      | 0.1     | 0.2                     | 0.1      | 0.1   | -    | -         | -       |
| 25.1                 | 15.8      | 9.8  | -    | 12.3                     | 11.3    | 14.9                    | 11.7     | 9.2   | -    | 7.4       | 8.8     |
| -                    | 3.0       | -  | -    | -                        | 5.4     | -                       | 5.3      | -   | -    | -         | 7.9     |
| 7.6                  | 1.0       | 3.9  | -    | 5.8                      | 5.3     | 6.9                     | 5.6      | 4.3   | -    | 5.5       | 6.0     |
| 6.8                  | 0.8       | 3.5  | -    | 5.2                      | 4.7     | 6.3                     | 4.9      | 3.9   | -    | 5.0       | 5.3     |
| 2.6                  | 0.3       | 1.3  | -    | 2.0                      | 1.7     | 2.3                     | 1.8      | 1.5   | -    | 1.9       | 1.9     |
| -                    | -         | -  | -    | -                        | -       | -                       | -        | -   | -    | -         | -       |
| 0.1                  | 0.1       | 0.1  | -    | 0.1                      | 0.1     | 0.1                     | 0.1      | 0.1   | -    | 0.1       | 0.1     |
| 0.8                  | -         | 1.9  | -    | 2.1                      | -       | 2.0                     | -        | 2.3   | -    | 2.4       | -       |
| 0.2                  | -         | 0.3  | -    | 0.4                      | -       | 0.4                     | -        | 0.4   | -    | 0.4       | -       |
| 1.7                  | -         | 4.1  | -    | 4.7                      | -       | 4.5                     | -        | 5.0   | -    | 5.2       | -       |
| 40.5                 | 24.1      | 15.5   | -    | 15.2                     | 13.2    | 17.3                    | 13.7     | 11.4  | -    | 8.9       | 5.6     |
| 100.0                | 100.0     | 100.0  | -    | 100.0                    | 100.0   | 100.0                   | 100.0    | 100.0   | -    | 100.0     | 100.0   |

**SUPPLEMENTARY INFORMATION - SUMMARY FINANCIAL STATEMENTS FOR THE SPECIALIZED PORTFOLIOS (in millions of dollars) (continued)**

|  | REAL ESTATE    |                | SHORT-TERM INVESTMENTS |                | CANADAM SHORT-TERM INVESTMENTS (created 99-12-01) |                |
|--|----------------|----------------|------------------------|----------------|---|----------------|
| CONSOLIDATED NET ASSETS AS AT DECEMBER 31                                | 2000           | 1999           | 2000                   | 1999           | 2000  | 1999           |
| <b>ASSETS</b>  |                |                |                        |                |   |                |
| Investments at fair value  |                |                |                        |                |   |                |
| Bonds  | 0.1            | 0.1            | -                      | -              | -   | -              |
| Shares and convertible securities  | 1,410.7        | 876.8          | -                      | -              | -   | -              |
| Mortgages  | 339.0          | 309.7          | -                      | -              | -   | -              |
| Mortgage bonds   | -              | -              | -                      | -              | -   | -              |
| Real estate holdings   | 13,862.0       | 11,878.9       | -                      | -              | -   | -              |
| Short-term investments   | 49.2           | 53.1           | 5,871.5                | 4,890.6        | 3,540.9   | 2,429.3        |
| Demand deposits in the General Fund                                      | -              | -              | 99.7                   | 83.7           | -   | -              |
| Securities acquired under reverse repurchase agreements                  | -              | -              | -                      | -              | 307.0   | 517.4          |
|  | 15,661.0       | 13,118.6       | 5,971.2                | 4,974.3        | 3,847.9   | 2,946.7        |
| Other assets   | 575.1          | 517.1          | 270.3                  | 13.2           | 18.6  | 8.8            |
|  | 16,236.1       | 13,635.7       | 6,241.5                | 4,987.5        | 3,866.5   | 2,955.5        |
| <b>LIABILITIES</b>   |                |                |                        |                |   |                |
| Advances from the General Fund   | 369.9          | 485.6          | -                      | -              | 322.0   | 388.2          |
| Deposits on loans of securities  | -              | -              | -                      | 1.2            | -   | -              |
| Commitments related to short selling of securities                       | -              | -              | -                      | -              | -   | -              |
| Bank loans and notes payable   | 2,641.0        | 2,084.4        | 4,592.5                | 2,924.6        | -   | -              |
| Mortgage loans payable   | 6,034.7        | 5,151.8        | -                      | -              | -   | -              |
| Commercial mortgage-backed securities                                    | -              | -              | -                      | -              | -   | -              |
| Derivative financial instruments   | 65.0           | 32.6           | 2.0                    | 0.1            | -   | -              |
| Other liabilities  | 587.5          | 487.2          | 667.4                  | 20.3           | 20.1  | 10.9           |
| Non-controlling interests  | 773.0          | 1,228.5        | -                      | -              | -   | -              |
|  | 10,471.1       | 9,470.1        | 5,261.9                | 2,946.2        | 342.1   | 399.1          |
| <b>NET HOLDINGS OF FUNDS</b>   | <b>5,765.0</b> | <b>4,165.6</b> | <b>979.6</b>           | <b>2,041.3</b> | <b>3,524.4</b>                                    | <b>2,556.4</b> |
| <b>CONSOLIDATED STATEMENT OF INCOME FOR THE YEAR ENDED DECEMBER 31</b>   |                |                |                        |                |   |                |
| <b>INCOME</b>  |                |                |                        |                |   |                |
| Investment income  |                |                |                        |                |   |                |
| Bonds  | -              | -              | -                      | -              | -   | -              |
| Shares and convertible securities  | 31.6           | 9.5            | -                      | -              | -   | -              |
| Mortgage loans   | 22.9           | 17.9           | -                      | -              | -   | -              |
| Real estate  | 446.6          | 403.2          | -                      | -              | -   | -              |
| Short-term securities  | 32.0           | 19.6           | 99.3                   | 94.7           | 246.5   | 11.0           |
| Demand deposits (advances from) in the General Fund                      | (20.2)         | (6.4)          | 4.8                    | 12.2           | (30.7)  | (1.8)          |
|  | 512.9          | 443.8          | 104.1                  | 106.9          | 215.8   | 9.2            |
| Other income   | 18.6           | 15.2           | -                      | -              | -   | -              |
| Total income   | 531.5          | 459.0          | 104.1                  | 106.9          | 215.8   | 9.2            |
| Investment management expenses   | 21.8           | 19.1           | 0.8                    | 0.9            | 0.4   | 0.1            |
|  | 509.7          | 439.9          | 103.3                  | 106.0          | 215.4   | 9.1            |
| <b>EXPENDITURES</b>  |                |                |                        |                |   |                |
| Administrative expenses  | 28.0           | 20.0           | 0.5                    | 0.4            | 0.2   | -              |
| <b>INCOME BEFORE THE FOLLOWING ITEM</b>                                  | <b>481.7</b>   | <b>419.9</b>   | <b>102.8</b>           | <b>105.6</b>   | <b>215.2</b>                                      | <b>9.1</b>     |
| Interests on notes payable   | -              | -              | -                      | -              | -   | -              |
| Non-controlling interests  | 83.1           | 80.2           | -                      | -              | -   | -              |
| <b>NET INVESTMENT INCOME</b>   | <b>398.6</b>   | <b>339.7</b>   | <b>102.8</b>           | <b>105.6</b>   | <b>215.2</b>                                      | <b>9.1</b>     |
| <b>CHANGES IN CONSOLIDATED NET ASSETS FOR THE YEAR ENDED DECEMBER 31</b> |                |                |                        |                |   |                |
| <b>INVESTMENT OPERATIONS</b>   |                |                |                        |                |   |                |
| Net investment income  | 398.6          | 339.7          | 102.8                  | 105.6          | 215.2   | 9.1            |
| Gains (losses) on sale of investments                                    | 87.7           | 16.7           | (2.0)                  | (8.8)          | (539.7)   | 128.8          |
| Unrealized increase (decrease) in value of investments and liabilities   | 344.0          | 148.8          | 1.4                    | 0.9            | 0.4   | (1.7)          |
| Total investment operations  | 830.3          | 505.2          | 102.2                  | 97.7           | (324.1)   | 136.2          |
| Participation units  | 1,167.7        | 536.5          | (1,061.1)              | (163.3)        | 1,507.3   | -              |
| Transfer from funds and portfolio  | -              | -              | -                      | -              | -   | 2,429.3        |
| Net income allocated to participation unit holders                       | (398.6)        | (339.7)        | (102.8)                | (105.6)        | (215.2)   | (9.1)          |
| <b>INCREASE (DECREASE) IN CONSOLIDATED NET ASSETS</b>                    | <b>1,599.4</b> | <b>702.0</b>   | <b>(1,061.7)</b>       | <b>(171.2)</b> | <b>968.0</b>                                      | <b>2,556.4</b> |
| CONSOLIDATED NET ASSETS, BEGINNING OF YEAR                               | 4,165.6        | 3,463.6        | 2,041.3                | 2,212.5        | 2,556.4   | -              |
| CONSOLIDATED NET ASSETS, END OF YEAR                                     | 5,765.0        | 4,165.6        | 979.6                  | 2,041.3        | 3,524.4   | 2,556.4        |
| <b>INVESTMENTS AND CERTAIN LIABILITIES AT COST AS AT DECEMBER 31</b>     |                |                |                        |                |   |                |
| <b>ASSETS</b>  |                |                |                        |                |   |                |
| Investments  |                |                |                        |                |   |                |
| Bonds  | 0.1            | 0.1            | -                      | -              | -   | -              |
| Shares and convertible securities  | 1,296.2        | 883.2          | -                      | -              | -   | -              |
| Mortgages  | 329.7          | 311.2          | -                      | -              | -   | -              |
| Mortgage bonds   | -              | -              | -                      | -              | -   | -              |
| Real estate holdings   | 13,592.1       | 11,992.0       | -                      | -              | -   | -              |
| Short-term investments   | 45.9           | 53.1           | 5,866.8                | 4,889.3        | 3,540.9   | 2,429.3        |
| Demand deposits in the General Fund                                      | -              | -              | 99.7                   | 83.7           | -   | -              |
| Securities acquired under reverse repurchase agreements                  | -              | -              | -                      | -              | 308.4   | 519.1          |
|  | 15,264.0       | 13,239.6       | 5,966.5                | 4,973.0        | 3,849.3   | 2,948.4        |
| <b>LIABILITIES</b>   |                |                |                        |                |   |                |
| Deposits on loans of securities  | -              | -              | -                      | 1.2            | -   | -              |
| Commitments related to short selling of securities                       | -              | -              | -                      | -              | -   | -              |
| Loans and notes payable  | 2,641.7        | 2,083.4        | 4,592.5                | 2,924.6        | -   | -              |
| Mortgage loans payable   | 6,004.3        | 5,192.4        | -                      | -              | -   | -              |
| Commercial mortgage-backed securities                                    | -              | -              | -                      | -              | -   | -              |
| Derivative financial instruments   | 8.6            | 6.8            | 0.1                    | 0.1            | -   | -              |
| Non-controlling interests  | 594.4          | 1,113.4        | -                      | -              | -   | -              |
| <b>SHARE OF FUNDS (in percentage)</b>                                    |                |                |                        |                |   |                |
| General Fund   | 21.1           | 21.7           | 15.5                   | 22.5           | 13.6  | 15.1           |
| Individual Fund 301  | 34.9           | 36.0           | 27.8                   | 37.0           | 27.8  | 19.9           |
| Individual Fund 302  | 5.3            | 5.5            | 5.9                    | 5.4            | 4.2   | 2.4            |
| Individual Fund 303  | 0.3            | 0.3            | 0.3                    | 0.4            | 0.2   | 0.1            |
| Individual Fund 305  | 0.2            | 0.2            | 0.2                    | 0.2            | 0.2   | 0.1            |
| Individual Fund 306  | 0.1            | 0.1            | 0.1                    | 0.1            | 0.1   | -              |
| Individual Fund 307  | 9.9            | 10.4           | 8.2                    | 7.8            | 13.3  | 11.8           |
| Individual Fund 308  | -              | 4.5            | -                      | 3.8            | -   | 1.8            |
| Individual Fund 311  | 4.6            | 4.9            | 2.9                    | 3.4            | 5.9   | 13.8           |
| Individual Fund 312  | 4.2            | 4.3            | 2.4                    | 3.0            | 5.3   | 12.2           |
| Individual Fund 313  | 1.6            | 1.6            | 1.6                    | 1.1            | 2.0   | 4.4            |
| Individual Fund 314  | -              | -              | 10.2                   | -              | -   | -              |
| Individual Fund 315  | 0.1            | 0.1            | 2.5                    | 1.1            | 0.1   | 0.1            |
| Individual Fund 316  | 2.5            | -              | 1.0                    | -              | 1.8   | -              |
| Individual Fund 317  | 0.4            | -              | 0.3                    | -              | 0.3   | -              |
| Individual Fund 318  | 4.7            | -              | 6.2                    | -              | 4.0   | -              |
| Individual Fund 330  | 10.1           | 10.4           | 14.9                   | 14.2           | 21.2  | 18.3           |
|  | 100.0          | 100.0          | 100.0                  | 100.0          | 100.0   | 100.0          |

## Financial statistics and ten-year review

|  |     |
|--|-----|
| Changes in depositors' holding in 2000 .....                                   | 80  |
| Breakdown of depositor's holdings .....  | 84  |
| Funds' net assets .....  | 85  |
| Annual interest or income paid out on average deposit .....                    | 86  |
| Summary of investments .....   | 87  |
| Breakdown of investments in millions of dollars .....                          | 88  |
| Summary of foreign investments .....   | 90  |
| CDP Mortgages .....  |     |
| Mortgages of \$5 million and over .....  | 92  |
| Summary of bond portfolio .....  | 94  |
| Investments in Canadian corporate shares and bonds by sector of activity ..... | 95  |
| Investments in shares and bonds of publicly traded companies .....             | 96  |
| Investments in shares and bonds of privately held companies .....              | 148 |
| Statement of real estate holdings .....  | 168 |
| Statement of properties held for resale .....                                  | 172 |
| Changes in private investments .....   | 173 |
| Administrative statistics .....  | 173 |
| Administrative statistics – external management .....                          | 173 |

**CHANGES IN DEPOSITORS' HOLDING**  
**as at December 31**  
**(fair value - in millions of dollars)**

|  | 2000    | 1999   | 1998    | 1997    | 1996    | 1995    | 1994    | 1993    | 1992    | 1991    |
|--|---------|--------|---------|---------|---------|---------|---------|---------|---------|---------|
| <b>Commission administrative des régimes de retraite et d'assurances</b> |         |        |         |         |         |         |         |         |         |         |
| Government and Public Employees Retirement Plan (unionized level)        |         |        |         |         |         |         |         |         |         |         |
| Net income allocated <sup>1</sup>  | 3,073   | 1,694  | 1,577   | 1,233   | 1,863   | 1,181   | 874     | 1,059   | 784     | 785     |
| Deposits (withdrawals)   | (85)    | 190    | 469     | 343     | 444     | 481     | 479     | 634     | 417     | 381     |
| Unrealized +/- in value  | (1,069) | 2,280  | 727     | 1,378   | 831     | 1,322   | (1,171) | 1,103   | (412)   | 567     |
| Net holdings <sup>1</sup>  | 31,638  | 29,719 | 25,555  | 22,782  | 19,828  | 16,690  | 13,706  | 13,524  | 10,728  | 9,939   |
| Excess over cost   | 5,726   | 6,795  | 4,515   | 3,788   | 2,410   | 1,579   | 257     | 1,428   | 325     | 737     |
| Pension Plan for Management <sup>2</sup>                                 |         |        |         |         |         |         |         |         |         |         |
| Net income allocated <sup>1</sup>  | 469     | 322    | 268     | 205     | 315     | 199     | 150     | 181     | 153     | 160     |
| Deposits (withdrawals)   | 47      | (195)  | (37)    | (14)    | 42      | 53      | (4)     | (154)   | 60      | 80      |
| Unrealized +/- in value  | (170)   | 290    | 104     | 222     | 140     | 220     | (199)   | 199     | (81)    | 121     |
| Net holdings <sup>1</sup>  | 4,820   | 4,474  | 4,057   | 3,722   | 3,309   | 2,812   | 2,340   | 2,393   | 2,167   | 2,035   |
| Excess over cost   | 869     | 1,039  | 749     | 645     | 423     | 283     | 63      | 262     | 63      | 144     |
| Individual plans   |         |        |         |         |         |         |         |         |         |         |
| Net income allocated <sup>1</sup>  | 20      | 12     | 11      | 8       | 13      | 9       | 7       | 6       | 3       | 3       |
| Deposits (withdrawals)   | (8)     | (3)    | (2)     | (2)     | (1)     | (3)     | 5       | 53      | (1)     | (1)     |
| Unrealized +/- in value  | (5)     | 12     | 4       | 7       | 5       | 9       | (7)     | 5       | -       | 1       |
| Net holdings <sup>1</sup>  | 197     | 190    | 169     | 156     | 143     | 126     | 111     | 106     | 42      | 40      |
| Excess over cost   | 30      | 35     | 23      | 19      | 12      | 7       | (2)     | 5       | -       | 1       |
| Pension Plan of Elected Municipal Officers                               |         |        |         |         |         |         |         |         |         |         |
| Net income allocated <sup>1</sup>  | 24      | 12     | 10      | 9       | 13      | 8       | 5       | 7       | 6       | 5       |
| Deposits (withdrawals)   | -       | (1)    | -       | -       | 1       | 1       | 2       | 3       | 5       | 10      |
| Unrealized +/- in value  | (10)    | 16     | 5       | 8       | 6       | 9       | (6)     | 8       | (3)     | 3       |
| Net holdings <sup>1</sup>  | 209     | 195    | 168     | 153     | 136     | 116     | 98      | 97      | 79      | 71      |
| Excess over cost   | 36      | 46     | 30      | 25      | 17      | 11      | 2       | 8       | -       | 3       |
| <b>TOTAL</b>   |         |        |         |         |         |         |         |         |         |         |
| Net income allocated <sup>1</sup>  | 3,586   | 2,040  | 1,866   | 1,455   | 2,204   | 1,397   | 1,036   | 1,253   | 946     | 953     |
| Deposits (withdrawals)   | (46)    | (9)    | 430     | 327     | 486     | 532     | 482     | 536     | 481     | 470     |
| Unrealized +/- in value  | (1,254) | 2,598  | 840     | 1,615   | 982     | 1,560   | (1,383) | 1,315   | (496)   | 692     |
| Net holdings <sup>1</sup>  | 36,864  | 34,578 | 29,949  | 26,813  | 23,416  | 19,744  | 16,255  | 16,120  | 13,016  | 12,085  |
| Excess over cost   | 6,661   | 7,915  | 5,318   | 4,477   | 2,862   | 1,880   | 320     | 1,703   | 388     | 885     |
| <b>Régie des rentes du Québec</b>  |         |        |         |         |         |         |         |         |         |         |
| Fonds du Régime de rentes du Québec                                      |         |        |         |         |         |         |         |         |         |         |
| Net income allocated <sup>1</sup>  | 2,090   | 1,479  | 1,294   | 1,096   | 1,710   | 1,392   | 1,021   | 1,522   | 1,262   | 1,521   |
| Deposits (withdrawals)   | (223)   | (792)  | (1,548) | (1,680) | (1,775) | (1,606) | (1,365) | (1,561) | (1,352) | (1,240) |
| Unrealized +/- in value  | (1,079) | 1,093  | 247     | 761     | 364     | 1,167   | (1,448) | 1,240   | (597)   | 956     |
| Holdings <sup>1</sup>  | 18,599  | 17,811 | 16,031  | 16,038  | 15,861  | 15,562  | 14,609  | 16,401  | 15,200  | 15,887  |
| Advances   | (525)   | (332)  | (200)   | (200)   | (200)   | (200)   | (200)   | -       | -       | -       |
| Net holdings <sup>1</sup>  | 18,074  | 17,479 | 15,831  | 15,838  | 15,661  | 15,362  | 14,409  | 16,401  | 15,200  | 15,887  |
| Excess over cost   | 2,945   | 4,024  | 2,931   | 2,684   | 1,923   | 1,559   | 392     | 1,840   | 600     | 1,197   |

**Commission de la santé et de la sécurité du travail**

|                                   |              |       |       |       |       |       |       |       |       |       |
|-----------------------------------|--------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| Net income allocated <sup>1</sup> | <b>817</b>   | 523   | 489   | 364   | 527   | 401   | 278   | 351   | 332   | 395   |
| Deposits (withdrawals)            | <b>164</b>   | (341) | (25)  | 648   | 5     | (16)  | -     | (213) | (314) | (262) |
| Unrealized +/- in value           | <b>(434)</b> | 665   | 207   | 401   | 212   | 357   | (374) | 342   | (169) | 259   |
| Holdings'                         | <b>9,183</b> | 8,636 | 7,789 | 7,118 | 5,705 | 4,961 | 4,219 | 4,315 | 3,835 | 3,986 |
| Advances                          | <b>(340)</b> | (101) | (145) | (235) | -     | -     | -     | -     | -     | -     |
| Net holdings'                     | <b>8,843</b> | 8,535 | 7,644 | 6,883 | 5,705 | 4,961 | 4,219 | 4,315 | 3,835 | 3,986 |
| Excess over cost                  | <b>1,463</b> | 1,897 | 1,232 | 1,025 | 624   | 412   | 55    | 429   | 87    | 256   |

**Commission de la construction du Québec**

Régime supplémentaire de rentes pour les employés de l'industrie de la construction du Québec

|                                   |              |       |       |       |       |       |       |       |       |       |
|-----------------------------------|--------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| Net income allocated <sup>1</sup> | <b>752</b>   | 609   | 533   | 382   | 555   | 356   | 289   | 322   | 281   | 276   |
| Deposits (withdrawals)            | <b>(66)</b>  | (117) | (127) | (133) | (144) | (45)  | (65)  | (44)  | 41    | 76    |
| Unrealized +/- in value           | <b>(329)</b> | 599   | 102   | 311   | 214   | 368   | (320) | 329   | (134) | 205   |
| Holdings'                         | <b>8,084</b> | 7,727 | 6,636 | 6,128 | 5,568 | 4,943 | 4,264 | 4,360 | 3,753 | 3,565 |
| Advances                          | <b>(13)</b>  | -     | -     | -     | -     | -     | -     | -     | -     | -     |
| Net holdings'                     | <b>8,071</b> | 7,727 | 6,636 | 6,128 | 5,568 | 4,943 | 4,264 | 4,360 | 3,753 | 3,565 |
| Excess over cost                  | <b>1,354</b> | 1,683 | 1,084 | 982   | 671   | 457   | 89    | 409   | 80    | 214   |

**Société de l'assurance automobile du Québec**

|                                   |              |       |       |       |       |       |       |       |       |       |
|-----------------------------------|--------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| Net income allocated <sup>1</sup> | <b>733</b>   | 391   | 426   | 356   | 571   | 439   | 360   | 528   | 438   | 514   |
| Deposits (withdrawals)            | <b>(138)</b> | (228) | (106) | (211) | (132) | (754) | (613) | (578) | (296) | (329) |
| Unrealized +/- in value           | <b>(341)</b> | 721   | 176   | 341   | 130   | 344   | (512) | 433   | (208) | 322   |
| Holdings'                         | <b>7,663</b> | 7,409 | 6,525 | 6,029 | 5,543 | 4,974 | 4,945 | 5,710 | 5,327 | 5,393 |
| Advances                          | <b>(32)</b>  | (44)  | (87)  | -     | -     | -     | (253) | -     | -     | -     |
| Net holdings'                     | <b>7,631</b> | 7,365 | 6,438 | 6,029 | 5,543 | 4,974 | 4,692 | 5,710 | 5,327 | 5,393 |
| Excess over cost                  | <b>1,557</b> | 1,898 | 1,177 | 1,001 | 660   | 530   | 186   | 698   | 265   | 473   |

**Fonds d'amortissement des régimes de retraite gouvernementaux**

|                                   |              |       |       |       |       |     |      |   |   |   |
|-----------------------------------|--------------|-------|-------|-------|-------|-----|------|---|---|---|
| Net income allocated <sup>1</sup> | <b>1,074</b> | 163   | 89    | 66    | 98    | 64  | (13) | - | - | - |
| Deposits (withdrawals)            | <b>2,080</b> | 2,756 | -     | -     | -     | -   | 850  | - | - | - |
| Unrealized +/- in value           | <b>(726)</b> | 317   | 38    | 78    | 51    | 72  | (34) | - | - | - |
| Net holdings'                     | <b>7,023</b> | 4,595 | 1,359 | 1,232 | 1,088 | 939 | 803  | - | - | - |
| Excess over cost                  | <b>(204)</b> | 522   | 205   | 167   | 89    | 38  | (34) | - | - | - |

**Régime de rentes de survivants**

|                                   |             |     |     |     |   |   |   |   |   |   |
|-----------------------------------|-------------|-----|-----|-----|---|---|---|---|---|---|
| Net income allocated <sup>1</sup> | <b>42</b>   | 30  | 24  | 11  | - | - | - | - | - | - |
| Deposits (withdrawals)            | <b>(7)</b>  | (9) | (5) | 278 | - | - | - | - | - | - |
| Unrealized +/- in value           | <b>(22)</b> | 22  | 6   | 7   | - | - | - | - | - | - |
| Net holdings'                     | <b>377</b>  | 364 | 321 | 296 | - | - | - | - | - | - |
| Excess over cost                  | <b>13</b>   | 35  | 13  | 7   | - | - | - | - | - | - |

**Régie de l'assurance-dépôts du Québec**

|                                   |            |     |     |     |      |     |     |     |     |    |
|-----------------------------------|------------|-----|-----|-----|------|-----|-----|-----|-----|----|
| Net income allocated <sup>1</sup> | <b>11</b>  | 6   | 9   | 4   | 7    | 11  | 7   | 7   | 7   | 7  |
| Deposits (withdrawals)            | <b>7</b>   | 13  | 14  | 16  | (56) | 7   | (2) | 18  | 19  | 19 |
| Unrealized +/- in value           | <b>4</b>   | (4) | 2   | 1   | (2)  | 2   | 1   | -   | -   | -  |
| Net holdings'                     | <b>203</b> | 181 | 166 | 141 | 120  | 171 | 151 | 145 | 120 | 94 |
| Excess over cost                  | <b>3</b>   | (1) | 3   | 1   | -    | 3   | 1   | -   | -   | -  |



**CHANGES IN DEPOSITORS' HOLDING (continued)**  
**as at December 31**  
**(fair value-in millions of dollars)**

|  | 2000 | 1999 | 1998 | 1997 | 1996 | 1995 | 1994 | 1993 | 1992 | 1991 |
|--|------|------|------|------|------|------|------|------|------|------|
| <b>Régime complémentaire de rentes des techniciens ambulanciers oeuvrant au Québec</b> |      |      |      |      |      |      |      |      |      |      |
| Net income allocated <sup>1</sup>  | 10   | 5    | 5    | 4    | 5    | 3    | 2    | 2    | 2    | 1    |
| Deposits (withdrawals)   | 5    | 6    | 7    | 6    | 6    | 6    | 5    | 6    | 7    | 6    |
| Unrealized +/- in value  | (1)  | 6    | 3    | 3    | 4    | 4    | (4)  | 2    | -    | -    |
| Net holdings <sup>1</sup>  | 122  | 108  | 91   | 76   | 63   | 48   | 35   | 32   | 22   | 13   |
| Excess over cost   | 17   | 18   | 12   | 9    | 6    | 2    | (2)  | 2    | -    | -    |
| <b>Fonds d'assurance-prêts agricoles et forestiers du Québec</b>                       |      |      |      |      |      |      |      |      |      |      |
| Net income allocated <sup>1</sup>  | 5    | 6    | 3    | 2    | 2    | 2    | 1    | 2    | 2    | 3    |
| Deposits (withdrawals)   | 7    | 8    | 8    | 7    | 4    | 7    | (3)  | (3)  | 3    | (6)  |
| Unrealized +/- in value  | -    | (1)  | 1    | -    | 1    | 1    | (1)  | -    | -    | 1    |
| Net holdings <sup>1</sup>  | 83   | 71   | 58   | 46   | 37   | 30   | 20   | 23   | 24   | 19   |
| Excess over cost   | 2    | 2    | 3    | 2    | 2    | 1    | -    | 1    | 1    | 1    |
| <b>Régie des assurances agricoles du Québec</b>  |      |      |      |      |      |      |      |      |      |      |
| Net income allocated <sup>1</sup>  | 3    | 1    | 5    | 2    | -    | -    | -    | -    | -    | 3    |
| Deposits (withdrawals)   | 7    | (40) | (69) | 113  | -    | -    | -    | -    | (8)  | (43) |
| Unrealized +/- in value  | (1)  | 1    | -    | -    | -    | -    | -    | -    | -    | -    |
| Net holdings <sup>1</sup>  | 22   | 13   | 51   | 115  | -    | -    | -    | -    | -    | 8    |
| Excess over cost   | -    | 1    | -    | -    | -    | -    | -    | -    | -    | -    |
| <b>Commission des valeurs mobilières du Québec<sup>3</sup></b>                         |      |      |      |      |      |      |      |      |      |      |
| Net income allocated <sup>1</sup>  | 1    | -    | -    | -    | -    | -    | -    | -    | -    | -    |
| Deposits (withdrawals)   | 14   | (2)  | 10   | -    | -    | -    | -    | -    | -    | -    |
| Unrealized +/- in value  | -    | -    | -    | -    | -    | -    | -    | -    | -    | -    |
| Net holdings <sup>1</sup>  | 23   | 8    | 10   | -    | -    | -    | -    | -    | -    | -    |
| Excess over cost   | -    | -    | -    | -    | -    | -    | -    | -    | -    | -    |
| <b>Office de la protection du consommateur</b>   |      |      |      |      |      |      |      |      |      |      |
| Fonds des cautionnements collectifs des agents de voyages                              |      |      |      |      |      |      |      |      |      |      |
| Net income allocated <sup>1</sup>  | 1    | 1    | -    | 1    | 1    | 1    | 1    | -    | -    | -    |
| Deposits (withdrawals)   | (1)  | -    | (1)  | -    | (1)  | -    | (2)  | (1)  | 7    | -    |
| Unrealized +/- in value  | -    | -    | -    | -    | -    | -    | -    | -    | -    | -    |
| Net holdings <sup>1</sup>  | 7    | 7    | 6    | 7    | 6    | 6    | 5    | 6    | 7    | -    |
| Excess over cost   | 1    | 1    | 1    | 1    | 1    | 1    | -    | -    | -    | -    |
| Magazine Protégez-Vous   |      |      |      |      |      |      |      |      |      |      |
| Net income allocated <sup>1</sup>  | -    | -    | -    | -    | -    | -    | -    | -    | -    | -    |
| Deposits (withdrawals)   | -    | -    | -    | -    | -    | -    | 2    | -    | -    | -    |
| Unrealized +/- in value  | -    | -    | -    | -    | -    | -    | -    | -    | -    | -    |
| Net holdings <sup>1</sup>  | 2    | 2    | 2    | 2    | 2    | 2    | 2    | -    | -    | -    |
| Excess over cost   | -    | -    | -    | -    | -    | -    | -    | -    | -    | -    |

| <b>Régie des marchés agricoles et alimentaires du Québec</b>  |         |        |         |        |         |         |         |         |         |         |
|---|---------|--------|---------|--------|---------|---------|---------|---------|---------|---------|
| <b>Fonds d'assurance-garantie</b>                             |         |        |         |        |         |         |         |         |         |         |
| Net income allocated <sup>1</sup>                             | 1       | -      | 1       | -      | -       | 1       | 1       | 1       | -       | 1       |
| Deposits (withdrawals)  | -       | -      | -       | -      | -       | (1)     | (1)     | (1)     | -       | -       |
| Unrealized +/- in value                                       | -       | -      | -       | -      | -       | -       | (1)     | 1       | -       | -       |
| Net holdings'   | 5       | 4      | 4       | 3      | 3       | 3       | 3       | 4       | 3       | 3       |
| Excess over cost  | -       | -      | -       | -      | -       | -       | -       | 1       | -       | -       |
| <b>La Fédération des producteurs de bovins du Québec</b>      |         |        |         |        |         |         |         |         |         |         |
| Net income allocated <sup>1</sup>                             | -       | 1      | -       | -      | -       | -       | -       | -       | -       | -       |
| Deposits (withdrawals)  | -       | -      | -       | -      | -       | -       | -       | 1       | -       | 1       |
| Unrealized +/- in value                                       | -       | -      | -       | -      | -       | -       | -       | -       | -       | -       |
| Net holdings'   | 3       | 3      | 2       | 2      | 2       | 2       | 2       | 2       | 1       | 1       |
| Excess over cost  | -       | -      | -       | -      | -       | -       | -       | -       | -       | -       |
| <b>Centre de recherche industrielle du Québec<sup>3</sup></b> |         |        |         |        |         |         |         |         |         |         |
| Net income allocated <sup>1</sup>                             | -       | -      | -       | -      | -       | -       | -       | -       | -       | -       |
| Deposits (withdrawals)  | -       | -      | -       | -      | -       | -       | -       | -       | -       | -       |
| Unrealized +/- in value                                       | -       | -      | -       | -      | -       | -       | -       | -       | -       | -       |
| Net holdings'   | -       | -      | -       | -      | -       | -       | -       | -       | -       | -       |
| Excess over cost  | -       | -      | -       | -      | -       | -       | -       | -       | -       | -       |
| <b>Société des alcools du Québec<sup>3</sup></b>              |         |        |         |        |         |         |         |         |         |         |
| Net income allocated <sup>1</sup>                             | -       | -      | -       | -      | -       | -       | -       | -       | -       | -       |
| Deposits (withdrawals)  | (26)    | 26     | -       | -      | -       | -       | -       | -       | -       | -       |
| Unrealized +/- in value                                       | -       | -      | -       | -      | -       | -       | -       | -       | -       | -       |
| Net holdings'   | -       | 26     | -       | -      | -       | -       | -       | -       | -       | -       |
| Excess over cost  | -       | -      | -       | -      | -       | -       | -       | -       | -       | -       |
| <b>Depositors' overall view</b>                               |         |        |         |        |         |         |         |         |         |         |
| Net income allocated <sup>1</sup>                             | 9,126   | 5,255  | 4,744   | 3,743  | 5,680   | 4,067   | 2,983   | 3,988   | 3,270   | 3,674   |
| Deposits (withdrawals)  | 1,777   | 1,271  | (1,412) | (629)  | (1,607) | (1,870) | (712)   | (1,840) | (1,412) | (1,308) |
| Unrealized +/- in value                                       | (4,183) | 6,017  | 1,622   | 3,518  | 1,956   | 3,875   | (4,076) | 3,662   | (1,604) | 2,435   |
| Holdings'   | 88,263  | 81,543 | 69,000  | 64,046 | 57,414  | 51,385  | 45,313  | 47,118  | 41,308  | 41,054  |
| Advances  | (910)   | (477)  | (432)   | (435)  | (200)   | (200)   | (453)   | -       | -       | -       |
| Net holdings'   | 87,353  | 81,066 | 68,568  | 63,611 | 57,214  | 51,185  | 44,860  | 47,118  | 41,308  | 41,054  |
| Excess over cost  | 13,812  | 17,995 | 11,978  | 10,356 | 6,838   | 4,883   | 1,007   | 5,083   | 1,421   | 3,026   |

<sup>1</sup> As of January 1, 1997, gains and losses on the sale of investments in the specialized portfolios are reinvested.

<sup>2</sup> Previously known as the Government and Public Employees Retirement Plan - contributions from non-unionized level employees.

<sup>3</sup> These depositors only benefit from the Caisse's cash management services.

**2** BREAKDOWN OF DEPOSITORS' HOLDINGS  
as at December 31  
(fair value - in percentage)

|   | 2000         | 1999  | 1998  | 1997  | 1996  | 1995  | 1994  | 1993  | 1992  | 1991  |
|---|--------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| Commission administrative des régimes<br>de retraite et d'assurances (CARRA - RREGOP <sup>1</sup> ) | 35.8         | 36.5  | 37.0  | 35.6  | 34.5  | 32.5  | 30.3  | 28.7  | 26.0  | 24.2  |
| Régie des rentes du Québec<br>Fonds du Régime de rentes du Québec (RRQ)                             | 21.1         | 21.8  | 23.2  | 25.0  | 27.6  | 30.3  | 32.2  | 34.8  | 36.8  | 38.7  |
| Commission de la santé et de<br>la sécurité du travail (CSST)                                       | 10.4         | 10.6  | 11.3  | 11.1  | 10.0  | 9.7   | 9.3   | 9.2   | 9.3   | 9.7   |
| Commission de la construction du Québec (CCQ)   | 9.1          | 9.5   | 9.6   | 9.6   | 9.7   | 9.6   | 9.4   | 9.3   | 9.1   | 8.7   |
| Société de l'assurance automobile du Québec (SAAQ)  | 8.7          | 9.1   | 9.5   | 9.4   | 9.7   | 9.7   | 10.9  | 12.1  | 12.9  | 13.1  |
| Fonds d'amortissement des régimes<br>de retraite gouvernementaux (FARRG)                            | 8.0          | 5.6   | 2.0   | 1.9   | 1.9   | 1.8   | 1.8   | -     | -     | -     |
| Pension Plan for Management<br>(CARRA - PPM <sup>2</sup> )  | 5.5          | 5.5   | 5.9   | 5.8   | 5.8   | 5.5   | 5.2   | 5.1   | 5.2   | 5.0   |
| Other depositors  | 1.4          | 1.4   | 1.5   | 1.6   | 0.8   | 0.9   | 0.9   | 0.8   | 0.7   | 0.6   |
|   | <b>100.0</b> | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 |

<sup>1</sup> Unionized level.

<sup>2</sup> Previously known as the Government and Public Employees Retirement Plan - contributions from non-unionized level employees.

## 3

**FUNDS' NET ASSETS**  
 as at December 31  
 (in millions of dollars)

|                         | Cost            | Fair value      |          |          |          |          |          |          |          |          |          |
|-------------------------|-----------------|-----------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|
|                         | 2000            | 2000            | 1999     | 1998     | 1997     | 1996     | 1995     | 1994     | 1993     | 1992     | 1991     |
| <b>General Fund</b>     | <b>15,936.6</b> | <b>18,895.3</b> | 17,975.0 | 16,277.8 | 16,317.6 | 21,253.0 | 20,391.4 | 19,493.6 | 21,945.0 | 20,263.8 | 20,957.8 |
| <b>Individual Funds</b> |                 |                 |          |          |          |          |          |          |          |          |          |
| 301                     | 25,702.7        | 31,428.7        | 29,280.7 | 25,121.8 | 22,524.3 | 19,264.3 | 16,356.7 | 13,464.8 | 13,169.7 | 10,557.4 | 9,691.6  |
| 302                     | 3,868.2         | 4,736.9         | 4,381.7  | 3,974.7  | 3,658.6  | 3,204.0  | 2,751.5  | 2,295.4  | 2,305.5  | 2,126.4  | 1,979.2  |
| 303                     | 165.9           | 196.1           | 186.4    | 166.1    | 154.5    | 138.6    | 124.0    | 109.5    | 103.8    | 41.2     | 39.9     |
| 304                     | -               | -               | -        | -        | -        | -        | -        | -        | -        | -        | 14.2     |
| 305                     | 171.8           | 207.9           | 192.5    | 165.2    | 151.2    | 131.9    | 113.8    | 96.1     | 93.7     | 77.4     | 55.5     |
| 306                     | 103.8           | 121.4           | 106.5    | 88.9     | 75.4     | 60.7     | 46.9     | -        | -        | -        | -        |
| 307                     | 6,055.3         | 7,612.7         | 7,335.7  | 6,400.2  | 5,964.6  | -        | -        | -        | -        | -        | -        |
| 308                     | -               | -               | 4,553.2  | 1,332.1  | 1,218.2  | 1,056.1  | 920.8    | 794.1    | -        | -        | -        |
| 311                     | 2,929.5         | 3,571.9         | 3,398.3  | 3,008.7  | 3,032.3  | 2,810.5  | 2,586.4  | 2,351.6  | 2,468.6  | 2,247.7  | 2,255.5  |
| 312                     | 2,691.3         | 3,231.5         | 3,001.2  | 2,587.6  | 2,223.7  | 1,903.6  | 1,675.3  | 1,397.1  | 1,350.9  | 1,090.8  | 949.2    |
| 313                     | 1,050.5         | 1,221.4         | 1,093.8  | 906.9    | 796.7    | 686.3    | 594.0    | 445.4    | 425.0    | 345.2    | 286.9    |
| 314                     | 198.1           | 200.5           | 81.8     | -        | -        | -        | -        | -        | -        | -        | -        |
| 315                     | 81.1            | 83.0            | 71.0     | -        | -        | -        | -        | -        | -        | -        | -        |
| 316                     | 2,123.4         | 2,066.1         | -        | -        | -        | -        | -        | -        | -        | -        | -        |
| 317                     | 398.8           | 387.8           | -        | -        | -        | -        | -        | -        | -        | -        | -        |
| 318                     | 4,673.2         | 4,538.1         | -        | -        | -        | -        | -        | -        | -        | -        | -        |
| 330                     | 7,652.4         | 9,115.2         | 8,541.3  | 7,660.5  | 7,036.2  | 5,535.7  | 4,808.0  | 4,151.8  | 4,198.1  | 3,761.1  | 3,888.7  |
|                         | <b>57,866.0</b> | <b>68,719.2</b> | 62,224.1 | 51,412.7 | 46,835.7 | 34,791.7 | 29,977.4 | 25,105.8 | 24,115.3 | 20,247.2 | 19,160.7 |
|                         | <b>73,802.6</b> | <b>87,614.5</b> | 80,199.1 | 67,690.5 | 63,153.3 | 56,044.7 | 50,368.8 | 44,599.4 | 46,060.3 | 40,511.0 | 40,118.5 |

**4 ANNUAL INTEREST OR INCOME PAID OUT ON AVERAGE DEPOSITS**  
(rate in percentage)

| <b>CATEGORIES OF DEPOSITS</b>       | <b>2000</b>  | 1999 | 1998 | 1997 | 1996  | 1995 | 1994 | 1993 | 1992 | 1991  |
|-------------------------------------|--------------|------|------|------|-------|------|------|------|------|-------|
| Demand deposits <sup>1</sup>        | <b>5.35</b>  | 4.48 | 5.15 | 3.20 | 4.74  | 7.23 | 2.64 | 4.85 | 6.72 | 9.08  |
| Term deposits <sup>1</sup>          | <b>5.83</b>  | 5.57 | 5.35 | 3.73 | 5.24  | 6.96 | 6.07 | 5.02 | 6.00 | 9.03  |
| Participation deposits <sup>2</sup> | <b>12.04</b> | 8.73 | 8.38 | 6.88 | 11.85 | 8.99 | 6.83 | 9.92 | 7.55 | 10.00 |

<sup>1</sup> The General Fund receives demand and term deposits from depositors and pays out interest on these deposits. The rate indicated is the average rate paid out during the year.

<sup>2</sup> Income earned on the investments of the Caisse's General Fund and Individual Funds is paid out or allocated to participation deposit holders. The rate indicated is the average annual rate. The rate represents only the income accounted for during the year on depositors' investments. It does not account for the change in the fair value of investments. For purposes of this calculation, participation deposits are computed at cost. The rate is different from the time-weighted rate of return which includes both income and changes in the fair value of investments.

**5** SUMMARY OF INVESTMENTS  
as at December 31  
(in percentage)

|                               | Cost         |              | Fair value |       |       |       |       |       |       |       |       |
|-------------------------------|--------------|--------------|------------|-------|-------|-------|-------|-------|-------|-------|-------|
|                               | 2000         | 2000         | 1999       | 1998  | 1997  | 1996  | 1995  | 1994  | 1993  | 1992  | 1991  |
| Bonds                         | <b>38.3</b>  | <b>37.0</b>  | 34.0       | 38.8  | 44.6  | 42.8  | 47.6  | 48.3  | 48.3  | 48.7  | 48.4  |
| Mortgages                     | <b>2.5</b>   | <b>2.3</b>   | 1.9        | 2.1   | 2.2   | 2.6   | 3.3   | 4.1   | 4.2   | 5.0   | 5.2   |
| Short-term investments        | <b>5.2</b>   | <b>5.2</b>   | 5.2        | 5.7   | 2.3   | 3.5   | 6.0   | 4.0   | 6.0   | 4.9   | 4.5   |
| Reverse repurchase agreements | <b>2.9</b>   | <b>2.7</b>   | 1.4        | 3.1   | 2.3   | 2.0   | -     | -     | -     | -     | -     |
| Fixed-income securities       | <b>48.9</b>  | <b>47.2</b>  | 42.5       | 49.7  | 51.4  | 50.9  | 56.9  | 56.4  | 58.5  | 58.6  | 58.1  |
| Canadian shares               | <b>17.4</b>  | <b>19.5</b>  | 23.2       | 22.3  | 25.1  | 25.7  | 27.4  | 29.6  | 28.1  | 27.5  | 28.3  |
| Foreign shares                | <b>20.2</b>  | <b>20.6</b>  | 22.2       | 19.0  | 17.3  | 17.4  | 12.1  | 10.4  | 10.1  | 10.2  | 9.3   |
| Real estate holdings          | <b>13.5</b>  | <b>12.7</b>  | 12.1       | 9.0   | 6.2   | 6.0   | 3.6   | 3.6   | 3.3   | 3.7   | 4.3   |
| Variable-income securities    | <b>51.1</b>  | <b>52.8</b>  | 57.5       | 50.3  | 48.6  | 49.1  | 43.1  | 43.6  | 41.5  | 41.4  | 41.9  |
|                               | <b>100.0</b> | <b>100.0</b> | 100.0      | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 |

**BREAKDOWN OF INVESTMENTS**  
as at December 31  
(in millions of dollars)

| INVESTMENTS                               | Cost            | %           | Fair value      |          |          |          |          |          |          |          |          |          |
|---|-----------------|-------------|-----------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|
|   | 2000            |             | 2000            | 1999     | 1998     | 1997     | 1996     | 1995     | 1994     | 1993     | 1992     | 1991     |
| <b>Bonds</b>                              |                 |             |                 |          |          |          |          |          |          |          |          |          |
| Domestic securities                       |                 |             |                 |          |          |          |          |          |          |          |          |          |
| Gouvernement du Québec                    | 12,674.9        | 12.4        | 13,356.3        | 13,122.0 | 11,497.9 | 10,835.3 | 10,649.2 | 9,735.3  | 9,830.3  | 10,158.6 | 8,173.2  | 8,771.1  |
| Government of Canada                      | 12,571.7        | 12.4        | 12,867.2        | 7,386.0  | 4,453.9  | 9,497.9  | 6,684.8  | 5,778.9  | 2,900.2  | 1,988.4  | 2,304.3  | 1,125.7  |
| Other governments                         | 357.6           | 0.4         | 348.9           | 492.7    | 565.3    | 652.9    | 14.7     | 7.2      | 176.8    | 44.2     | 18.1     | 65.9     |
| Guaranteed by Gouvernement du Québec      | 3,324.8         | 3.3         | 3,832.9         | 4,489.3  | 4,732.0  | 5,305.5  | 5,436.3  | 6,110.9  | 5,717.0  | 6,762.5  | 5,190.2  | 4,588.2  |
| Guaranteed by other governments           | 498.6           | 0.5         | 538.7           | 782.7    | 840.8    | 364.0    | 110.0    | 104.8    | 133.4    | 177.9    | 175.5    | 228.3    |
| Guaranteed by grants                      | 287.5           | 0.3         | 310.9           | 315.9    | 554.5    | 1,009.2  | 1,017.5  | 1,107.0  | 1,086.9  | 1,217.5  | 1,076.2  | 1,264.5  |
| Municipalities and school boards          | 1,015.3         | 1.0         | 1,125.9         | 1,032.2  | 1,409.5  | 1,013.2  | 1,004.1  | 1,090.1  | 1,124.8  | 1,230.7  | 1,051.8  | 1,174.8  |
| Corporate and Mortgage bonds              | 2,784.7         | 2.8         | 2,732.9         | 2,158.2  | 2,013.9  | 1,243.9  | 301.4    | 246.7    | 138.9    | 121.7    | 146.9    | 169.8    |
|   | <b>33,515.1</b> | <b>33.1</b> | <b>35,113.7</b> | 29,779.0 | 26,067.8 | 29,921.9 | 25,218.0 | 24,180.9 | 21,108.3 | 21,701.5 | 18,136.2 | 17,388.3 |
| Foreign securities                        |                 |             |                 |          |          |          |          |          |          |          |          |          |
| U.S. Government                           | 1,480.9         | 1.5         | 1,642.6         | 1,349.2  | 3,958.5  | 715.1    | 495.8    | 0.2      | 390.6    | 775.7    | 580.8    | 813.4    |
| Government of France                      | -               | -           | -               | -        | -        | -        | -        | -        | -        | 10.1     | 508.6    | 669.9    |
| Government of Germany                     | -               | -           | -               | -        | -        | -        | -        | -        | -        | 3.6      | 528.9    | 423.4    |
| Government of the United Kingdom          | -               | -           | -               | -        | -        | -        | -        | -        | -        | -        | 69.3     | 326.2    |
| Corporate                                 | 1,936.2         | 1.9         | 1,824.3         | 1,330.6  | 828.9    | -        | -        | -        | -        | -        | -        | -        |
| Other                                     | 1,847.6         | 1.8         | 1,996.6         | 1,071.9  | 942.2    | 364.5    | 122.4    | 84.0     | -        | 14.8     | 72.5     | 48.7     |
|   | <b>5,264.7</b>  | <b>5.2</b>  | <b>5,463.5</b>  | 3,751.7  | 5,729.6  | 1,079.6  | 618.2    | 84.2     | 390.6    | 804.2    | 1,760.1  | 2,281.6  |
|   | <b>38,779.8</b> | <b>38.3</b> | <b>40,577.2</b> | 33,530.7 | 31,797.4 | 31,001.5 | 25,836.2 | 24,265.1 | 21,498.9 | 22,505.7 | 19,896.3 | 19,669.9 |
| <b>Shares and convertible securities</b>  |                 |             |                 |          |          |          |          |          |          |          |          |          |
| Domestic securities                       |                 |             |                 |          |          |          |          |          |          |          |          |          |
| Metals and minerals                       | 538.6           | 0.5         | 524.7           | 897.1    | 539.9    | 745.1    | 1,118.3  | 1,143.9  | 1,071.1  | 966.5    | 773.8    | 722.3    |
| Gold and precious minerals                | 824.5           | 0.8         | 561.9           | 825.6    | 750.7    | 721.0    | 1,295.4  | 1,122.3  | 1,025.0  | 882.0    | 590.2    | 590.4    |
| Oil and gas                               | 948.7           | 0.9         | 1,295.5         | 1,304.5  | 1,024.2  | 1,692.5  | 1,773.5  | 1,482.3  | 1,312.9  | 1,272.1  | 898.5    | 792.0    |
| Paper and forest products                 | 726.2           | 0.7         | 854.1           | 1,044.4  | 730.7    | 966.2    | 1,026.5  | 958.6    | 888.8    | 752.4    | 426.8    | 322.2    |
| Consumer products                         | 752.1           | 0.7         | 1,178.5         | 1,161.8  | 1,245.6  | 1,086.1  | 1,029.4  | 942.8    | 837.5    | 988.8    | 1,141.6  | 1,030.4  |
| Industrial products                       | 4,290.5         | 4.2         | 4,730.6         | 5,326.6  | 2,951.1  | 2,524.2  | 2,135.9  | 1,905.1  | 1,861.7  | 1,522.0  | 1,340.4  | 1,210.5  |
| Real estate                               | 175.6           | 0.2         | 169.5           | 294.5    | 830.7    | 1,041.8  | 450.3    | 319.6    | 339.8    | 295.7    | 91.5     | 151.3    |
| Transportation and environmental services | 544.7           | 0.6         | 604.7           | 679.0    | 456.5    | 665.1    | 414.0    | 323.1    | 332.1    | 272.1    | 294.9    | 268.6    |
| Pipelines                                 | 118.4           | 0.1         | 144.6           | 174.5    | 418.2    | 259.1    | 138.8    | 180.0    | 135.9    | 176.2    | 213.5    | 255.8    |
| Utilities                                 | 1,192.9         | 1.2         | 1,390.8         | 4,247.3  | 2,287.3  | 1,808.3  | 1,674.1  | 1,312.6  | 1,258.1  | 1,197.5  | 1,134.1  | 1,224.0  |
| Communications                            | 3,397.9         | 3.4         | 3,481.7         | 1,802.4  | 1,597.2  | 1,381.4  | 1,090.5  | 986.1    | 945.0    | 1,139.4  | 1,089.8  | 963.7    |
| Distribution and services                 | 518.5           | 0.5         | 673.4           | 980.4    | 1,006.7  | 877.6    | 686.0    | 842.7    | 705.5    | 798.0    | 581.7    | 826.0    |
| Financial services                        | 2,880.3         | 2.9         | 4,892.1         | 3,390.3  | 3,859.0  | 3,154.4  | 2,379.3  | 1,969.4  | 1,905.8  | 2,191.3  | 2,056.6  | 2,439.7  |
| Conglomerates                             | 297.4           | 0.3         | 383.4           | 400.5    | 350.5    | 338.1    | 361.2    | 502.1    | 540.7    | 661.8    | 605.5    | 645.4    |
| Index participation units                 | 402.1           | 0.4         | 514.3           | 300.0    | 217.3    | 215.5    | -        | -        | -        | -        | 28.7     | 28.8     |
|   | <b>17,608.4</b> | <b>17.4</b> | <b>21,399.8</b> | 22,828.9 | 18,265.6 | 17,476.4 | 15,573.2 | 13,990.6 | 13,159.9 | 13,115.8 | 11,267.6 | 11,471.1 |

|  |           |       |           |          |          |          |          |          |          |          |          |          |  |
|--|-----------|-------|-----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|--|
| Foreign securities   |           |       |           |          |          |          |          |          |          |          |          |          |  |
| External funds   | 6,311.8   | 6.3   | 6,424.5   | 8,323.0  | 6,753.0  | 5,930.4  | 4,357.4  | 2,913.1  | 2,415.3  | 1,769.5  | 1,852.7  | 2,184.4  |  |
| Internal funds   | 14,073.0  | 13.9  | 16,213.7  | 13,574.3 | 8,835.9  | 6,113.4  | 6,141.9  | 3,271.2  | 2,223.9  | 2,896.2  | 2,343.7  | 1,573.1  |  |
|  | 20,384.8  | 20.2  | 22,638.2  | 21,897.3 | 15,588.9 | 12,043.8 | 10,499.3 | 6,184.3  | 4,639.2  | 4,665.7  | 4,196.4  | 3,757.5  |  |
|  | 37,993.2  | 37.6  | 44,038.0  | 44,726.2 | 33,854.5 | 29,520.2 | 26,072.5 | 20,174.9 | 17,799.1 | 17,781.5 | 15,464.0 | 15,228.6 |  |
| <b>Mortgages</b>   |           |       |           |          |          |          |          |          |          |          |          |          |  |
| Domestic securities  | 2,352.1   | 2.3   | 2,373.5   | 1,685.2  | 1,563.9  | 1,398.0  | 1,445.7  | 1,659.8  | 1,842.0  | 1,957.9  | 2,047.4  | 2,104.9  |  |
| Foreign securities   | 176.3     | 0.2   | 188.9     | 190.1    | 196.1    | 98.8     | 121.6    | 28.5     | -        | -        | -        | -        |  |
|  | 2,528.4   | 2.5   | 2,562.4   | 1,875.3  | 1,760.0  | 1,496.8  | 1,567.3  | 1,688.3  | 1,842.0  | 1,957.9  | 2,047.4  | 2,104.9  |  |
| <b>Real estate holdings</b>                                    |           |       |           |          |          |          |          |          |          |          |          |          |  |
| Canada   | 9,269.8   | 9.2   | 9,043.0   | 7,377.5  | 3,120.3  | 2,413.3  | 2,679.8  | 1,634.2  | 1,527.4  | 1,517.2  | 1,519.0  | 1,744.0  |  |
| Abroad   | 4,397.2   | 4.3   | 4,835.6   | 4,543.2  | 4,230.1  | 1,868.2  | 930.5    | 210.6    | 74.0     | -        | -        | -        |  |
|  | 13,667.0  | 13.5  | 13,878.6  | 11,920.7 | 7,350.4  | 4,281.5  | 3,610.3  | 1,844.8  | 1,601.4  | 1,517.2  | 1,519.0  | 1,744.0  |  |
| <b>Total long-term investments</b>                             | 92,968.4  | 91.9  | 101,056.2 | 92,052.9 | 74,762.3 | 66,300.0 | 57,086.3 | 47,973.1 | 42,741.4 | 43,762.3 | 38,926.7 | 38,747.4 |  |
| <b>Short-term investments</b>                                  |           |       |           |          |          |          |          |          |          |          |          |          |  |
| Domestic securities  | 4,446.7   | 4.4   | 4,436.2   | 4,604.9  | 3,830.2  | 1,084.3  | 1,599.3  | 2,954.7  | 1,471.1  | 2,692.6  | 1,763.5  | 1,733.5  |  |
| Foreign securities   | 755.1     | 0.8   | 1,253.9   | 503.9    | 846.3    | 533.4    | 494.2    | 114.1    | 323.9    | 101.6    | 224.9    | 70.0     |  |
|  | 5,201.8   | 5.2   | 5,690.1   | 5,108.8  | 4,676.5  | 1,617.7  | 2,093.5  | 3,068.8  | 1,795.0  | 2,794.2  | 1,988.4  | 1,803.5  |  |
| <b>Securities acquired under reverse repurchase agreements</b> |           |       |           |          |          |          |          |          |          |          |          |          |  |
| Domestic securities  | 319.5     | 0.3   | 319.7     | 116.7    | 724.8    | 1,025.7  | 770.7    | -        | -        | -        | -        | -        |  |
| Foreign securities   | 2,653.5   | 2.6   | 2,643.7   | 1,300.6  | 1,857.8  | 642.9    | 481.7    | -        | -        | -        | -        | -        |  |
|  | 2,973.0   | 2.9   | 2,963.4   | 1,417.3  | 2,582.6  | 1,668.6  | 1,252.4  | -        | -        | -        | -        | -        |  |
| <b>Total short-term investments</b>                            | 8,174.8   | 8.1   | 8,653.5   | 6,526.1  | 7,259.1  | 3,286.3  | 3,345.9  | 3,068.8  | 1,795.0  | 2,794.2  | 1,988.4  | 1,803.5  |  |
| <b>Total</b>   | 101,143.2 | 100.0 | 109,709.7 | 98,579.0 | 82,021.4 | 69,586.3 | 60,432.2 | 51,041.9 | 44,536.4 | 46,556.5 | 40,915.1 | 40,550.9 |  |
| <b>Breakdown of long-term investments</b>                      |           |       |           |          |          |          |          |          |          |          |          |          |  |
| Public sector  | 34,058.9  | 36.6  | 36,020.0  | 30,041.9 | 28,954.6 | 29,632.1 | 25,412.4 | 24,018.4 | 21,360.0 | 22,384.0 | 19,749.4 | 19,500.1 |  |
| Private sector   | 58,909.5  | 63.4  | 65,036.2  | 61,999.7 | 45,807.7 | 36,667.9 | 31,673.9 | 23,954.7 | 21,381.4 | 21,378.3 | 19,177.3 | 19,247.3 |  |
| <b>Total</b>   | 92,968.4  | 100.0 | 101,056.2 | 92,052.9 | 74,762.3 | 66,300.0 | 57,086.3 | 47,973.1 | 42,741.4 | 43,762.3 | 38,926.7 | 38,747.4 |  |



**7** SUMMARY OF FOREIGN INVESTMENTS  
as at December 31  
(in millions of dollars)

|  | Fair value    |        |        |        |        |       |       |       |       |       |
|--|---------------|--------|--------|--------|--------|-------|-------|-------|-------|-------|
|  | 2000          | 1999   | 1998   | 1997   | 1996   | 1995  | 1994  | 1993  | 1992  | 1991  |
| Bonds and securities acquired under<br>reverse repurchase agreements | <b>8,108</b>  | 5,054  | 7,587  | 1,723  | 1,100  | 84    | 391   | 804   | 1,760 | 2,282 |
| Shares and convertible securities                                    | <b>22,638</b> | 21,897 | 15,589 | 12,044 | 10,499 | 6,184 | 4,639 | 4,666 | 4,196 | 3,757 |
| Mortgages  | <b>189</b>    | 190    | 196    | 99     | 122    | 29    | -     | -     | -     | -     |
| Real estate holdings   | <b>4,836</b>  | 4,544  | 4,230  | 1,868  | 930    | 211   | 74    | -     | -     | -     |
| Short-term investments   | <b>1,254</b>  | 504    | 846    | 534    | 494    | 114   | 324   | 102   | 225   | 70    |
| Foreign investments  | <b>37,025</b> | 32,189 | 28,448 | 16,268 | 13,145 | 6,622 | 5,428 | 5,572 | 6,181 | 6,109 |

**CDP MORTGAGES  
MORTGAGES OF \$5 MILLION AND OVER**

Balance: A = \$5 to \$10 million B = \$10 million and over

| <b>BORROWERS</b>   | <b>Address</b>   | <b>Location</b>          | <b>Balance</b> |
|--|--|--------------------------|----------------|
| Aintabi, Elliott and La Société Immobilière en Propriété Marine Ltée | 1023 to 1045, rue Ste-Catherine Ouest                                      | Montréal                 | B              |
| Aménagement Lyndale Ltée   | 1125, rue Moody  | Terrebonne               | B              |
| Aménagement Lyndale Ltée   | 30 to 70, rue Dufferin   | Salaberry-de-Valleyfield | A              |
| Aménagement Westcliff Ltée   | 20, rue Évangéline   | Granby                   | B              |
| Appartements Le Neuville inc., Les                                   | 111 and 121, rue de la Barre   | Longueuil                | B              |
| Atlantic Shopping Centres Limited                                    | 1809 Barrington Street   | Halifax                  | A              |
| Atlantic Shopping Centres Limited                                    | 1895-1897 Barrington Street  | Halifax                  | A              |
| Atlantic Shopping Centres Limited                                    | 5201 Duke Street   | Halifax                  | B              |
| Bentall Properties Ltd.  | 1508, Broadway St. West  | Vancouver                | B              |
| Bluecorp Realty Inc. & Bruntel Holdings Inc.                         | 644 Main Street  | Moncton                  | A              |
| Carlton Call Centre Inc.   | 300 Carlton Street   | Winnipeg                 | A              |
| Carrefour 40 inc.  | 5750, 5800, 5836, 5838, 5880, 5900, 5910, 5940 boulevard Métropolitain Est | Saint-Léonard            | A              |
| Centre commercial Cavendish Cie Ltée                                 | 5800, boulevard Cavendish  | Côte-Saint-Luc           | B              |
| Centre commercial Place du Royaume (Chicoutimi) Inc.                 | 1401, boulevard Talbot   | Chicoutimi               | B              |
| Centre Commercial Plaza Roland-Therrien (1969) inc.                  | 1999 to 2125, boul. Roland-Thérrien  | Longueuil                | A              |
| Centres Commerciaux Cambridge Itée et al.                            | 4125, boulevard des Forges   | Trois-Rivières           | B              |
| Centres Commerciaux Régionaux du Québec Itée.                        | 320, boulevard Saint-Joseph  | Hull                     | B              |
| Chiefton Investments Ltd. & Investors Group Trust Co. Ltd            | 6715 and 6725 Airport Rd   | Mississauga              | B              |
| CLIC Properties Inc.   | 175 Bloor Street East  | Toronto                  | B              |
| CLIC Properties Inc.   | 3000 and 3100 Steeles Avenue   | Toronto                  | B              |
| Compagnie WHWW Hotels (Sherbrooke)                                   | 450, rue Sherbrooke Ouest  | Montréal                 | B              |
| Complexe Pointe-Claire Inc.  | 6301, route Transcanadienne  | Pointe-Claire            | B              |
| Construction Olymbec inc. et al.                                     | 8505, chemin Devonshire  | Mont-Royal               | B              |
| Construction Olymbec inc. et al.                                     | 6355, rue Sherbrooke Est   | Montréal                 | B              |
| Construction Sarino inc.   | 10200, rue Renaude-Lapointe  | Anjou                    | A              |
| Devcorp Inc.   | 200, chemin Sainte-Foy   | Québec City              | A              |
| Édifice d' Youville inc.   | 800, place d' Youville   | Québec City              | B              |
| Édifice Sandvar Itée   | 502 to 510, Ste-Catherine E.   | Montréal                 | A              |
| Fiduciaires du Fonds de placement immobilier Cominar, Les            | 3175, chemin des Quatre-Bourgeois  | Sainte-Foy               | A              |
| Fiduciaires du Fonds de placement immobilier Cominar, Les            | 2600, boulevard Laurier  | Sainte-Foy               | B              |
| Fiduciaires du Fonds de placement immobilier Cominar, Les            | 325, rue Marais  | Vanier                   | B              |
| Fortress Realty Holdings Inc.  | 20,30,40 Norelco Drive   | North York               | B              |
| Galeries Montmagny (1988) Inc., Les                                  | 101, boulevard Taché Ouest   | Montmagny                | A              |
| Germain Pelletier Ltée   | 92, 2e Rue Ouest   | Rimouski                 | A              |
| Gestion DWS-Hines Itée et al.  | 1801, avenue McGill College  | Montréal                 | B              |
| Gestion Place du Royaume Inc. et al.                                 | 1401, boulevard Talbot   | Chicoutimi               | B              |
| Gilles Mercille et al.   | 1111, rue St-Charles Ouest   | Longueuil                | B              |
| Henry Birks et fils inc.   | 620 to 630, rue Ste-Catherine Ouest  | Montréal                 | A              |
| Immeubles La Hada Ltée et al., Les                                   | 4751, boulevard Les Grandes-Prairies                                       | Saint-Léonard            | A              |
| Immeubles Plaza Z Corp. Inc. et al., Les                             | 300, rue Barkoff   | Cap-de-la-Madeleine      | A              |
| Investissements Metco Ltée   | 202, rue Berlioz   | Verdun                   | B              |
| Investissements Roywest Itée, Les                                    | 14 and 16, rue Prince-Arthur   | Montréal                 | A              |
| Ivanhoé inc.   | 100, boulevard Brien   | Repentigny               | B              |
| Ivanhoé inc.   | 2452, boulevard Laurier  | Sainte-Foy               | B              |
| Ivanhoé III inc.   | 2151, boulevard Lapinière  | Brossard                 | B              |

|   |                                      |               |   |
|---|--------------------------------------|---------------|---|
| J.K. Investments inc.                                     | 1130, rue Sherbrooke Ouest           | Montréal      | B |
| J.L. Freeman inc.   | 1250, rue Nobel                      | Boucherville  | A |
| Landing Holdings Limited                                  | 361 Water Street                     | Vancouver     | B |
| Le Groupe Macyro inc.                                     | 700 to 710, rue D'Youville           | Québec        | A |
| Les investissements Olymbec ltée                          | 6364 to 6434, Transcanadienne        | Saint-Laurent | A |
| Minto Developments Inc.                                   | 1050 Baxter Road                     | Ottawa        | A |
| O & Y Properties Inc.                                     | 320 Queen Street and 112 Kent Street | Ottawa        | B |
| Oxford (BTS) GP 1 Inc. et al.                             | 483 Bay Street                       | Toronto       | B |
| Pauls Properties Corporation                              | 1895 Williams Parkway East           | Brampton      | B |
| Place Alexis Nihon inc.                                   | 1500, rue Atwater                    | Westmount     | B |
| Place Dupuis Commercial Trust a/s Trust Général du Canada | 855, rue Ste-Catherine Est           | Montréal      | B |
| Promo Hotels Canada inc.                                  | 1321, rue Sherbrooke Ouest           | Montréal      | B |
| Riocan Reit   | 698 and 700 Lawrence Avenue          | North York    | B |
| Rossland Real Estate Limited                              | 1448 Lawrence Ave. East              | Toronto       | A |
| S.E.C. CDTI de Montréal                                   | 87, rue Prince and 50 and 80 Queen   | Montréal      | B |
| SITQ bureaux inc.   | 801, chemin Saint-Louis              | Québec City   | A |
| SITQ bureaux inc. and Relium Inc. et al.                  | 880 and 930, chemin Sainte-Foy       | Québec City   | A |
| Société de Gestion Accurso Ltée et al.                    | 1535 to 1565, boulevard Le Corbusier | Laval         | B |
| Société en commandite Kau & Associés                      | 8505, boul. Taschereau               | Brossard      | A |
| Société en commandite King-Wellington                     | rue King et Wellington               | Montréal      | A |
| Société en commandite Pomerlim                            | 510-530, boulevard de l'Atrium       | Charlesbourg  | B |
| Société en commandite, Centre Laval                       | 1500 to 1660, boulevard Le Corbusier | Laval         | B |
| Société en commandite, Les Terrasses Langelier et al.     | 6335 to 6455, rue Jean-Talon Est     | Montréal      | A |
| Société immobilière Dundee Québec inc.                    | 470 to 472, rue Deslaurier           | Saint-Laurent | B |
| Société immobilière Dundee Québec inc.                    | 295 to 371, rue Deslaurier           | Saint-Laurent | B |
| Société immobilière Dundee Québec inc.                    | 9045, ch. Côte-de-Liesse             | Dorval        | A |
| Société immobilière Dundee Québec inc.                    | 9551 to 9579, ch. Côte-de-Liesse     | Dorval        | A |
| Société immobilière Dundee Québec inc.                    | 300, av. Labrosse                    | Pointe-Claire | A |
| Société immobilière Dundee Québec inc.                    | 2115 to 2147, rue de la Province     | Longueuil     | A |
| Southwest Properties Limited                              | 1595 and 1597 Bedford Highway        | Halifax       | B |
| Stelor Holdings Ltd.                                      | 633 Main Street                      | Moncton       | A |
| Tawa Properties Inc.                                      | 3017 66th Street N.W.                | Edmonton      | A |
| The Atrium on Bay Inc.                                    | 595 Bay St., 20 Dundas Street        | Toronto       | B |
| Tonko Development Corporation                             | 315-319 Banff Avenue                 | Banff         | B |
| 1255037 Ontario inc.                                      | 333, chemin du Tremblay              | Boucherville  | A |
| 1255037 Ontario inc.                                      | 4370 to 4400, ch. Bois-Franc         | Saint-Laurent | A |
| 1280642 Ontario Limited et al.                            | 8875 and 8925 Torbram Rd.            | Brampton      | B |
| 152523 Canada inc.  | 3103, boul. Royal                    | Shawinigan    | B |
| 157173 Canada inc. et als.                                | 1324, boulevard Talbot               | Chicoutimi    | A |
| 157173 Canada inc. et als.                                | 419, boulevard Jessop                | Rimouski      | B |
| 159469 Canada Inc. and Les Immeubles 5500 Royalmount Inc. | 5500, avenue Royalmount              | Mont-Royal    | A |
| 1862 Holdings Ltd. and Bentall Corporation                | 1130 Pender Street West              | Vancouver     | B |
| 220 Tremblay Portfolio inc.                               | 220, chemin du Tremblay              | Boucherville  | B |
| 2423-5632 Québec inc.                                     | 200, rue Belvédère Nord              | Sherbrooke    | A |
| 3830845 Canada inc. et al.                                | 165 to 167, boulevard Hymus          | Pointe-Claire | A |
| 70 York Street Ltd.                                       | 70 York Street                       | Toronto       | B |
| 9059-4375 Québec inc. et al.                              | 202, rue Berlioz et al.              | Verdun        | B |
| 9084-9837 Québec inc.                                     | 7260, boulevard Taschereau           | Brossard      | B |
| 9084-9837 Québec inc.                                     | 1116, rue Vachon Nord                | Sainte-Marie  | A |

**SUMMARY OF BOND PORTFOLIO**  
**as at December 31, 2000**  
**(in millions of dollars)**

| Securities   | Fair value      |              | Average                   | Average               | Modified              |
|--|-----------------|--------------|---------------------------|-----------------------|-----------------------|
|  | \$              | %            | nominal rate <sup>1</sup> | naturity <sup>1</sup> | duration <sup>2</sup> |
|  |                 |              | %                         | (years)               | (volatility)          |
| <b>Domestic</b>  |                 |              |                           |                       |                       |
| Government issued                                      |                 |              |                           |                       |                       |
| Gouvernement du Québec                                 | 13,298.7        | 32.9         | 7.74                      | 10.18                 | 6.31                  |
| Government of Canada                                   | 12,867.2        | 31.9         | 6.45                      | 8.98                  | 6.14                  |
| Other governments                                      | 348.9           | 0.9          | 7.69                      | 20.25                 | 9.91                  |
| Government guaranteed                                  |                 |              |                           |                       |                       |
| Gouvernement du Québec                                 | 3,832.9         | 9.5          | 7.06                      | 14.22                 | 8.41                  |
| Government of Canada                                   | 538.7           | 1.3          | 9.90                      | 7.35                  | 5.02                  |
| Guaranteed by grants, municipalities and school boards | 1,436.8         | 3.6          | 9.09                      | 5.78                  | 4.42                  |
| Corporations and mortgage bonds <sup>3</sup>           | 2,732.9         | 6.8          | 6.10                      | 5.72                  | 4.08                  |
| <b>Foreign</b>   |                 |              |                           |                       |                       |
| Government issued                                      |                 |              |                           |                       |                       |
| Gouvernement du Québec                                 | 265.2           | 0.7          | 3.69                      | 12.70                 | 10.17                 |
| U.S. Government  | 1,458.6         | 3.5          | 5.45                      | 6.12                  | 4.51                  |
| Other Foreign Governments                              | 1,362.1         | 3.4          | 5.88                      | 9.22                  | 5.78                  |
| Government guaranteed                                  |                 |              |                           |                       |                       |
| Gouvernement du Québec                                 | 306.1           | 0.8          | 7.30                      | 18.83                 | 9.42                  |
| Government of Canada                                   | 27.2            | 0.1          | 4.73                      | 0.88                  | 0.85                  |
| Other Foreign Governments                              | 36.0            | 0.1          | 8.58                      | 8.71                  | 6.33                  |
| Corporates <sup>3</sup>                                | 1,824.3         | 4.5          | 6.21                      | 10.93                 | 5.81                  |
|  | <b>40,335.6</b> | <b>100.0</b> | <b>6.95</b>               | <b>9.67</b>           | <b>6.19</b>           |

<sup>1</sup> Weighted as per nominal value.

<sup>2</sup> Weighted as per fair value.

<sup>3</sup> Including bonds managed by the CDP Private Equity.

**INVESTMENTS IN CANADIAN CORPORATE SHARES AND BONDS  
BY SECTOR OF ACTIVITY  
as at December 31, 2000  
(fair value - in millions of dollars)**

|   | <b>Shares and<br/>convertible<br/>securities</b> | <b>Bonds</b>   | <b>Total</b>    | <b>%</b>     |
|---|--|----------------|-----------------|--------------|
| Metals and minerals                       | 524.7  | 15.6           | 540.3           | 2.3          |
| Gold and precious minerals                | 561.9  | -              | 561.9           | 2.3          |
| Oil and gas                               | 1,295.5  | 283.5          | 1,579.0         | 6.6          |
| Paper and forest products                 | 854.1  | 87.2           | 941.3           | 3.9          |
| Consumer products                         | 1,178.5  | 45.1           | 1,223.6         | 5.1          |
| Industrial products                       | 4,730.6  | 218.3          | 4,948.9         | 20.6         |
| Real estate                               | 169.5  | 180.2          | 349.7           | 1.5          |
| Transportation and environmental services | 604.7  | 79.4           | 684.1           | 2.9          |
| Pipelines                                 | 144.6  | 62.4           | 207.0           | 0.9          |
| Utilities                                 | 1,390.8  | 196.8          | 1,587.6         | 6.6          |
| Communications                            | 3,481.7  | 206.4          | 3,688.1         | 15.4         |
| Distribution and services                 | 673.4  | 127.8          | 801.2           | 3.3          |
| Financial services                        | 4,892.1  | 1,078.0        | 5,970.1         | 24.9         |
| Conglomerates                             | 383.4  | -              | 383.4           | 1.6          |
| Index participation units                 | 514.3  | -              | 514.3           | 2.1          |
|   | <b>21,399.8</b>                                  | <b>2,580.7</b> | <b>23,980.5</b> | <b>100.0</b> |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES**
**as at December 31, 2000**
**(fair value - in millions of dollars)**

Some investments are managed and/or held by one of the following subsidiaries:

|                              |                          |   |
|------------------------------|--------------------------|---|
| A CDP Capital d'Amérique     | E CDP Accès Capital      | I SITQ Immobilier   |
| B CDP Sofinov                | F CDP Financial Services | J Refers to the Caisse where the subsidiary manages and/or holds only part of the investment. |
| C CDP Capital Communications | G Ivanhoe                |   |
| D CDP Capital International  | H Cadim                  |   |

| CORPORATIONS   | Designation | Subsidiaries | Shares    |        | Convertible Securities | Bonds | Subtotal | Total |
|--|-------------|--------------|-----------|--------|------------------------|-------|----------|-------|
|  |             |              | Number    | Amount |                        |       |          |       |
| 3Com Corporation                                     |             |              | 60,000    | 0.8    |                        |       |          | 0.8   |
| 360 Networks Inc.                                    |             | A, C, J      | 6,137,712 | 116.3  |                        | 28.1  |          | 144.4 |
| 724 Solutions Inc.                                   |             |              | 252,000   | 6.4    |                        |       |          | 6.4   |
| A.R.C. Resins International Corporation              |             | A            | 94,400    | -      |                        |       |          | -     |
| ABB Ltd  |             |              | 86,286    | 13.6   |                        |       |          | 13.6  |
| ABN AMRO Holding NV                                  |             |              | 159,565   | 5.5    |                        |       |          | 5.5   |
| ABS-CBN Broadcasting Corporation                     |             |              | 700,000   | 1.0    |                        |       |          | 1.0   |
| ABSA Group Limited                                   |             |              | 1,180,883 | 6.7    |                        |       |          | 6.7   |
| ADC Telecommunications, Inc.                         |             |              | 144,200   | 3.9    |                        |       |          | 3.9   |
| ADS inc. <sup>1</sup>                                | class A     | A            | 2,383,563 | 1.7    |                        |       | 1.7      |       |
|  | warrants    | A            | 7,000     | -      |                        |       | -        | 1.7   |
| AES Corporation                                      |             |              | 15,200    | 1.3    |                        |       |          | 1.3   |
| AEterna  |             |              | 125,000   | 1.4    |                        |       |          | 1.4   |
| AFLAC Incorporated                                   |             |              | 8,600     | 0.9    |                        |       |          | 0.9   |
| AGF Management Limited                               | class B     |              | 547,300   | 13.4   |                        |       |          | 13.4  |
| AK Steel Holding Corporation                         |             |              | 200,000   | 2.6    |                        |       |          | 2.6   |
| ALLTEL Corporation                                   |             |              | 13,100    | 1.2    |                        |       |          | 1.2   |
| AMP Limited  |             |              | 247,444   | 4.2    |                        |       |          | 4.2   |
| AMR Corporation                                      |             |              | 52,300    | 3.1    |                        |       |          | 3.1   |
| AMVESCAP PLC   |             |              | 140,000   | 4.3    |                        |       |          | 4.3   |
| ANSYS, Inc.  |             | B            | 85,392    | 1.4    |                        |       |          | 1.4   |
| AON Corporation                                      |             |              | 8,300     | 0.4    |                        |       |          | 0.4   |
| ARA S.A. de C.V., Consorcio                          |             |              | 255,000   | 0.5    |                        |       |          | 0.5   |
| ARC International plc                                |             |              | 420,000   | 2.1    |                        |       |          | 2.1   |
| ARM Holdings Plc                                     |             |              | 147,000   | 1.7    |                        |       |          | 1.7   |
| ART Advances Research Technologies Inc. <sup>1</sup> |             | B            | 2,678,572 | 11.8   |                        |       |          | 11.8  |
| ASM Lithography Holding                              |             |              | 602,016   | 20.5   |                        |       |          | 20.5  |
| ASM Pacific Technology Ltd                           |             |              | 42,000    | 0.1    |                        |       |          | 0.1   |
| AT&T Corp.- Liberty Media Group                      | class A     |              | 267,800   | 5.5    |                        |       |          | 5.5   |

|   |           |      |             |       |       |     |       |       |
|---|-----------|------|-------------|-------|-------|-----|-------|-------|
| AT&T Wireless Group                           |           |      | 29,400      | 0.8   |       |     |       | 0.8   |
| ATI Technologies Inc.                         |           |      | 278,948     | 2.4   |       |     |       | 2.4   |
| ATS Automation Tooling Systems Inc.           |           |      | 863,575     | 17.3  |       |     |       | 17.3  |
| Abbey National Plc                            |           |      | 618,374     | 16.9  |       |     |       | 16.9  |
| Abbott Laboratories                           |           |      | 118,100     | 8.6   |       |     |       | 8.6   |
| Aber Diamond Corporation                      |           |      | 296,616     | 4.2   |       |     |       | 4.2   |
| Abitibi-Consolidated Inc.                     |           | A, J | 14,247,517  | 196.6 |       |     |       | 196.6 |
| Acciona S.A.                                  |           |      | 21,440      | 1.2   |       |     |       | 1.2   |
| Accor SA                                      |           |      | 411,424     | 26.1  |       |     |       | 26.1  |
| Ace Limited                                   |           |      | 30,200      | 1.9   |       |     |       | 1.9   |
| Acer Incorporation                            |           |      | 190,000     | 0.7   |       |     |       | 0.7   |
| Acesita S.A.                                  | preferred |      | 728,000,000 | 0.6   |       |     |       | 0.6   |
| Acom Co., Ltd                                 |           |      | 2,200       | 0.2   |       |     |       | 0.2   |
| Adaptec, Inc.                                 |           |      | 35,600      | 0.5   |       |     |       | 0.5   |
| Adecco SA                                     |           |      | 9,704       | 9.2   |       |     |       | 9.2   |
| Adelphia Business Solutions, Inc              |           |      | 33,600      | 0.2   |       |     |       | 0.2   |
| Adidas-Salomon AG                             |           |      | 64,900      | 6.0   |       |     |       | 6.0   |
| Administradora de Fondos de Pensiones Provida |           |      | 20,000      | 0.6   |       |     |       | 0.6   |
| Adobe System Incorporated                     |           |      | 7,800       | 0.7   |       |     |       | 0.7   |
| Advanced Info Service Public Co., Ltd         |           |      | 154,000     | 2.2   |       |     |       | 2.2   |
| Advantest Corp.                               |           |      | 89,800      | 12.6  |       |     |       | 12.6  |
| Aegon N.V.                                    |           |      | 902,154     | 56.1  |       |     |       | 56.1  |
| Aetna Inc.                                    |           |      | 23,700      | 1.5   |       |     |       | 1.5   |
| Afri-Can Marine Minerals Corporation          |           |      | 2,000,000   | 0.5   |       |     | 0.5   |       |
|   | warrants  |      | 1,000,000   | -     |       |     | -     | 0.5   |
| Agilent Technologies, Inc.                    |           |      | 14,802      | 1.2   |       |     |       | 1.2   |
| Agnico-Eagle Mines Limited                    |           |      | 495,000     | 4.5   |       |     |       | 4.5   |
| Agrium Inc.                                   |           |      | 211,258     | 4.6   |       |     |       | 4.6   |
| Aiful Corporation                             |           |      | 27,150      | 3.3   |       |     |       | 3.3   |
| Air Canada <sup>1</sup>                       |           | A, J | 67,909      | 0.9   | 202.2 | 4.7 | 207.8 |       |
|   | class A   |      | 6,520,482   | 74.7  |       |     | 74.7  | 282.5 |
| Air Liquide SA                                |           |      | 29,051      | 6.5   |       |     |       | 6.5   |
| Air Products and Chemicals, Inc.              |           |      | 11,500      | 0.7   |       |     |       | 0.7   |
| Airnet Communications Corporation             |           | C    | 2,145,465   | 14.1  |       |     |       | 14.1  |
| Aixtron AG                                    |           |      | 30,000      | 4.9   |       |     |       | 4.9   |
| Ajinomoto Co., Inc.                           |           |      | 250,000     | 4.9   |       |     |       | 4.9   |
| Akamai Technologies, Inc.                     |           |      | 3,500       | 0.1   |       |     |       | 0.1   |
| Akzo Nobel NV                                 |           |      | 421,516     | 34.0  |       |     |       | 34.0  |
| Alberta Energy Company Ltd                    |           |      | 1,125,789   | 80.8  |       |     |       | 80.8  |
| Albertson's, Inc.                             |           |      | 13,700      | 0.5   |       |     |       | 0.5   |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS                                 | Designation | Subsidiaries | Shares    |        | Convertible Securities | Bonds | Subtotal | Total |
|--|-------------|--------------|-----------|--------|------------------------|-------|----------|-------|
|  |             |              | Number    | Amount |                        |       |          |       |
| Alcan Aluminium Limited                      |             |              | 4,261,404 | 218.8  |                        |       |          | 218.8 |
| Alcatel SA                                   |             | C, J         | 1,392,612 | 114.6  |                        |       |          | 114.6 |
| Alcoa Inc.                                   |             |              | 36,400    | 1.8    |                        |       |          | 1.8   |
| Aldea Vision Inc.                            |             | A            | 240,436   | -      | 0.2                    |       |          | 0.2   |
| Alfa, S.A. de C.V.                           | class A     |              | 200,000   | 0.4    |                        |       |          | 0.4   |
| Aliant Inc.                                  |             |              | 464,959   | 15.5   |                        |       |          | 15.5  |
| Alimentation Couche-Tard Inc.                | class B     | A            | 794,200   | 22.6   |                        |       |          | 22.6  |
| Alleanza Assicurazioni                       |             |              | 990,408   | 23.4   |                        |       |          | 23.4  |
| Allegheny Technologies Incorporated          |             |              | 2,600     | 0.1    |                        |       |          | 0.1   |
| Allgreen Properties                          |             |              | 279,883   | 0.3    |                        |       |          | 0.3   |
| Alliance Atlantis Communications Inc.        | class B     |              | 64,600    | 1.4    |                        |       |          | 1.4   |
| Alliance Forest Products Inc. <sup>2</sup>   |             | A, J         | 2,652,025 | 38.7   |                        |       |          | 38.7  |
| Alliance Laundry Equipment Receivables Trust |             |              |           |        |                        | 14.7  |          | 14.7  |
| Alliance Pipeline LP                         |             |              |           |        |                        | 11.2  |          | 11.2  |
| Allianz Holding                              |             |              | 86,834    | 48.8   |                        |       |          | 48.8  |
| Allied Domecq Plc                            |             |              | 864,588   | 8.6    |                        |       |          | 8.6   |
| Allied Irish Banks Plc                       |             |              | 959,781   | 16.8   |                        |       |          | 16.8  |
| Allied Waste Industries, Inc.                |             |              | 6,400     | 0.1    |                        |       |          | 0.1   |
| Allstate Corp.                               |             |              | 181,500   | 11.9   |                        |       |          | 11.9  |
| Almacenes Exito S.A.                         |             |              | 38,160    | 0.1    |                        |       |          | 0.1   |
| Alpha Credit Bank S.A.                       |             |              | 28,800    | 1.5    |                        |       |          | 1.5   |
| Alpha Systems Inc.                           |             |              | 800       | 0.1    |                        |       |          | 0.1   |
| AlphaNet Telecom Inc. <sup>1</sup>           |             |              | 1,227,600 | -      |                        |       |          | -     |
| Alstom                                       |             |              | 356,261   | 13.8   |                        |       |          | 13.8  |
| AltaGas Services Inc.                        |             |              |           |        |                        | 5.0   |          | 5.0   |
| Alternative Fuel System Inc.                 |             |              | 650,000   | 1.0    |                        |       |          | 1.0   |
| AmSouth Bancorporation                       |             |              | 98,200    | 2.2    |                        |       |          | 2.2   |
| Amazon.Com, Inc.                             |             |              | 11,600    | 0.3    |                        |       |          | 0.3   |
| Amdocs Limited                               |             |              | 100,000   | 10.0   |                        |       |          | 10.0  |
| Amerada Hess Corporation                     |             |              | 23,600    | 2.6    |                        |       |          | 2.6   |
| Ameren Corporation                           |             |              | 40,100    | 2.8    |                        |       |          | 2.8   |
| America Online, Inc                          |             | B, J         | 335,915   | 17.6   |                        |       |          | 17.6  |
| America West Holdings Corporation            | class B     |              | 50,000    | 1.0    |                        |       |          | 1.0   |
| American Classic Voyages Co.                 |             |              | 58,100    | 1.2    |                        |       |          | 1.2   |



|  |          |           |       |      |       |
|--|----------|-----------|-------|------|-------|
| American Electric Power Company, Inc.          |          | 73,260    | 5.1   |      | 5.1   |
| American Express Company                       |          | 121,100   | 10.0  |      | 10.0  |
| American General Corporation                   |          | 33,898    | 4.1   |      | 4.1   |
| American Greetings Corporation                 | class A  | 19,800    | 0.3   |      | 0.3   |
| American Home Products Corporation             |          | 435,890   | 41.6  |      | 41.6  |
| American International Group, Inc.             |          | 1,402,978 | 207.7 |      | 207.7 |
| American Power Conversion Corporation          |          | 6,300     | 0.1   |      | 0.1   |
| American Telephone and Telegraph Co.           |          | 572,050   | 14.9  |      | 14.9  |
| Amethyste Arbitrage Fund                       |          | 607,454   | 6.5   |      | 6.5   |
| Amgen Inc.                                     |          | 43,500    | 4.2   |      | 4.2   |
| Amisco Industries Ltd                          | F        | 120,000   | 0.7   |      | 0.7   |
| Amylin Pharmaceuticals, Inc.                   | B        | 22,837    | 0.3   |      | 0.3   |
| Anadarko Petroleum Corporation                 |          | 17,242    | 1.8   |      | 1.8   |
| Anderson Exploration Ltd                       |          | 3,461,989 | 117.9 | 5.6  | 123.5 |
| Andrew Corporation                             |          | 34,300    | 1.1   |      | 1.1   |
| Angiotech Pharmaceuticals, Inc.                |          | 112,500   | 7.7   |      | 7.7   |
| Anglo American Platinum Corporation Limited    |          | 169,880   | 11.9  |      | 11.9  |
| Anglo American Plc                             |          | 30,000    | 2.4   |      | 2.4   |
| Anglogold Limited                              |          | 57,420    | 2.5   |      | 2.5   |
| Anheuser-Busch Companies, Inc.                 |          | 29,500    | 2.0   |      | 2.0   |
| AnorMED Inc.                                   |          | 110,000   | 2.2   |      | 2.2   |
| AnswerThink Inc.                               |          | 75,100    | 0.4   |      | 0.4   |
| Antofagasta Holdings plc                       |          | 40,000    | 0.4   |      | 0.4   |
| Aokam Perdana Bhd                              |          | 1,766     | -     |      | -     |
| Apex Silver Mines Limited                      |          | 273,500   | 3.4   | 3.4  |       |
|  | warrants | 150,000   | -     | -    | 3.4   |
| App Intl Finance Mauritius                     |          |           |       | 2.7  | 2.7   |
| Apple Computer, Inc.                           |          | 10,600    | 0.2   |      | 0.2   |
| Applera Corporation - Applied Biosystems Group |          | 6,800     | 1.0   |      | 1.0   |
| Applera-Corporation - Celera Genomics Group    |          | 1,800     | 0.1   |      | 0.1   |
| Applied Materials Inc                          |          | 33,600    | 1.9   |      | 1.9   |
| Aracruz Celulose S.A.                          |          | 20,000    | 0.4   |      | 0.4   |
| Archer Daniels Midland Company                 |          | 168,195   | 3.8   |      | 3.8   |
| Arctic Group Inc., The                         |          | 183,600   | 0.2   |      | 0.2   |
| Ariadne S.A.                                   |          |           |       | 19.7 | 19.7  |
| Ariba Inc.                                     |          | 9,900     | 0.8   |      | 0.8   |
| Aristocrat Leisure Limited                     |          | 60,000    | 0.3   |      | 0.3   |
| Armstrong Holdings, Inc.                       |          | 1,300     | -     |      | -     |
| Arrow Electronics, Inc.                        |          | 54,200    | 2.3   |      | 2.3   |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS                              | Designation | Subsidiaries | Shares    |        | Convertible Securities | Bonds | Subtotal | Total |
|---|-------------|--------------|-----------|--------|------------------------|-------|----------|-------|
|   |             |              | Number    | Amount |                        |       |          |       |
| Asahi Bank, Ltd, The                      |             |              | 1,421,000 | 7.3    |                        |       |          | 7.3   |
| Asahi Chemical Industry Co., Ltd          |             |              | 1,237,000 | 10.7   |                        |       |          | 10.7  |
| Asahi Glass Company, Limited              |             |              | 265,000   | 3.3    |                        |       |          | 3.3   |
| Asbestos Corporation Limited              |             |              | 259,065   | 5.0    |                        |       |          | 5.0   |
| Ashland Inc.                              |             |              | 70,200    | 3.8    |                        |       |          | 3.8   |
| Asia Cement Corporation                   |             |              | 36,826    | 0.3    |                        |       |          | 0.3   |
| Assante Corporation                       |             |              | 289,000   | 2.1    |                        |       |          | 2.1   |
| Assicurazioni Generali                    |             |              | 1,994,592 | 118.2  |                        |       |          | 118.2 |
| Associated Capital Corporation of Canada  |             |              |           |        |                        | 67.4  |          | 67.4  |
| Astec Industries, Inc.                    |             |              | 69,900    | 1.4    |                        |       |          | 1.4   |
| AstraZeneca Group Plc                     |             |              | 1,054,079 | 79.6   |                        |       |          | 79.6  |
| Astral Media Inc.                         | class A     | A, J         | 552,000   | 25.4   |                        |       | 25.4     |       |
|   | class B     | A            | 1,200     | 0.1    |                        |       | 0.1      | 25.5  |
| Athens Water Supply and Sewage Company SA |             |              | 108,920   | 1.2    |                        |       |          | 1.2   |
| Au Printemps S.A.                         |             |              | 18,061    | 5.8    |                        |       |          | 5.8   |
| Aur Resources Inc.                        |             |              | 1,700,000 | 3.8    |                        |       |          | 3.8   |
| Aurizon Mines Ltd <sup>1</sup>            |             | A            |           |        | 3.7                    |       |          | 3.7   |
| Australia & New Zealand Banking Group     |             |              | 797,862   | 9.6    |                        |       |          | 9.6   |
| Australian Gas Light Company Limited      |             |              | 30,000    | 0.3    |                        |       |          | 0.3   |
| Autoliv, Inc.                             |             |              | 223,529   | 5.3    |                        |       |          | 5.3   |
| Automatic Data Processing, Inc.           |             |              | 965,365   | 91.8   |                        |       |          | 91.8  |
| Avalonbay Communities, Inc.               |             | H            | 156,000   | 11.7   |                        |       |          | 11.7  |
| Avant! Corporation                        |             | F            | 15,000    | 0.4    |                        |       |          | 0.4   |
| Avaya Inc.                                |             |              | 9,102     | 0.1    |                        |       |          | 0.1   |
| Avcorp Industries Inc.                    |             | A            | 346,539   | 0.4    |                        |       |          | 0.4   |
| Avenor Inc.                               |             | A            |           |        |                        | 5.9   |          | 5.9   |
| Aventis SA                                |             |              | 505,881   | 66.7   |                        |       |          | 66.7  |
| Avery Dennison Corporation                |             |              | 3,200     | 0.3    |                        |       |          | 0.3   |
| Avnet, Inc.                               |             |              | 34,400    | 1.1    |                        |       |          | 1.1   |
| Avon Products Inc.                        |             |              | 340,100   | 24.5   |                        |       |          | 24.5  |
| Axa                                       |             |              | 226,169   | 49.1   |                        |       |          | 49.1  |
| Axcan Pharma Inc. <sup>2</sup>            |             | B, J         | 6,149,287 | 96.9   |                        |       |          | 96.9  |
| Ayala Land, Inc.                          | class B     |              | 3,571,689 | 0.6    |                        |       |          | 0.6   |
| B.F. Goodrich Company, The                |             |              | 39,000    | 2.1    |                        |       |          | 2.1   |

|  |           |             |       |     |       |
|--|-----------|-------------|-------|-----|-------|
| BAA Plc                                |           | 1,023,577   | 14.2  |     | 14.2  |
| BAE Systems Canada Inc.                |           | 17,400      | 0.4   |     | 0.4   |
| BASF AG                                |           | 87,855      | 6.0   |     | 6.0   |
| BC Gas Inc.                            |           | 74,900      | 2.5   |     | 2.5   |
| BCE Emergis inc.                       | C, J      | 654,361     | 28.9  |     | 28.9  |
| BCE Inc.                               | C, J      | 18,383,745  | 796.0 |     | 796.0 |
| BEA Systems Inc.                       |           | 12,200      | 1.2   |     | 1.2   |
| BEC World Public Company Limited       |           | 100,000     | 0.7   |     | 0.7   |
| BG Group Plc                           |           | 1,417,992   | 8.3   |     | 8.3   |
| BHP Limited                            |           | 1,524,576   | 24.1  |     | 24.1  |
| BMC Software                           |           | 803,869     | 16.9  |     | 16.9  |
| BMO Capital Trust                      |           |             |       | 9.1 | 9.1   |
| BNP Paribas SA                         |           | 297,027     | 39.2  |     | 39.2  |
| BOC Group                              |           | 211,680     | 4.8   |     | 4.8   |
| BP Amoco Plc                           |           | 8,613,865   | 106.1 |     | 106.1 |
| BPI-SGPS, S.A.                         |           | 5           | -     |     | -     |
| BRE Bank SA                            |           | 6,555       | 0.3   |     | 0.3   |
| BRM Capital Corporation                | F         | 2,294,364   | 2.4   |     | 2.4   |
| Baker Hughes Incorporated              |           | 10,800      | 0.7   |     | 0.7   |
| Ballard Power Systems Inc.             |           | 745,309     | 70.4  |     | 70.4  |
| Banca Intesa SPA                       |           | 9,939,799   | 71.4  |     | 71.4  |
| Banco BHIF                             |           | 13,000      | 0.3   |     | 0.3   |
| Banco Bilbao Vizcaya S.A.              |           | 282,600     | 6.3   |     | 6.3   |
| Banco Bradesco S.A.                    | preferred | 516,138,073 | 5.6   | 5.6 |       |
|  | rights    | 19,799,609  | 0.1   | 0.1 | 5.7   |
| Banco Comercial Portugues, SA (BCP)    |           | 228,671     | 1.8   |     | 1.8   |
| Banco de A. Edwards                    |           | 35,667      | 0.7   |     | 0.7   |
| Banco de Santander Chile               |           | 70,090      | 1.6   |     | 1.6   |
| Banco Frances S.A.                     |           | 73,100      | 0.8   |     | 0.8   |
| Banco Ganadero S.A.                    | preferred | 21,100      | -     |     | -     |
| Banco Itau S.A.                        | preferred | 41,491,200  | 5.9   |     | 5.9   |
| Banco Popular Espanol SA               |           | 340,030     | 17.8  |     | 17.8  |
| Banco Provincial, S.A.                 |           | 193,473     | 0.2   |     | 0.2   |
| Banco Santander Central Hispano, SA    |           | 1,760,861   | 28.3  |     | 28.3  |
| Bangkok Bank                           |           | 1,720,300   | 2.1   |     | 2.1   |
| Bank Hapoalim Ltd                      |           | 145,000     | 0.6   |     | 0.6   |
| Bank One Corporation                   |           | 99,700      | 5.5   |     | 5.5   |
| Bank Polska Kasa Opieki Grupa Pekao SA |           | 74,810      | 1.7   |     | 1.7   |
| Bank of America Corporation            |           | 120,705     | 8.3   |     | 8.3   |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS | Designation                            | Subsidiaries | Shares    |        | Convertible Securities | Bonds | Subtotal | Total |
|--------------|--|--------------|-----------|--------|------------------------|-------|----------|-------|
|              |  |              | Number    | Amount |                        |       |          |       |
|              | Bank of Ayudhya Public Company Limited |              | 1,893,800 | 0.3    |                        |       |          | 0.3   |
|              | Bank of Ireland                        |              | 921,461   | 13.7   |                        |       |          | 13.7  |
|              | Bank of Montreal                       |              | 3,882,288 | 305.1  |                        |       |          | 305.1 |
|              | Bank of New York                       |              | 662,700   | 54.9   |                        |       |          | 54.9  |
|              | Bank of Scotland                       |              | 565,567   | 8.9    |                        |       |          | 8.9   |
|              | Bank of Tokyo-Mitsubishi, Ltd, The     |              | 998,600   | 14.9   |                        |       |          | 14.9  |
|              | Barclays Bank Plc                      |              | 994,806   | 46.2   |                        |       |          | 46.2  |
|              | Barito Pacific Timber                  |              | 2,382,000 | -      |                        |       |          | -     |
|              | Barlow Limited                         |              | 140,000   | 1.3    |                        |       |          | 1.3   |
|              | Barrick Gold Corporation               |              | 5,005,333 | 123.2  |                        |       |          | 123.2 |
|              | Bass                                   |              | 313,779   | 5.1    |                        |       |          | 5.1   |
|              | Battle Mountain Canada Ltd             |              | 128,000   | 0.3    |                        |       |          | 0.3   |
|              | Bavaria S.A.                           |              | 95,337    | 0.4    |                        |       |          | 0.4   |
|              | Baxter International Inc.              | B, J         | 258,170   | 34.2   |                        |       |          | 34.2  |
|              | Bayer AG                               |              | 116,431   | 9.2    |                        |       |          | 9.2   |
|              | Bayerische Motoren Werke (BMW) AG      |              | 345,832   | 17.0   |                        |       |          | 17.0  |
|              | Bayerische Vereinsbank AG              |              | 172,043   | 14.6   |                        |       |          | 14.6  |
|              | Baytex Energy Ltd                      |              | 119,000   | 1.2    |                        |       |          | 1.2   |
|              | Becton Dickinson & Company             |              | 8,300     | 0.4    |                        |       |          | 0.4   |
|              | Bell Canada                            |              |           |        |                        | 50.0  |          | 50.0  |
|              | Bell Canada International Inc.         |              | 1,609,377 | 47.2   | 125.5                  |       |          | 172.7 |
|              | Bell Mobility                          |              |           |        |                        | 9.8   |          | 9.8   |
|              | BellSouth Corporation                  |              | 706,273   | 43.4   |                        |       |          | 43.4  |
|              | Bemis Company, Inc.                    |              | 15,300    | 0.8    |                        |       |          | 0.8   |
|              | Benpres Holding Corporation            |              | 3,000,000 | 0.3    |                        |       |          | 0.3   |
|              | Bergen Brunswig Corporation            |              | 83,300    | 2.0    |                        |       |          | 2.0   |
|              | Berkley Petroleum Corp.                |              | 328,046   | 3.7    |                        |       |          | 3.7   |
|              | Best Buy Co., Inc.                     |              | 182,300   | 8.1    |                        |       |          | 8.1   |
|              | Bethlehem Steel Corporation            |              | 4,300     | -      |                        |       |          | -     |
|              | Bezea Israel Telecom                   |              | 200,000   | 1.6    |                        |       |          | 1.6   |
|              | Bid.Com International Inc.             |              | 146,300   | 0.1    |                        |       |          | 0.1   |
|              | Billiton Plc                           |              | 2,304,419 | 13.3   |                        |       |          | 13.3  |
|              | BioChem Pharma Inc. <sup>2</sup>       | B, J         | 7,251,601 | 345.2  |                        |       |          | 345.2 |
|              | Biogen Inc.                            |              | 5,900     | 0.5    |                        |       |          | 0.5   |

|                                    |                  |      |             |       |     |       |
|------------------------------------|------------------|------|-------------|-------|-----|-------|
| Biomira Inc.                       |                  |      | 336,000     | 2.8   |     | 2.8   |
| Biotech HOLDRs Trust               | stock option     | B    | 4,000       | 0.1   |     | 0.1   |
| Biovail Corporation                |                  |      | 1,487,347   | 86.9  |     | 86.9  |
| Black & Decker Corporation, The    |                  |      | 2,700       | 0.2   |     | 0.2   |
| Black Hawk Mining Inc.             |                  |      | 652,900     | 0.1   |     | 0.1   |
| Block H & R Inc.                   |                  |      | 3,000       | 0.2   |     | 0.2   |
| Boardwalk Equities, Inc.           |                  | H, J | 474,000     | 5.5   |     | 5.5   |
| Boeing Company, The                |                  |      | 42,100      | 4.2   |     | 4.2   |
| Bombardier Capital, Inc.           |                  |      |             |       | 8.0 | 8.0   |
| Bombardier Inc.                    | class A          |      | 9,120,200   | 213.0 | 9.4 | 222.4 |
|                                    | class B          |      | 7,056,787   | 163.4 |     | 163.4 |
| Bonavista Petroleum Ltd            |                  |      | 95,800      | 3.0   |     | 3.0   |
| Bonus Resource Services Corp.      |                  |      | 30,000      | 0.1   |     | 0.1   |
| Boots Company, Plc                 |                  |      | 465,580     | 6.4   |     | 6.4   |
| Boralex inc.                       | class A          | A    | 70,000      | 0.4   |     | 0.4   |
|                                    | special warrants | A    | 130,000     | 0.7   |     | 0.7   |
| BorgWarner, Inc.                   |                  |      | 19,000      | 1.1   |     | 1.1   |
| Bouygues S.A.                      |                  |      | 225,525     | 15.3  |     | 15.3  |
| Bowater Inc.                       |                  |      | 71,200      | 6.0   |     | 6.0   |
| Bracknell Corporation              |                  |      | 350,000     | 2.9   |     | 2.9   |
| Bradespar S.A.                     | preferred rights |      | 320,115,061 | 0.3   |     | 0.3   |
|                                    |                  |      | 122,299,101 | 1.9   |     | 1.9   |
| Brambles Industries Limited        |                  |      | 655,614     | 23.0  |     | 23.0  |
| Brandywine Realty Trust            |                  | H    | 277,200     | 8.6   |     | 8.6   |
| Brascan Corporation                | class A          |      | 1,171,640   | 25.7  |     | 25.7  |
| Brasil Telecom Participacoes S.A.  |                  |      | 13,000      | 1.2   |     | 1.2   |
| Brazil Fast Food Corporation       |                  |      | 42,500      | 0.1   |     | 0.1   |
| Bresea Resources Ltd               |                  |      | 1,983,500   | -     |     | -     |
| Bridges.com Inc.                   |                  |      | 599,900     | 2.0   |     | 2.0   |
|                                    | warrants         |      | 250,000     | -     |     | -     |
| Bridgestone Corp.                  |                  |      | 14,000      | 0.2   |     | 0.2   |
| Briggs & Stratton Corporation      |                  |      | 22,300      | 1.5   |     | 1.5   |
| Bristol-Myers Squibb Company       |                  |      | 408,243     | 45.3  |     | 45.3  |
| British Aerospace Plc              |                  |      | 3,796,930   | 32.5  |     | 32.5  |
| British American Tobacco Plc       |                  |      | 595,207     | 6.8   |     | 6.8   |
| British Energy Plc                 |                  |      | 1,558,757   | 9.0   |     | 9.0   |
| British Sky Broadcasting Group PLC |                  |      | 519,500     | 13.1  |     | 13.1  |
| British Telecom                    |                  |      | 3,012,615   | 38.7  |     | 38.7  |
| Bro-X Minerals Ltd                 |                  |      | 7,920       | -     |     | -     |
| BroadVision, Inc.                  |                  |      | 14,700      | 0.3   |     | 0.3   |

INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS                                       | Designation  | Subsidiaries | Shares     |        | Convertible Securities | Bonds | Subtotal | Total |
|--|--------------|--------------|------------|--------|------------------------|-------|----------|-------|
|  |              |              | Number     | Amount |                        |       |          |       |
| Broadbase Software, Inc.                           |              | B            | 2,903,840  | 27.3   |                        |       |          | 27.3  |
| Broadcom Corporation                               | class A      |              | 10,200     | 1.3    |                        |       | 1.3      |       |
|  | stock option | B            | 700        | -      |                        |       | -        | 1.3   |
| Broadwing Inc.                                     |              |              | 13,900     | 0.5    |                        |       |          | 0.5   |
| Brookfield Properties Corporation                  |              | H, J         | 1,017,300  | 26.9   |                        |       |          | 26.9  |
| Brunswick Corporation                              |              |              | 2,900      | 0.1    |                        |       |          | 0.1   |
| Burlington Northern Santa Fe Inc.                  |              |              | 82,900     | 3.5    |                        |       |          | 3.5   |
| Burlington Resources Inc.                          |              |              | 70,500     | 5.3    |                        | 16.5  |          | 21.8  |
| C.I. Fund Management Inc.                          |              | F, J         | 2,745,516  | 45.2   |                        |       |          | 45.2  |
| C-MAC Industries INC                               |              | A, J         | 1,409,823  | 94.5   |                        | 170.0 |          | 264.5 |
| CAE Inc.   |              |              | 433,728    | 10.6   |                        |       |          | 10.6  |
| CBO Fifth Ave Ltd                                  |              |              |            |        |                        | 8.4   |          | 8.4   |
| CCL Industries Inc.                                | class A      |              | 40,000     | 0.3    |                        |       | 0.3      |       |
|  | class B      |              | 187,231    | 1.6    |                        |       | 1.6      | 1.9   |
| CGI Group Inc.                                     | class A      | A, B, J      | 8,643,328  | 51.9   |                        |       |          | 51.9  |
| CGNU Plc   |              |              | 1,267,209  | 30.8   |                        |       |          | 30.8  |
| CIGNA Corporation                                  |              |              | 32,200     | 6.4    |                        |       |          | 6.4   |
| CINAR Corporation                                  | class B      | A, J         | 503,600    | 3.1    |                        |       |          | 3.1   |
| CLP Holdings Ltd                                   |              |              | 432,000    | 3.2    |                        |       |          | 3.2   |
| CMGI Inc.  |              |              | 9,600      | 0.1    |                        |       |          | 0.1   |
| CNF Inc.   |              |              | 1,600      | 0.1    |                        |       |          | 0.1   |
| COM DEV International Ltd                          |              |              | 218,500    | 3.4    |                        |       |          | 3.4   |
| COMPAQ Computer Corporation                        |              |              | 28,100     | 0.6    |                        |       |          | 0.6   |
| CRH Plc  |              |              | 492,139    | 13.8   |                        |       |          | 13.8  |
| CSR Limited  |              |              | 225,268    | 0.9    |                        |       |          | 0.9   |
| CSX Corporation                                    |              |              | 64,000     | 2.5    |                        |       |          | 2.5   |
| CTS Corporation                                    |              | F, J         | 24,700     | 1.4    |                        |       |          | 1.4   |
| CVF Technologies Corporation                       |              | E            | 69,790     | 0.1    |                        |       |          | 0.1   |
| CVS Corporation                                    |              |              | 12,700     | 1.1    |                        |       |          | 1.1   |
| Cable & Wireless Optus Limited                     |              |              | 1,980,263  | 6.1    |                        |       |          | 6.1   |
| Cable & Wireless Plc                               |              |              | 1,384,754  | 28.1   |                        |       |          | 28.1  |
| Cable Satisfaction International Inc. <sup>1</sup> |              | C, J         | 16,035,987 | 104.2  |                        |       | 104.2    |       |
|  | warrants     | A            | 10,000     | -      |                        | 9.1   | 9.1      | 113.3 |
| Cabot Corporation                                  |              |              | 37,200     | 1.5    |                        |       |          | 1.5   |

|  |           |      |            |       |       |       |
|--|-----------|------|------------|-------|-------|-------|
| Cabre Exploration Ltd                    |           |      | 7,600      | 0.1   |       | 0.1   |
| CacheFlow Inc.                           |           | C    | 22,340     | 0.6   |       | 0.6   |
| Cadbury Schweppes Plc                    |           |      | 1,082,453  | 11.2  |       | 11.2  |
| Caemi Mineracao e Metalurgia S.A.        | preferred |      | 4,767,960  | 0.8   |       | 0.8   |
| Call-Net Enterprises Inc.                | class B   | A, J | 247,465    | 0.2   | 10.9  | 11.1  |
| Callaway Golf Company                    |           |      | 2,500      | 0.1   |       | 0.1   |
| Calpine Corporation                      |           |      | 173,000    | 11.7  |       | 11.7  |
| Cambior Inc. <sup>12</sup>               |           | A, J | 12,144,578 | 5.7   |       | 5.7   |
| Cambridge Technology Partners, Inc.      |           |      | 67,400     | 0.3   |       | 0.3   |
| Cameco Corporation                       |           |      | 53,913     | 1.4   |       | 1.4   |
| Campbell Soup Company                    |           |      | 13,700     | 0.7   |       | 0.7   |
| Canada Life Assurance Company, The       |           |      |            |       | 14.5  | 14.5  |
| CanWest Global Communications Corp.      |           | A, J | 1,984,966  | 23.6  |       | 23.6  |
|  | class A   | A    | 11,227     | 0.1   |       | 0.1   |
| Canada Life Financial Corporation        |           |      | 1,251,349  | 52.4  |       | 52.4  |
| Canadian Credit Card Trust               |           |      |            |       | 10.1  | 10.1  |
| Canadian Hunter Exploration Ltd          |           |      | 762,800    | 31.4  |       | 31.4  |
| Canadian Imperial Bank of Commerce       |           |      | 4,479,311  | 208.3 |       | 208.3 |
| Canadian Medical Laboratories Limited    |           |      | 37,500     | 0.7   |       | 0.7   |
| Canadian National Railway Company        |           |      | 1,923,254  | 85.3  |       | 85.3  |
| Canadian Natural Resources Limited       |           |      | 1,752,655  | 72.7  | 2.0   | 74.7  |
| Canadian Pacific Railway Company         |           |      | 2,785,952  | 119.1 | 26.8  | 145.9 |
| Canadian Tire Corporation Limited        | class A   |      | 1,416,052  | 26.3  |       | 26.3  |
| Canadian Utilities Limited               | class A   |      | 55,982     | 2.9   |       | 2.9   |
| Canam Manac Group, Inc., The             | warrants  | A    | 12,500     | 0.1   |       | 0.1   |
| Canfor Corporation                       |           |      | 855,124    | 8.5   |       | 8.5   |
| Canon Inc.                               |           |      | 454,000    | 23.9  |       | 23.9  |
| Cap Gemini SA                            |           |      | 33,713     | 8.2   |       | 8.2   |
| Capitaland Limited                       |           |      | 301,824    | 0.8   |       | 0.8   |
| Cara Operations Ltd                      | class A   |      | 489,182    | 2.5   | 3.9   | 6.4   |
| Cardinal Health, Inc.                    |           |      | 9,100      | 1.4   |       | 1.4   |
| CardioDynamics International Corporation |           | B    | 1,252,236  | 6.5   |       | 6.5   |
| Carlton Communications Plc               |           |      | 334,859    | 4.6   |       | 4.6   |
| Carnival Corporation                     |           |      | 19,100     | 0.9   |       | 0.9   |
| Carrefour SA                             |           |      | 80,448     | 7.6   |       | 7.6   |
| Cartier Investment Fund                  | units     |      | 1,680,645  | 377.3 |       | 377.3 |
| Caterpillar Inc.                         |           |      | 19,900     | 1.4   |       | 1.4   |
| Cathay Pacific Airways                   |           |      | 773,456    | 2.1   |       | 2.1   |
| Celestica Inc.                           |           | A, J | 2,367,193  | 191.7 | 197.1 | 388.8 |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS  | Designation | Subsidiaries | Shares      |        | Convertible Securities | Bonds | Subtotal | Total |
|---|-------------|--------------|-------------|--------|------------------------|-------|----------|-------|
|   |             |              | Number      | Amount |                        |       |          |       |
| Cell Therapeutics, Inc.                                 |             | B            | 30,000      | 2.0    |                        |       |          | 2.0   |
| Celltech Plc  |             |              | 402,037     | 10.7   |                        |       |          | 10.7  |
| Cemex S.A. de C.V.                                      |             |              | 607,553     | 3.3    |                        |       | 3.3      |       |
|   | warrants    |              | 13,000      | -      |                        |       | -        | 3.3   |
| Cendant Corporation                                     |             |              | 23,700      | 0.3    |                        |       |          | 0.3   |
| Center Trust, Inc.                                      |             | H            | 286,000     | 2.0    |                        |       |          | 2.0   |
| Centex Corporation                                      |             |              | 21,500      | 1.2    |                        |       |          | 1.2   |
| Centrais Electricas Brasileiras S.A.                    |             |              | 189,003,580 | 5.2    |                        |       | 5.2      |       |
|   | preferred B |              | 53,800,000  | 1.5    |                        |       | 1.5      | 6.7   |
| Central Japan Railway Company                           |             |              | 500         | 4.6    |                        |       |          | 4.6   |
| Centrefund Realty Corporation                           |             |              |             |        | 1.8                    |       |          | 1.8   |
| Ceridian Corporation                                    |             |              | 62,600      | 1.9    |                        |       |          | 1.9   |
| Certicom Corporation                                    |             |              | 291,260     | 8.7    |                        |       |          | 8.7   |
| Cerveceria Backus & Johnston S.A.                       |             |              | 554,417     | 0.2    |                        |       |          | 0.2   |
| Chapters Inc.   |             |              | 15,000      | 0.2    |                        |       |          | 0.2   |
| Charles Schwab Corporation, The                         |             |              | 1,640,000   | 69.9   |                        |       |          | 69.9  |
| Charter Communications, Inc.                            |             |              | 57,600      | 2.0    |                        |       |          | 2.0   |
| Chartered Semiconductor Manufacturing Limited           |             |              | 66,000      | 0.3    |                        |       |          | 0.3   |
| Chase Manhattan Corporation, The                        |             |              | 194,800     | 13.3   |                        |       |          | 13.3  |
| Chauvco Resources International Ltd                     |             |              | 1,000,000   | -      |                        |       |          | -     |
| Cheung Kong   |             |              | 1,334,146   | 25.6   |                        |       |          | 25.6  |
| Chevron Corporation                                     |             |              | 256,700     | 32.6   |                        |       |          | 32.6  |
| Chieftain International, Inc.                           |             |              | 41,557      | 1.7    |                        |       |          | 1.7   |
| Chile Fund  |             |              | 93,100      | 1.2    |                        |       |          | 1.2   |
| Chilgener   |             |              | 65,100      | 1.7    |                        |       |          | 1.7   |
| China Everbright Limited                                |             |              | 760,000     | 1.2    |                        |       |          | 1.2   |
| China Mobile (Hong Kong) Limited                        |             |              | 779,500     | 6.4    |                        |       |          | 6.4   |
| China Petroleum and Chemical Corporation (Sinopec)      |             |              | 7,426,000   | 1.8    |                        |       |          | 1.8   |
| China Shipping Development Co. Ltd                      |             |              | 2,604,000   | 0.6    |                        |       |          | 0.6   |
| China Steel Corporation                                 |             |              | 83,262      | 1.5    |                        |       |          | 1.5   |
| China Travel International Investment Hong Kong Limited |             |              | 5,000,000   | 0.9    |                        |       |          | 0.9   |
| China Unicom Limited                                    |             |              | 750,000     | 1.7    |                        |       |          | 1.7   |
| Choice Hotels International, Inc                        |             |              | 319,100     | 6.6    |                        |       |          | 6.6   |
| Christian Dior SA                                       |             |              | 46,000      | 3.3    |                        |       |          | 3.3   |



|   |                 |      |           |       |     |      |       |
|---|-----------------|------|-----------|-------|-----|------|-------|
| Chromos Molecular Systems Inc. <sup>1</sup> |                 | B, J | 2,175,134 | 12.5  |     | 12.5 |       |
|   | warrants        | B    | 517,437   | 2.0   |     | 2.0  | 14.5  |
| Chubb Corporation, The                      |                 |      | 207,400   | 26.9  |     |      | 26.9  |
| Chubb Plc                                   |                 |      | 1,727,102 | 6.1   |     |      | 6.1   |
| Chugai Pharmaceutical Co., Ltd              |                 |      | 274,000   | 6.8   |     |      | 6.8   |
| Ciena corporation                           |                 |      | 10,120    | 1.2   |     |      | 1.2   |
| Cinergy Corp.                               |                 |      | 48,100    | 2.5   |     |      | 2.5   |
| Cinram International Inc.                   |                 |      | 1,350,004 | 3.8   |     |      | 3.8   |
| Cisco Systems, Inc.                         |                 | B, J | 2,594,987 | 149.1 |     |      | 149.1 |
| Citibank Canada                             |                 |      |           |       |     | 20.5 | 20.5  |
| Citic Pacific Ltd                           |                 |      | 215,000   | 1.1   |     |      | 1.1   |
| Citigroup Inc.                              |                 |      | 2,118,137 | 162.5 |     | 24.9 | 187.4 |
| Citizen Watch Co., Ltd                      |                 |      | 44,000    | 0.5   |     |      | 0.5   |
| City Developments                           |                 |      | 583,912   | 4.1   |     |      | 4.1   |
| City Telecom (HK) Limited                   |                 |      | 56        | -     |     |      | -     |
| Claire's Stores, Inc.                       |                 | F, J | 39,300    | 1.1   |     |      | 1.1   |
| Clarica Life Insurance Company              |                 |      | 1,414,641 | 59.3  |     | 32.0 | 91.3  |
| Clark/Bardes Holdings, Inc.                 |                 | A    | 222,222   | 3.4   |     |      | 3.4   |
| Clayton Homes Inc.                          |                 |      | 4,500     | 0.1   |     |      | 0.1   |
| Clear Channel Communications, Inc.          |                 |      | 19,100    | 1.4   |     |      | 1.4   |
| Clearnet Communications Inc.                |                 | A    |           |       |     | 44.9 | 44.9  |
| Clorox Company, The                         |                 |      | 7,600     | 0.4   |     |      | 0.4   |
| Co-Steel Inc.                               |                 |      |           |       | 7.4 |      | 7.4   |
| Coastal Corporation                         |                 |      | 7,000     | 0.9   |     |      | 0.9   |
| Coca-Cola Amatil Ltd                        |                 |      | 1,184,696 | 4.6   |     |      | 4.6   |
| Coca-Cola Enterprises Inc. (Canada)         |                 |      | 360,800   | 33.0  |     |      | 33.0  |
| Coflexip S.A.                               |                 |      | 24,710    | 2.3   |     |      | 2.3   |
| Cogeco Cable Inc.                           |                 |      | 1,079,500 | 36.9  |     | 7.5  | 44.4  |
| Cogeco Inc.                                 |                 | A    | 152,500   | 4.5   |     |      | 4.5   |
| Cogeneration Public Company Limited         |                 |      | 682,774   | 0.3   |     |      | 0.3   |
| Cognex Corporation                          |                 |      | 43,400    | 1.4   |     |      | 1.4   |
| Cognicase Inc.                              |                 | B, J | 440,800   | 4.4   |     |      | 4.4   |
| Cognos Incorporated                         |                 |      | 994,516   | 27.8  |     |      | 27.8  |
| Coles Myer Limited                          |                 |      | 70,000    | 0.4   |     |      | 0.4   |
| Colgate-Palmolive Company                   |                 |      | 577,434   | 56.0  |     |      | 56.0  |
| Comcast Corporation                         | class A special |      | 115,000   | 7.2   |     |      | 7.2   |
| Cominar Real Estate Investment Trust        | units           | H    | 394,300   | 4.0   |     |      | 4.0   |
| Cominco Ltd.                                |                 |      | 1,335,714 | 33.5  |     |      | 33.5  |
| Comm  |                 |      |           |       |     | 24.0 | 24.0  |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS   | Designation | Subsidiaries | Shares     |        | Convertible Securities | Bonds | Subtotal | Total |
|--|-------------|--------------|------------|--------|------------------------|-------|----------|-------|
|  |             |              | Number     | Amount |                        |       |          |       |
| CommScope, Inc.  |             |              | 25,300     | 0.6    |                        |       |          | 0.6   |
| Commercial Bank of Greece                                      |             |              | 8,380      | 0.6    |                        |       |          | 0.6   |
| Commercial International Bank                                  |             |              | 70,000     | 1.0    |                        |       |          | 1.0   |
| Commonwealth Bank of Australia                                 |             |              | 526,453    | 13.6   |                        |       |          | 13.6  |
| Compagnie Financiere Richemont AG                              | units       |              | 2,700      | 10.8   |                        |       |          | 10.8  |
| Compagnie Générale des Établissements Michelin                 |             |              | 156,298    | 8.5    |                        |       |          | 8.5   |
| Compal Electronic Inc.   |             |              | 81,800     | 0.9    |                        |       |          | 0.9   |
| Companhia Brasileira de Distribuicao Grupo Pao de Acucar       |             |              | 17,500     | 1.0    |                        |       |          | 1.0   |
| Companhia Cervejaria Brahma                                    |             |              | 76,900     | 3.0    |                        |       |          | 3.0   |
| Companhia de Bebidas das Americas (Ambev)                      | preferred   |              | 17,320,000 | 6.3    |                        |       |          | 6.3   |
| Companhia de Saneamento Basico do Estado de Sao Paulo - SABESP |             |              | 5,226,210  | 0.7    |                        |       | 0.7      |       |
|  | rights      |              | 3,642      | -      |                        |       | -        | 0.7   |
| Companhia de Tecidos Norte de Minas                            | preferred   |              | 2,280,000  | 0.2    |                        |       |          | 0.2   |
| Companhia Energetica de Minas Gerais (CEMIG)                   |             |              | 25,000     | 0.5    |                        |       | 0.5      |       |
|  | preferred   |              | 69,597,212 | 1.5    |                        |       | 1.5      | 2.0   |
| Companhia Siderurgica Belgo-Mineira                            | preferred   |              | 2,500,000  | 0.3    |                        |       |          | 0.3   |
| Companhia Siderurgica Nacional S.A.                            |             |              | 12,500,000 | 0.6    |                        |       |          | 0.6   |
| Companhia Vale do Rio Doce (CVRD)                              |             |              | 248,970    | 4.7    |                        |       | 4.7      |       |
|  | preferred   |              | 121,100    | 4.4    |                        |       | 4.4      | 9.1   |
| Compañía Anónima Nacional Telefonos de Venezuela (CANTV)       |             |              | 137,060    | 3.9    |                        |       |          | 3.9   |
| Compañía Cervecerias Unidas S.A.                               |             |              | 43,800     | 1.4    |                        |       |          | 1.4   |
| Compañía de Minas Buenaventura S.A.                            |             |              | 46,537     | 0.5    |                        |       |          | 0.5   |
| Computer Associates International, Inc.                        |             |              | 19,300     | 0.6    |                        |       |          | 0.6   |
| Computer Sciences Corporation                                  |             |              | 5,500      | 0.5    |                        |       |          | 0.5   |
| ConAgra Food, Inc.   |             |              | 103,200    | 4.0    |                        |       |          | 4.0   |
| Concert Industries Ltd <sup>1</sup>                            |             | A            | 2,647,538  | 14.8   | 20.1                   |       |          | 34.9  |
| Connetics Corporation  |             | B            | 64,879     | 0.4    |                        |       |          | 0.4   |
| Conoco Inc.  | class B     |              | 212,200    | 9.2    |                        |       |          | 9.2   |
| Consolidated Edison, Inc.                                      |             |              | 49,000     | 2.8    |                        |       |          | 2.8   |
| Constellation Energy Group, Inc.                               |             |              | 4,900      | 0.3    |                        |       |          | 0.3   |
| Continental Airlines, Inc.                                     | class B     |              | 2,600      | 0.2    |                        |       |          | 0.2   |
| Controladora Comercial Mexicana                                | class C     |              | 575,000    | 0.9    |                        |       |          | 0.9   |
| Cookson Group Plc  |             |              | 917,398    | 3.6    |                        |       |          | 3.6   |
| Cooper Industries, Inc.  |             |              | 32,100     | 2.2    |                        |       |          | 2.2   |

|   |  |          |           |      |      |      |
|---|--|----------|-----------|------|------|------|
| Cooper Tire & Rubber Company                |  |          | 64,200    | 1.0  |      | 1.0  |
| CorVel Corporation                          |  |          | 29,100    | 1.5  |      | 1.5  |
| Coreco Inc.                                 |  | A        | 540,952   | 3.2  |      | 3.2  |
| Corel Corporation                           |  |          | 398,002   | 1.0  |      | 1.0  |
| Corinthian Colleges, Inc.                   |  |          | 45,000    | 2.6  |      | 2.6  |
| Corning Incorporated                        |  |          | 28,800    | 2.3  |      | 2.3  |
| Corporación Venezolana de Cementos S.A.C.A. |  |          | 930,404   | 0.5  |      | 0.5  |
| Cortefiel S.A.                              |  |          | 292,670   | 7.3  |      | 7.3  |
| Corus Entertainment Inc.                    |  | class B  | 150,367   | 5.9  |      | 5.9  |
| Corus Group Plc                             |  |          | 941,219   | 1.5  |      | 1.5  |
| Corvas International Inc.                   |  | B        | 770,000   | 16.6 |      | 16.6 |
| Corvis Corporation                          |  | E        | 12,393    | 0.4  |      | 0.4  |
| Cosco Pacific Limited                       |  |          | 1,048,000 | 1.2  |      | 1.2  |
| Cosette Communications Inc.                 |  |          | 233,000   | 4.0  |      | 4.0  |
| Costco Wholesale Corporation                |  |          | 734,430   | 44.1 |      | 44.1 |
| Counsel Corporation                         |  |          | 25,200    | 0.1  | 6.7  | 6.8  |
| Countrywide Credit Industries, Inc.         |  |          | 22,900    | 1.7  |      | 1.7  |
| Covance Inc.                                |  |          | 100,000   | 1.6  |      | 1.6  |
| Cox Communications Inc.                     |  |          | 144,700   | 10.1 |      | 10.1 |
| Cox Radio, Inc.                             |  | class A  | 16,800    | 0.6  |      | 0.6  |
| Crayfish Co., Ltd                           |  |          | 7,001     | 0.1  |      | 0.1  |
| Creative Technology Limited                 |  |          | 14,619    | 0.2  |      | 0.2  |
| Credit Saison Co., Ltd                      |  |          | 207,600   | 6.7  |      | 6.7  |
| Credit Suisse Group                         |  |          | 93,001    | 26.5 |      | 26.5 |
| Creo Products Inc.                          |  |          | 439,295   | 13.5 |      | 13.5 |
| Crescent Real Estate Equities Company       |  |          | 3,500     | 0.1  |      | 0.1  |
| CrossKeys Systems Corporation               |  |          | 673,000   | 0.9  |      | 0.9  |
| Crosswave Communications, Inc.              |  |          | 100,000   | 1.2  |      | 1.2  |
| Crown Cork & Seal Company, Inc.             |  |          | 46,100    | 0.5  |      | 0.5  |
| CryoCath Technologies Inc. <sup>1</sup>     |  | B        | 2,500,000 | 11.9 |      | 11.9 |
| CryptoLogic Inc.                            |  |          | 17,700    | 0.3  |      | 0.3  |
| Cubist Pharmaceuticals, Inc. <sup>2</sup>   |  | B        | 1,000,000 | 43.6 | 43.6 |      |
|   |  | warrants | 1,111,112 | 45.5 | 45.5 | 89.1 |
| Cummins Engine Co., Inc.                    |  |          | 15,800    | 0.9  |      | 0.9  |
| Cypress Energy Inc.                         |  | class A  | 229,400   | 2.2  |      | 2.2  |
| DBS Group Holdings Limited                  |  |          | 1,267,198 | 21.5 |      | 21.5 |
| DDI Corporation                             |  |          | 1,164     | 8.4  |      | 8.4  |
| DTE Energy Company                          |  |          | 4,600     | 0.3  |      | 0.3  |
| DVI Business Credit Receivables Corp.       |  |          |           |      | 15.0 | 15.0 |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS                             | Designation | Subsidiaries | Shares    |        | Convertible Securities | Bonds | Subtotal | Total |
|--|-------------|--------------|-----------|--------|------------------------|-------|----------|-------|
|  |             |              | Number    | Amount |                        |       |          |       |
| DaeDuck Electronics Company Limited      |             |              | 57,270    | 0.7    |                        |       |          | 0.7   |
| Dai Nippon Printing Co., Ltd             |             |              | 192,000   | 4.3    |                        |       |          | 4.3   |
| Daifuku Co., Ltd                         |             |              | 145,000   | 1.3    |                        |       |          | 1.3   |
| DaimlerChrysler AG                       |             |              | 76,900    | 4.9    |                        |       |          | 4.9   |
| DaimlerChrysler Canada Finance Inc.      |             |              |           |        |                        | 42.9  |          | 42.9  |
| Daito Trust Construction Co., Ltd        |             |              | 700       | -      |                        |       |          | -     |
| Daiwa Securities Group Inc.              |             |              | 453,000   | 7.1    |                        |       |          | 7.1   |
| Dakota Mining Corporation                |             |              |           |        | -                      |       |          | -     |
| Dana Corporation                         |             |              | 55,800    | 1.3    |                        |       |          | 1.3   |
| Danone Group                             |             |              | 67,468    | 15.3   |                        |       |          | 15.3  |
| Danske Bank Group                        |             |              | 345,200   | 9.3    |                        |       |          | 9.3   |
| Datacraft Asia Limited                   |             |              | 703,654   | 5.0    |                        |       |          | 5.0   |
| Datamark Inc.                            |             | A            | 490,600   | 1.0    |                        |       |          | 1.0   |
| Dayton Mining Corporation                |             |              | 12,845    | -      |                        |       |          | -     |
| De Beers Centenary AG                    | units       |              | 166,300   | 6.6    |                        |       |          | 6.6   |
| Deere & Company                          |             |              | 39,200    | 2.7    |                        |       |          | 2.7   |
| Dell Computer Corporation                |             |              | 539,900   | 14.1   |                        |       |          | 14.1  |
| Delphi Automotive Systems Corporation    |             |              | 315,500   | 5.3    |                        |       |          | 5.3   |
| Delta Air Lines, Inc.                    |             |              | 4,000     | 0.3    |                        |       |          | 0.3   |
| Delta Electronics Public Company Limited |             |              | 23,540    | 0.2    |                        |       |          | 0.2   |
| Denso Corporation                        |             |              | 270,000   | 8.8    |                        |       |          | 8.8   |
| Denway Motors Limited                    |             |              | 3,000,000 | 0.8    |                        |       |          | 0.8   |
| Desc S.A. de C.V.                        | class B     |              | 206,500   | 0.1    |                        |       |          | 0.1   |
| Descartes Systems Group Inc., The        |             |              | 624,130   | 22.2   |                        |       |          | 22.2  |
| Deutsche Bank AG                         |             |              | 220,712   | 27.9   |                        |       |          | 27.9  |
| Deutsche Lufthansa AG                    |             |              | 327,617   | 12.7   |                        |       |          | 12.7  |
| Deutsche Telekom AG                      |             |              | 1,126,481 | 51.0   |                        |       |          | 51.0  |
| Dia Met Minerals Ltd                     | class B     |              | 78,000    | 1.8    |                        |       |          | 1.8   |
| Diageo Plc                               |             |              | 870,633   | 17.0   |                        |       |          | 17.0  |
| DiagnoCure Inc. <sup>1</sup>             |             | B            | 1,983,500 | 3.4    |                        |       |          | 3.4   |
| Dillard's Inc.                           | class A     |              | 52,100    | 0.9    |                        |       |          | 0.9   |
| Dimension Data Holdings Limited          |             |              | 87,000    | 0.9    |                        |       |          | 0.9   |
| Dimension Data Holdings Plc              |             |              | 462,095   | 4.7    |                        |       |          | 4.7   |
| Dimethaid Research Inc.                  |             |              | 150,000   | 1.2    |                        |       |          | 1.2   |

|                                     |         |         |            |       |      |       |
|-------------------------------------|---------|---------|------------|-------|------|-------|
| Disney (Walt) Co.                   |         |         | 232,500    | 10.1  |      | 10.1  |
| Dofasco Inc.                        |         |         | 533,874    | 10.7  | 9.6  | 20.3  |
| Dollar General Corporation          |         |         | 308,638    | 8.7   |      | 8.7   |
| Dollar Tree Stores, Inc.            |         |         | 19,600     | 0.7   |      | 0.7   |
| Domco Tarkett Inc.                  |         | A       | 509,100    | 1.7   |      | 1.7   |
| Dominion Resources Inc.             |         |         | 7,700      | 0.8   |      | 0.8   |
| Domtar Inc. <sup>12</sup>           |         | A, F, J | 31,543,139 | 427.4 |      | 427.4 |
| Donnelley (R.R.) & Sons Company     |         |         | 4,000      | 0.2   |      | 0.2   |
| Donohue Inc.                        |         | A       |            |       | 19.1 | 19.1  |
| Dorel Industries Inc.               | class B | A, J    | 928,400    | 18.0  |      | 18.0  |
| Douglas Holding AG                  |         |         | 377,693    | 20.8  |      | 20.8  |
| Dover Corporation                   |         |         | 6,600      | 0.4   |      | 0.4   |
| Dover Downs Entertainment, Inc.     |         |         | 344,900    | 5.8   |      | 5.8   |
| Dow Chemical Company                |         |         | 78,800     | 4.3   |      | 4.3   |
| Dow Jones & Company, Inc.           |         |         | 2,800      | 0.2   |      | 0.2   |
| Dresdner Bank AG                    |         |         | 567,378    | 37.2  |      | 37.2  |
| Du Pont (E.I.) De Nemours & Company |         |         | 67,000     | 4.9   |      | 4.9   |
| Duke Energy Corporation             |         |         | 161,400    | 20.7  |      | 20.7  |
| Duke-Weeks Realty Corporation       |         | H       | 215,000    | 8.0   |      | 8.0   |
| Dundee Bancorp Inc.                 | class A |         | 54,000     | 1.0   | 13.7 | 14.7  |
| Dupont Canada Inc.                  | class A |         | 58,914     | 3.0   |      | 3.0   |
| Durect Corporation                  |         | B       | 1,120,539  | 20.2  |      | 20.2  |
| Dylex Limited <sup>1</sup>          |         |         | 6,616,547  | 4.6   |      | 4.6   |
| Dynegy Inc.                         |         |         | 150,000    | 12.6  |      | 12.6  |
| Dynetek Industries Ltd              |         |         | 688,100    | 2.7   |      | 2.7   |
| e.Biscom SpA                        |         |         | 3,125      | 0.5   |      | 0.5   |
| eBay, Inc.                          |         |         | 8,700      | 0.4   |      | 0.4   |
| eDispatch.com Wireless Data Inc.    |         |         | 369,900    | 0.5   |      | 0.5   |
| E-L Financial Corporation Limited   |         |         | 7,000      | 1.8   |      | 1.8   |
| E*TRADE Group, Inc.                 |         | F       | 826,221    | 9.2   |      | 9.2   |
| E.W. Scripps Company, The           | class A |         | 13,500     | 1.3   |      | 1.3   |
| E.on AG                             |         |         | 216,295    | 19.8  |      | 19.8  |
| ECI Telecom Limited                 |         |         | 36,517     | 0.8   |      | 0.8   |
| EDP-Electricidade de Portugal, S.A. |         |         | 1,682,000  | 8.3   |      | 8.3   |
| EMC Corporation                     |         |         | 128,100    | 12.8  |      | 12.8  |
| EMI Group plc                       |         |         | 292,679    | 3.6   |      | 3.6   |
| East Japan Railway Company          |         |         | 1,119      | 9.9   |      | 9.9   |
| Eastman Chemical Co.                |         |         | 19,200     | 1.4   |      | 1.4   |
| Eastman Kodak Company               |         |         | 9,800      | 0.6   |      | 0.6   |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS                                   | Designation        | Subsidiaries | Shares     |        | Convertible Securities | Bonds | Subtotal | Total |
|--|--------------------|--------------|------------|--------|------------------------|-------|----------|-------|
|  |                    |              | Number     | Amount |                        |       |          |       |
| Eaton Corporation                              |                    |              | 9,200      | 1.0    |                        |       |          | 1.0   |
| EchoStar Communications Corporation            |                    |              | 13,800     | 0.5    |                        |       |          | 0.5   |
| Ecopia BioSciences Inc.                        |                    |              | 12,843     | 0.1    |                        |       |          | 0.1   |
| Edison International                           |                    |              | 95,250     | 2.2    |                        |       |          | 2.2   |
| Edper Group Ltd                                |                    |              |            |        | 0.2                    |       |          | 0.2   |
| Education Management Corporation               |                    |              | 30,400     | 1.6    |                        |       |          | 1.6   |
| El Paso Energy Corporation                     |                    |              | 114,600    | 12.3   |                        |       |          | 12.3  |
| Electrabel S.A.                                | class T            |              | 17,526     | 6.0    |                        |       |          | 6.0   |
| Electric Fuel Corporation                      |                    |              | 100,000    | 0.7    |                        |       |          | 0.7   |
| Eléctricas Brasileiras (Electrobrás), Centrais |                    |              | 137,500    | 1.8    |                        |       |          | 1.8   |
| Electricity Generating Authority of Thailand   |                    |              | 514,500    | 0.7    |                        |       |          | 0.7   |
| Electrofuel Inc.                               |                    |              | 780,900    | 6.1    |                        |       |          | 6.1   |
| Electromed inc.                                | warrants           |              | 35,725     | -      |                        |       |          | -     |
| Electronic Arts Inc.                           |                    |              | 4,300      | 0.3    |                        |       |          | 0.3   |
| Electronic Data Systems Corporation            |                    |              | 401,400    | 34.8   |                        |       |          | 34.8  |
| Embotelladora Andina S.A.                      |                    |              | 14,800     | 0.3    |                        |       |          | 0.3   |
| Embratel Participacoes S.A.                    |                    |              | 65,020,000 | 1.6    |                        |       | 1.6      |       |
|  | preferred          |              | 43,500,000 | 1.0    |                        |       | 1.0      | 2.6   |
| Emera Inc.                                     |                    |              | 279,700    | 5.0    |                        |       |          | 5.0   |
| Emerson Electric Co.                           |                    |              | 13,900     | 1.6    |                        |       |          | 1.6   |
| Emmis Communications Corporation               | class A            |              | 29,900     | 1.3    |                        |       |          | 1.3   |
| Empire Company Ltd                             | class A            |              | 59,200     | 2.0    |                        |       |          | 2.0   |
| Empresa Nacional de Electricidad, S.A.(Endesa) |                    |              | 118,460    | 1.9    |                        |       |          | 1.9   |
| Ena clo I trust                                |                    |              |            |        |                        | 18.1  |          | 18.1  |
| Enbridge Inc.                                  |                    |              | 1,659,370  | 72.5   |                        |       |          | 72.5  |
| Encal Energy Ltd                               |                    |              | 373,000    | 4.0    |                        |       |          | 4.0   |
| Endesa S.A.                                    |                    |              | 419,600    | 10.7   |                        |       |          | 10.7  |
| EnerMark Income Fund                           |                    | A            | 7,074,874  | 31.2   |                        |       |          | 31.2  |
| Enerflex Systems Ltd                           |                    | A, J         | 615,100    | 19.1   |                        |       |          | 19.1  |
| Energy and Metals Finance Limited              |                    |              |            |        |                        | 30.0  |          | 30.0  |
| Enerplus Resources Corporation                 | fund trust units G | A            | 827,458    | 18.9   |                        |       |          | 18.9  |
| Enersis S.A.                                   |                    |              | 63,677     | 1.7    |                        |       |          | 1.7   |
| Enghouse Systems Limited                       |                    | F            | 133,900    | 1.3    |                        |       |          | 1.3   |
| Enhanced mortgage-backed securities            |                    |              |            |        |                        | 15.0  |          | 15.0  |

|   |         |      |            |       |       |       |
|---|---------|------|------------|-------|-------|-------|
| Enron Corp.                                   |         |      | 78,500     | 9.8   |       | 9.8   |
| Ensign Resource Service Group Inc.            |         |      | 149,500    | 8.3   |       | 8.3   |
| Ente Nazionale Idrocarburi                    |         |      | 11,844,174 | 113.9 |       | 113.9 |
| Entercom Communications Corp.                 | class A |      | 9,800      | 0.5   |       | 0.5   |
| Entergy Corporation                           |         |      | 7,200      | 0.5   |       | 0.5   |
| Epcos AG                                      |         |      | 38,600     | 5.0   |       | 5.0   |
| Equifax Inc.                                  |         |      | 4,600      | 0.2   |       | 0.2   |
| Equity Office Properties Trust                |         |      | 9,800      | 0.5   |       | 0.5   |
| Equity Residential Properties Trust           |         | H, J | 141,800    | 11.8  |       | 11.8  |
| Ericsson (LM) Telephone Company               | class B |      | 4,673,065  | 80.0  |       | 80.0  |
| Esprit Holdings Ltd                           |         |      | 190,000    | 0.2   |       | 0.2   |
| Essex Property Trust Company                  |         | H    | 115,000    | 9.5   |       | 9.5   |
| Essilor International S.A.                    |         |      | 36,871     | 18.1  |       | 18.1  |
| Ethan Allen Interiors Inc.                    |         |      | 7,800      | 0.4   |       | 0.4   |
| European Aeronautic Defense and Space Company |         |      | 344,037    | 11.5  |       | 11.5  |
| European Goldfields Limited                   |         |      | 114,940    | 0.1   |       | 0.1   |
| Evergreen Marine Corporation                  |         |      | 124,373    | 1.4   |       | 1.4   |
| Exelon Corporation                            |         |      | 34,100     | 3.6   |       | 3.6   |
| Exfo Electro-Optical Engineering Inc.         |         | A, J | 154,138    | 6.0   |       | 6.0   |
| Exodus Communications, Inc.                   |         |      | 59,100     | 1.8   |       | 1.8   |
| Expeditors International of Washington, Inc.  |         |      | 39,000     | 3.1   |       | 3.1   |
| Extended Stay America, Inc.                   |         |      | 91,700     | 1.8   |       | 1.8   |
| Extencare Inc.                                | class A |      | 44,559     | 0.2   |       | 0.2   |
| Exxon Mobil Corporation                       |         |      | 1,383,390  | 180.6 |       | 180.6 |
| FHLMC Structured Pass Through Securities      |         |      |            |       | 10.7  | 10.7  |
| FMC Corporation                               |         |      | 12,100     | 1.3   |       | 1.3   |
| FPL Group, Inc.                               |         |      | 5,800      | 0.6   |       | 0.6   |
| Fairfax Financial Holdings Limited            |         |      | 73,481     | 16.8  |       | 16.8  |
| Fairview Mall                                 |         |      |            |       | 14.1  | 14.1  |
| Falconbridge Limited                          |         |      | 3,709,707  | 61.8  |       | 61.8  |
| Family Dollar Stores, Inc.                    |         |      | 100,000    | 3.2   |       | 3.2   |
| Fannie Mae                                    |         |      | 1,177,868  | 153.5 | 321.5 | 475.0 |
| Fanuc Ltd                                     |         |      | 31,600     | 3.2   |       | 3.2   |
| Far Eastern Textile Ltd                       |         |      | 852        | -     |       | -     |
| Faro Technologies Inc.                        |         | E    | 118,069    | 0.5   |       | 0.5   |
| Fauji Fertilizer Company Ltd                  |         |      | 110,100    | 0.1   |       | 0.1   |
| FedEx Corporation                             |         |      | 9,300      | 0.6   |       | 0.6   |
| Federated Department Stores                   |         |      | 35,600     | 1.9   |       | 1.9   |
| Ferreyros S.A.                                |         |      | 88,240     | -     |       | -     |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS                               | Designation  | Subsidiaries | Shares     |        | Convertible Securities | Bonds | Subtotal | Total |
|--|--------------|--------------|------------|--------|------------------------|-------|----------|-------|
|  |              |              | Number     | Amount |                        |       |          |       |
| Financial Federal Corporation              |              |              | 47,500     | 1.7    |                        |       |          | 1.7   |
| Filo S.A.                                  | class A      | G            | 8,903,966  | 14.8   |                        |       | 14.8     |       |
|  | class B      | G            | 7,654,210  | 14.1   |                        |       | 14.1     | 28.9  |
| Finisar Corporation                        |              | D, J         | 77,918     | 3.4    |                        |       |          | 3.4   |
| Finning Ltd                                |              |              | 905,482    | 11.5   |                        |       |          | 11.5  |
| First Consulting Group, Inc.               |              |              | 98,400     | 0.7    |                        |       |          | 0.7   |
| First Data Corporation                     |              |              | 157,200    | 12.4   |                        |       |          | 12.4  |
| First Greensboro Home Equity Loan Trust    |              |              |            |        |                        | 15.3  |          | 15.3  |
| First Union Corp.                          |              |              | 98,800     | 4.1    |                        |       |          | 4.1   |
| FirstEnergy Corp.                          |              |              | 60,800     | 2.9    |                        |       |          | 2.9   |
| FirstRand Limited                          |              |              | 301,750    | 0.5    |                        |       |          | 0.5   |
| FleetBoston Financial Corporation          |              |              | 125,200    | 7.1    |                        |       |          | 7.1   |
| Fleetwood Enterprises, Inc.                |              |              | 37,700     | 0.6    |                        |       |          | 0.6   |
| Fletcher Challenge Energy                  |              |              | 30,000     | 0.2    |                        |       |          | 0.2   |
| Fluor Corporation                          |              |              | 1,800      | 0.1    |                        |       |          | 0.1   |
| Fomento de Construcciones y Contratas S.A. |              |              | 806,254    | 23.0   |                        |       |          | 23.0  |
| Fomento Economico Mexicano, S.A. de C.V.   |              |              | 39,679     | 1.8    |                        |       |          | 1.8   |
| Externs Funds                              |              |              |            |        |                        |       |          |       |
| Other Asian countries and Oceania          | units        |              | 586,596    | 60.0   |                        |       |          | 60.0  |
| United States                              | units        |              | 332,447    | 78.2   |                        |       |          | 78.2  |
| Europe                                     | units        |              | 5,082,251  | 255.6  |                        |       |          | 255.6 |
| Japan                                      | units        |              | 2,582,789  | 360.3  |                        |       |          | 360.3 |
| Emerging Markets                           | units        |              | 27,386,622 | 583.8  |                        |       |          | 583.8 |
| United Kingdom                             | units        |              | 1,441,239  | 75.5   |                        |       |          | 75.5  |
| Ford Credit Canada                         |              |              |            |        |                        | 75.0  |          | 75.0  |
| Ford Motor Company                         |              |              | 75,023     | 2.6    |                        |       |          | 2.6   |
| ForeningsSparbanken AB (Swedbank)          |              |              | 1,598,814  | 36.8   |                        |       |          | 36.8  |
| Fort Chicago Energy Partners L.P.          | warrants     | A            | 206,250    | 0.5    |                        |       |          | 0.5   |
| Fortis (NL) NV                             |              |              | 1,053,544  | 51.4   |                        |       |          | 51.4  |
| Fortis Inc.                                |              |              | 220,626    | -      |                        | 10.0  | 10.0     |       |
|  | class T      |              | 123,120    | 6.0    |                        |       | 6.0      |       |
|  | certificates |              | 24,514     | 0.2    |                        |       | 0.2      | 16.2  |
| Fortune Brands, Inc.                       |              |              | 54,300     | 2.4    |                        |       |          | 2.4   |
| Foster's Brewing Group Ltd                 |              |              | 1,444,706  | 5.7    |                        |       |          | 5.7   |



|  |            |      |           |      |      |      |      |
|--|------------|------|-----------|------|------|------|------|
| Foundry Networks, Inc.                   |            |      | 3,800     | 0.1  |      |      | 0.1  |
| Four Seasons Hotels and Resorts          |            |      | 142,683   | 13.6 |      |      | 13.6 |
| Fox Entertainment Group, Inc             | class A    |      | 13,500    | 0.4  |      |      | 0.4  |
| Fracmaster Ltd                           |            |      | 1,487,878 | -    |      |      | -    |
| France Telecom S.A.                      |            |      | 452,306   | 58.7 |      |      | 58.7 |
| Franco-Nevada Mining Corporation Limited |            |      | 1,574,605 | 26.9 |      | 26.9 |      |
|  | warrants   |      | 26,250    | 0.1  |      | 0.1  |      |
|  | warrants B |      | 41,666    | 0.7  |      | 0.7  | 27.7 |
| Franklin Resources, Inc.                 |            |      | 21,800    | 1.2  |      |      | 1.2  |
| Freddie Mac                              |            |      | 433,764   | 44.9 |      |      | 44.9 |
| Freeport-McMoran Copper & Gold Inc.      | class A    |      | 14,300    | 0.2  |      | 0.2  |      |
|  | class B    |      | 25,300    | 0.3  |      | 0.3  | 0.5  |
| Fresenius AG                             |            |      | 7,359     | 2.3  |      | 2.3  |      |
|  | preferred  |      | 28,250    | 11.4 |      | 11.4 | 13.7 |
| Fresenius Medical Care AG                |            |      | 124,859   | 9.5  |      |      | 9.5  |
| Fubon Insurance Co                       |            |      | 142,800   | 1.3  |      |      | 1.3  |
| Fuji Machine Mfg. Co., Ltd               |            |      | 130,000   | 5.2  |      |      | 5.2  |
| Fuji Photo Film Company, Ltd             |            |      | 106,000   | 6.7  |      |      | 6.7  |
| Fuji Soft ABC Incorporated               |            |      | 27,400    | 2.7  |      |      | 2.7  |
| Fuji Television Network, Incorporated    |            |      | 200       | 2.1  |      |      | 2.1  |
| Fujisawa Pharmaceutical Company Limited  |            |      | 120,000   | 6.0  |      |      | 6.0  |
| Fujitsu Ltd                              |            |      | 2,601,000 | 57.6 |      |      | 57.6 |
| Furukawa Electric Co., Ltd, The          |            |      | 329,000   | 8.6  |      |      | 8.6  |
| G & K Services Inc.                      | class A    |      | 71,700    | 3.0  |      |      | 3.0  |
| G.T.C. Transcontinental Group Ltd.       | class A    | A, J | 567,000   | 9.6  | 17.6 | 27.2 |      |
|  | class B    | A    | 208,667   | 3.5  |      | 3.5  | 30.7 |
| GKN Plc                                  |            |      | 260,000   | 4.1  |      |      | 4.1  |
| GN Store Nord A/S (GN Great Nordic)      |            |      | 30,972    | 0.8  |      |      | 0.8  |
| GPU, Inc.                                |            |      | 38,800    | 2.1  |      |      | 2.1  |
| GRP/AG Real Estate Asset Trust 2000-1    |            |      |           |      | 6.6  |      | 6.6  |
| GSI Lumonics Inc.                        |            |      | 269,900   | 3.3  |      |      | 3.3  |
| GST Telecommunications Inc.              |            |      | 239,600   | -    |      |      | -    |
| Gabelli Asset Management Inc.            |            |      | 48,000    | 2.4  |      |      | 2.4  |
| Gabriel Resources Ltd                    |            |      | 1,299,400 | 3.9  |      |      | 3.9  |
| Galleries d'Anjou, Les                   |            |      |           |      | 20.1 |      | 20.1 |
| Galileo International, Inc.              |            |      | 2,900     | 0.1  |      |      | 0.1  |
| Galileo Technology Ltd                   |            |      | 18,100    | 0.4  |      |      | 0.4  |
| Gallaher Group Plc                       |            |      | 354,232   | 3.4  |      |      | 3.4  |
| Gannett Co., Inc.                        |            |      | 16,200    | 1.5  |      |      | 1.5  |
| Gap, Inc., The                           |            |      | 92,720    | 3.6  |      |      | 3.6  |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS   | Designation | Subsidiaries | Shares     |        | Convertible Securities | Bonds | Subtotal | Total |
|--|-------------|--------------|------------|--------|------------------------|-------|----------|-------|
|  |             |              | Number     | Amount |                        |       |          |       |
| Gaz Métropolitain, Inc                               |             |              |            |        |                        | 8.3   |          | 8.3   |
| Gazprom  |             |              | 21,900     | 0.2    |                        |       |          | 0.2   |
| Geac Computer Corporation Limited                    |             | F, J         | 3,781,429  | 9.1    |                        |       |          | 9.1   |
| Gedeon Richter Rt.                                   |             |              | 8,160      | 0.7    |                        |       |          | 0.7   |
| Gemstar-TV Guide International, Inc.                 |             |              | 13,300     | 0.9    |                        |       |          | 0.9   |
| Genaissance Pharmaceuticals Inc. <sup>2</sup>        |             | B            | 1,214,090  | 32.8   |                        |       |          | 32.8  |
| Génécan, Corporation Financière                      |             | A            | 2,912,342  | -      | -                      |       |          | -     |
| General Dynamics Corporation                         |             |              | 6,500      | 0.8    |                        |       |          | 0.8   |
| General Electric Co.                                 |             |              | 3,309,442  | 238.3  |                        |       |          | 238.3 |
| General Mills, Inc.                                  |             |              | 9,200      | 0.6    |                        |       |          | 0.6   |
| General Motors Acceptance Corporation of Canada, Ltd |             |              |            |        |                        | 79.1  |          | 79.1  |
| General Motors Corporation                           |             |              | 17,500     | 1.3    |                        |       | 1.3      |       |
|  | class H     |              | 28,500     | 1.0    |                        |       | 1.0      | 2.3   |
| General Property Trust                               | units       |              | 110,000    | 0.3    |                        |       |          | 0.3   |
| Genesis Exploration Ltd                              |             |              | 91,000     | 1.1    |                        |       |          | 1.1   |
| Genesis Trust  |             |              |            |        |                        | 35.9  |          | 35.9  |
| Gennum Corporation                                   |             |              | 221,300    | 2.9    |                        |       |          | 2.9   |
| Genoil Inc.  |             |              | 66,666     | -      |                        |       |          | -     |
| Genting International Plc                            |             |              | 500        | -      |                        |       |          | -     |
| Genuine Parts Company                                |             |              | 58,200     | 2.3    |                        |       |          | 2.3   |
| Genzyme Corporation                                  |             |              | 16,200     | 2.2    |                        |       |          | 2.2   |
| George Weston Limited                                |             | A            | 634,281    | 53.3   | 104.8                  |       |          | 158.1 |
| Georgia-Pacific Group                                |             |              | 24,129     | 1.1    |                        |       |          | 1.1   |
| Gerdau S.A.  |             |              | 20,000,000 | 0.3    |                        |       |          | 0.3   |
| Getronics NV   |             |              | 107,338    | 0.9    |                        |       |          | 0.9   |
| Gilat Satellite Networks Ltd                         |             |              | 4,500      | 0.2    |                        |       |          | 0.2   |
| Gildan Activewear Inc. <sup>2</sup>                  | class A     | A, J         | 582,644    | 34.8   |                        | 15.0  |          | 49.8  |
| Gillette Company, The                                |             |              | 970,646    | 52.7   |                        |       |          | 52.7  |
| Giordano International Limited                       |             |              | 4,281,924  | 3.0    |                        |       |          | 3.0   |
| Glamis Gold Limited                                  |             |              | 95,000     | 0.2    |                        |       |          | 0.2   |
| Glaxo Wellcome Plc                                   |             |              | 29,000     | 2.4    |                        |       |          | 2.4   |
| GlaxoSmithKline plc                                  |             |              | 3,065,296  | 130.0  |                        |       |          | 130.0 |
| Glenborough Realty Trust Incorporated                |             | H            | 325,000    | 8.5    |                        |       |          | 8.5   |
| Global Crossing Ltd                                  |             |              | 51,250     | 1.1    |                        |       |          | 1.1   |

|   |          |           |       |      |       |
|---|----------|-----------|-------|------|-------|
| Global Marine Inc.                                  |          | 5,700     | 0.2   |      | 0.2   |
| Global Thermoelectric Inc.                          |          | 251,800   | 4.9   |      | 4.9   |
| Gloucester Credit Card trust                        |          |           |       | 40.7 | 40.7  |
| Gold Fields Limited                                 |          | 951,300   | 5.0   |      | 5.0   |
| Goldcorp Inc.                                       |          | 1,498,700 | 13.9  | 13.9 |       |
|   | warrants | 197,000   | 0.7   | 0.7  | 14.6  |
| Golden West Financial Corp.                         |          | 33,000    | 3.3   |      | 3.3   |
| Goldman Sachs Group, Inc., The                      |          | 8,900     | 1.4   |      | 1.4   |
| Good Morning Securities Company                     |          | 163,200   | 0.6   |      | 0.6   |
| Goodyear Tire & Rubber Company                      |          | 39,900    | 1.4   |      | 1.4   |
| Grammy Entertainment Public Company Limited         |          | 74,700    | 0.2   |      | 0.2   |
| Granada Compass Plc                                 |          | 1,956,147 | 32.0  |      | 32.0  |
| Granada Media PLC                                   |          | 315,700   | 3.0   |      | 3.0   |
| Grasim Industries Ltd                               |          | 60,415    | 0.6   |      | 0.6   |
| Great Atlantic & Pacific Tea Company, Inc., The     |          | 5,000     | 0.1   |      | 0.1   |
| Great Lakes Chemical Corporation                    |          | 22,600    | 1.3   |      | 1.3   |
| Great Universal Stores, Plc                         |          | 438,622   | 5.2   |      | 5.2   |
| Great-West Lifeco Inc.                              |          | 3,095,696 | 115.0 | 3.9  | 118.9 |
| Greenstone Resources Ltd                            |          | 1,817,700 | -     | -    | -     |
|   | warrants | 60,000    | -     | -    | -     |
| Groupe Publicis                                     |          | 29,335    | 1.5   | 1.5  |       |
|   | warrants | 29,335    | 0.1   | 0.1  | 1.6   |
| Grupo Carso S.A. de C.V.                            | class A  | 329,500   | 1.2   |      | 1.2   |
| Grupo Continental, S.A.                             |          | 552,000   | 0.9   |      | 0.9   |
| Grupo Elektra, S.A. de C.V.                         |          | 682,000   | 1.1   |      | 1.1   |
| Grupo Financiero Banamex Accival, S.A.de C.V.       | class O  | 2,963,300 | 7.3   |      | 7.3   |
| Grupo Financiero Bancomer, S.A. de C.V.             |          | 2,970,000 | 2.5   |      | 2.5   |
| Grupo Financiero Banorte S.A. de C.V.               |          | 100,000   | 0.2   |      | 0.2   |
| Grupo Financiero Galicia S.A.                       |          | 54,256    | 1.2   |      | 1.2   |
| Grupo Mexico S.A. de C.V.                           | class B  | 360,000   | 1.6   |      | 1.6   |
| Grupo Modelo S.A. de C.V.                           | class C  | 545,200   | 2.2   |      | 2.2   |
| Grupo Televisa S.A.                                 |          | 620,500   | 4.6   |      | 4.6   |
| Guangdong Kelon Electrical Holdings Company Limited |          | 2,000,000 | 0.5   |      | 0.5   |
| Guardian Capital Group Limited                      | class A  | 100,000   | 0.9   |      | 0.9   |
| Gudang Garam  |          | 1,078,500 | 2.2   |      | 2.2   |
| Guidant Corporation                                 |          | 10,400    | 0.8   |      | 0.8   |
| Gulf Canada Resources Limitée                       |          | 9,491,092 | 72.6  | 8.1  | 80.7  |
| Gulfstream Resources Canada Limited                 |          | 104,411   | 0.1   |      | 0.1   |
| H&CB  |          | 67,700    | 2.3   |      | 2.3   |
| H Power Corp. <sup>2</sup>                          | B        | 6,458,335 | 74.6  |      | 74.6  |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS                                 | Designation | Subsidiaries | Shares    |        | Convertible Securities | Bonds | Subtotal | Total |
|--|-------------|--------------|-----------|--------|------------------------|-------|----------|-------|
|  |             |              | Number    | Amount |                        |       |          |       |
| HCA - The healthcare Company                 |             |              | 18,200    | 1.2    |                        |       |          | 1.2   |
| HR Stratégies Inc.                           | units       |              | 121,865   | 32.3   |                        |       |          | 32.3  |
| HSBC Holdings Plc                            |             |              | 3,051,311 | 67.5   |                        |       |          | 67.5  |
| Hagemeyer N.V.                               |             |              | 154,259   | 5.2    |                        |       |          | 5.2   |
| Halifax Group Plc                            |             |              | 464,000   | 6.9    |                        |       |          | 6.9   |
| Halliburton Company                          |             |              | 40,400    | 2.2    |                        |       |          | 2.2   |
| Halma Plc                                    |             |              | 3,708,457 | 11.5   |                        |       |          | 11.5  |
| Hana Bank                                    |             |              | 206,170   | 1.4    |                        |       |          | 1.4   |
| Hang Seng Bank Limited                       |             |              | 669,900   | 13.5   |                        |       |          | 13.5  |
| Hanson Plc                                   |             |              | 1,489,156 | 15.3   |                        |       |          | 15.3  |
| Harley-Davidson, Inc.                        |             |              | 9,900     | 0.6    |                        |       |          | 0.6   |
| Harmony Gold Mining Company Limited          |             |              | 150,000   | 1.1    |                        |       |          | 1.1   |
| Harrah's Entertainment, Inc.                 |             |              | 3,800     | 0.2    |                        |       |          | 0.2   |
| Hart Trust                                   |             |              |           |        |                        | 10.1  |          | 10.1  |
| Hartford Financial Services                  |             |              | 82,300    | 8.7    |                        |       |          | 8.7   |
| Health Net Inc.                              |             |              | 81,149    | 3.2    |                        |       |          | 3.2   |
| Healthsouth Corporation                      |             |              | 12,600    | 0.3    |                        |       |          | 0.3   |
| Heineken N.V.                                |             |              | 724,288   | 64.6   |                        |       |          | 64.6  |
| Heinz Co., H. J.                             |             |              | 679,800   | 48.4   |                        |       |          | 48.4  |
| Hellenic Bottling Company SA                 |             |              | 102,462   | 2.4    |                        |       |          | 2.4   |
| Hellenic Petroleum S.A.                      |             |              | 150,000   | 2.2    |                        |       |          | 2.2   |
| Hellenic Telecommunication Organization S.A. |             |              | 115,156   | 2.6    |                        |       |          | 2.6   |
| Hemosol Inc.                                 |             |              | 164,000   | 2.2    |                        |       |          | 2.2   |
| Henderson Land Development Company Limited   |             |              | 589,000   | 4.5    |                        |       |          | 4.5   |
| Hennes & Mauritz AB (H&M)                    | class B     |              | 200,000   | 4.6    |                        |       |          | 4.6   |
| Héroux Inc. <sup>1</sup>                     |             | A            | 2,798,000 | 18.7   |                        |       |          | 18.7  |
| Hewlett-Packard Company                      |             |              | 230,500   | 10.9   |                        |       |          | 10.9  |
| Hilton Group Plc                             |             |              | 1,684,243 | 7.9    |                        |       |          | 7.9   |
| Hilton Hotels Corporation                    |             |              | 133,500   | 2.1    |                        |       |          | 2.1   |
| Hindalco Industries Ltd                      |             |              | 45,450    | 1.2    |                        |       |          | 1.2   |
| Hirose Electric Co., Ltd                     |             |              | 53,900    | 7.8    |                        |       |          | 7.8   |
| Hitachi, Ltd                                 |             |              | 1,868,000 | 25.0   |                        |       |          | 25.0  |
| Holderbank Financière Glarus AG              | class B     |              | 6,400     | 11.6   |                        |       |          | 11.6  |
| Hollinger Inc.                               | preferred   |              | 632,200   | 6.2    |                        |       |          | 6.2   |

|  |          |           |      |      |
|--|----------|-----------|------|------|
| Hollis Receivables Term Trust (TM)       |          |           | 51.2 | 51.2 |
| Home Depot Inc., The                     |          | 1,015,410 | 69.7 | 69.7 |
| Homestake Mining company                 |          | 8,600     | 0.1  | 0.1  |
| Hon Hai Precision Industry Co., Ltd      |          | 9,470     | 0.2  | 0.2  |
| Honda Motor Co.                          |          | 219,600   | 12.3 | 12.3 |
| Honeywell International Inc.             |          | 262,500   | 18.7 | 18.7 |
| Hong Kong and China Gas Company Ltd      |          | 5,515,439 | 12.2 | 12.2 |
| Hong Kong Electric Holdings Ltd          |          | 112,000   | 0.6  | 0.6  |
| Hongkong Land Holdings Limited           |          | 1,181,000 | 3.9  | 3.9  |
| Horizon Fund                             |          |           | 15.2 | 15.2 |
| Host Marriott Corporation                |          | 7,200     | 0.1  | 0.1  |
| Household Financial Corporation Ltd      |          |           | 24.2 | 24.2 |
| Household International, Inc.            |          | 15,400    | 1.3  | 1.3  |
| Hoya Corporation                         |          | 16,100    | 1.8  | 1.8  |
| Hub Power Company Limited, The           |          | 381,500   | 0.2  | 0.2  |
| Hudson's Bay Company                     |          | 773,889   | 11.4 | 36.3 |
| Hummingbird Ltd                          |          | 126,200   | 6.3  | 6.3  |
| Hurricane Hydrocarbons Ltd               | class A  | 272,100   | 2.1  | 2.1  |
| Husky Energy Inc.                        |          | 1,503,272 | 22.4 | 22.4 |
| Hutchison Whampoa Limited                |          | 2,180,664 | 40.8 | 40.8 |
| Hydrogenics Corporation                  |          | 275,000   | 1.6  | 1.6  |
| Hyundai Heavy Industries Co., Ltd        |          | 36,390    | 0.8  | 0.8  |
| Hyundai Motor Company Ltd                |          | 169,776   | 2.4  | 2.4  |
| iManage Inc.                             |          | 7,890     | 0.1  | 0.1  |
| iRegent.com Limited                      |          | 7,469,000 | 0.4  | 0.4  |
|  | warrants | 1,549,600 | -    | -    |
| ID Biomedical Corporation                |          | 20,000    | 0.1  | 0.1  |
| IHC Caland NV                            |          | 85,840    | 6.1  | 6.1  |
| IMS Health Incorporated                  |          | 35,200    | 1.4  | 1.4  |
| IPL Inc.                                 | class A  | 595,500   | 4.6  | 4.6  |
| IPSCO Inc.                               |          | 1,239,000 | 16.9 | 16.9 |
| IRSA Inversiones y Representaciones S.A. | class B  | 134,613   | 0.3  | 0.3  |
| ITC Limited                              |          | 160,900   | 4.7  | 4.7  |
| ITO EN, LTD                              |          | 1,800     | 0.2  | 0.2  |
| ITT Industries Inc.                      |          | 2,900     | 0.2  | 0.2  |
| Iceland Group Plc                        |          | 320,386   | 2.3  | 2.3  |
| Icon Medialab International AB           |          | 110,000   | 0.3  | 0.3  |
| Illinois Tool Works, Inc.                |          | 614,733   | 55.0 | 55.0 |
| Immunex Corporation                      |          | 26,000    | 1.6  | 1.6  |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS                               | Designation | Subsidiaries | Shares      |        | Convertible Securities | Bonds | Subtotal | Total |
|--|-------------|--------------|-------------|--------|------------------------|-------|----------|-------|
|  |             |              | Number      | Amount |                        |       |          |       |
| Imperial Chemical Industries, Plc          |             |              | 582,409     | 7.2    |                        |       |          | 7.2   |
| Imperial Oil Limited                       |             |              | 1,352,512   | 53.4   |                        |       |          | 53.4  |
| Imperial Tobacco Group Plc                 |             |              | 162,731     | 2.5    |                        |       |          | 2.5   |
| Inco Limited                               |             |              | 4,524,812   | 113.6  |                        |       | 113.6    |       |
|  | warrants    |              | 72,000      | 0.6    |                        |       | 0.6      | 114.2 |
| Index participation units - TSE 35         |             |              | 202,711,210 | 361.9  |                        |       |          | 361.9 |
| India Fund Inc., The                       |             |              | 248,500     | 4.5    |                        |       |          | 4.5   |
| Indofood Sukses Makmur                     |             |              | 3,450,000   | 0.4    |                        |       |          | 0.4   |
| Industria Macchine Automatiche (IMA)       |             |              | 239,823     | 2.7    |                        |       |          | 2.7   |
| Industrial-Alliance Life Insurance Company |             | A, J         | 1,262,259   | 51.3   | 64.8                   | 90.8  | 206.9    |       |
|  | preferred   | A            | 3,000,000   | 77.1   |                        |       | 77.1     | 284.0 |
| Industriforvaltnings AB Kinnevik           |             |              | 22,321      | 0.6    |                        |       |          | 0.6   |
| Infineon Technologies AG                   |             |              | 260,500     | 14.5   |                        |       |          | 14.5  |
| Inflazyme Pharmaceuticals Ltd              |             | B            | 2,461,700   | 8.2    |                        |       |          | 8.2   |
| InfoSpace, Inc.                            |             | B, C, J      | 719,122     | 9.6    |                        |       |          | 9.6   |
| Infosys Technologies Limited               |             |              | 6,100       | 0.8    |                        |       |          | 0.8   |
| Ingersoll-Rand Company                     |             |              | 5,200       | 0.3    |                        |       |          | 0.3   |
| Ingram Micro Inc.                          | class A     |              | 7,700       | 0.1    |                        |       |          | 0.1   |
| Inktomi Corporation                        |             |              | 4,100       | 0.1    |                        |       |          | 0.1   |
| Inmet Mining Corporation                   |             |              |             |        | 0.3                    |       |          | 0.3   |
| Innovation Group Plc, The                  |             |              | 132,902     | 2.4    |                        |       |          | 2.4   |
| Insurance Auto Auctions, Inc.              |             |              | 168,100     | 3.0    |                        |       |          | 3.0   |
| Intel Corporation                          |             |              | 2,030,340   | 91.7   |                        |       |          | 91.7  |
| InterCept Group, Inc., The                 |             |              | 13,900      | 0.6    |                        |       |          | 0.6   |
| Intermune Pharmaceuticals, Inc.            |             | B            | 103,926     | 7.0    |                        |       |          | 7.0   |
| International Business Machines Corp.      |             |              | 691,285     | 88.3   |                        |       |          | 88.3  |
| International Flavors & Fragrances Inc.    |             |              | 32,800      | 1.0    |                        |       |          | 1.0   |
| International Hospitality Inc.             |             |              | 4,099,831   | 0.2    |                        |       | 0.2      |       |
|  | warrants    |              | 90,000      | -      |                        |       | -        | 0.2   |
| International Paper Company                |             |              | 180,942     | 11.1   |                        |       |          | 11.1  |
| International Speedway Corporation         | class A     |              | 20,700      | 1.2    |                        |       |          | 1.2   |
| Internationale Nederlanden Groep NV        |             |              | 789,805     | 94.8   |                        |       |          | 94.8  |
| Internet Initiative Japan Inc.             |             |              | 1,500       | -      |                        |       |          | -     |
| Interpublic Group of Companies, Inc.       |             |              | 10,000      | 0.6    |                        |       |          | 0.6   |

|                                    |           |      |            |       |  |      |       |
|------------------------------------|-----------|------|------------|-------|--|------|-------|
| Intershop Communications AG        |           |      | 22,700     | 1.1   |  |      | 1.1   |
| Intertape Polymer Group Inc.       |           | A, J | 511,632    | 5.6   |  |      | 5.6   |
| Intl Bk Recon , Dev                |           |      |            |       |  | 3.3  | 3.3   |
| Intracom S.A.                      |           |      | 10,541     | 0.4   |  |      | 0.4   |
| Intrawest Corporation <sup>2</sup> |           | A    | 2,462,392  | 73.3  |  | 49.3 | 122.6 |
|                                    | preferred |      | 611,655    | 1.2   |  |      | 123.8 |
| Intuit Inc.                        |           |      | 6,600      | 0.4   |  |      | 0.4   |
| Invensys Plc                       |           |      | 4,775,205  | 16.8  |  |      | 16.8  |
| Inventronics Limited               |           | F    | 155,000    | 0.5   |  |      | 0.5   |
| Investec Group Limited             |           |      | 4,695      | 0.2   |  |      | 0.2   |
| Investor AB                        | class B   |      | 188,360    | 4.2   |  |      | 4.2   |
| Investors Emerging Markets Taiwan  |           |      | 60,614,347 | 60.2  |  |      | 60.2  |
| Investors Group Inc.               |           | F, J | 1,803,177  | 46.8  |  | 14.9 | 61.7  |
| Invik & Company AB                 |           |      | 10,993     | 1.3   |  |      | 1.3   |
| Irengent Europe                    |           |      | 7,748,000  | 0.2   |  |      | 0.2   |
| Iscor Limited                      |           |      | 290,000    | 0.7   |  |      | 0.7   |
| Ispat International NV             |           |      | 126,374    | 0.4   |  |      | 0.4   |
| Israel Chemicals Limited           |           |      | 372,254    | 0.7   |  |      | 0.7   |
| Israel Corporation Limited         |           |      | 2,100      | 0.6   |  |      | 0.6   |
| Israel Electric Corporation Ltd    |           |      |            |       |  | 15.3 | 15.3  |
| Ito-Yokado Co., Ltd                |           |      | 84,000     | 6.3   |  |      | 6.3   |
| Itochu Corporation                 |           |      | 570,224    | 4.0   |  |      | 4.0   |
| J.C. Penney Company, Inc.          |           |      | 113,000    | 1.8   |  |      | 1.8   |
| J Sainsbury Plc                    |           |      | 507,500    | 4.5   |  |      | 4.5   |
| JD Wetherspoon                     |           |      | 37,119     | 0.3   |  |      | 0.3   |
| JDS Uniphase Corporation           |           | B, J | 378,100    | 23.7  |  |      | 23.7  |
| Japan Airline Company, Ltd         |           |      | 772,000    | 5.3   |  |      | 5.3   |
| Japan Tobacco Inc.                 |           |      | 181        | 2.1   |  |      | 2.1   |
| Jardine Fleming India Fund         |           |      | 190,287    | 2.6   |  |      | 2.6   |
| Jean Coutu Group Inc., The         | class A   | A, J | 1,246,200  | 28.3  |  |      | 28.3  |
| Jefferson Smurfit Group Plc        |           |      | 866,549    | 2.5   |  |      | 2.5   |
| John Deere                         |           |      |            |       |  | 40.0 | 40.0  |
| John Fairfax Holdings Ltd          |           |      | 1,197,440  | 3.9   |  |      | 3.9   |
| John Wiley & Sons, Inc.            | class A   |      | 27,300     | 0.9   |  |      | 0.9   |
| Johnson & Johnson                  |           |      | 681,597    | 107.6 |  |      | 107.6 |
| Johnson Controls, Inc.             |           |      | 2,800      | 0.2   |  |      | 0.2   |
| Johnson Electric Holdings Limited  |           |      | 6,328,920  | 14.6  |  |      | 14.6  |
| Johnson Matthey Plc                |           |      | 537,749    | 12.7  |  |      | 12.7  |
| Jones Apparel Group, Inc.          |           |      | 3,900      | 0.2   |  |      | 0.2   |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS                                   | Designation | Subsidiaries | Shares    |        | Convertible Securities | Bonds | Subtotal | Total |
|--|-------------|--------------|-----------|--------|------------------------|-------|----------|-------|
|  |             |              | Number    | Amount |                        |       |          |       |
| Juniper Networks, Inc.                         |             |              | 1,500     | 0.3    |                        |       |          | 0.3   |
| Jusco Co., Ltd                                 |             |              | 541,000   | 17.6   |                        |       |          | 17.6  |
| KGHM Polska Miedz S.A.                         |             |              | 85,349    | 1.1    |                        |       |          | 1.1   |
| Kana Communications, Inc.                      |             | B            | 9,746     | 0.2    |                        |       |          | 0.2   |
| Kaneka Corporation                             |             |              | 428,000   | 6.1    |                        |       |          | 6.1   |
| Kao Corp.                                      |             |              | 508,000   | 22.2   |                        |       |          | 22.2  |
| Kap Resources Ltd                              |             |              | 4,934,043 | -      |                        |       |          | -     |
| Kaydon Corporation                             |             |              | 60,800    | 2.3    |                        |       |          | 2.3   |
| Kerr-McGee Corporation                         |             |              | 16,400    | 1.6    |                        |       |          | 1.6   |
| KeyCorp  |             |              | 134,600   | 5.7    |                        |       |          | 5.7   |
| Keyence Corporation                            |             |              | 12,000    | 4.4    |                        |       |          | 4.4   |
| Kidde Plc                                      |             |              | 857,102   | 1.4    |                        |       |          | 1.4   |
| Kimberly-Clark Corporation                     |             |              | 530,700   | 56.3   |                        |       |          | 56.3  |
| Kimberly-Clark de Mexico, S.A. de C.V.         | class A     |              | 273,000   | 1.1    |                        |       |          | 1.1   |
| Kingfisher                                     |             |              | 320,191   | 3.6    |                        |       |          | 3.6   |
| Kingsway Financial Services Inc.               |             |              | 435,000   | 3.4    |                        |       |          | 3.4   |
| Kinross Gold Corporation                       |             |              | 1,691,900 | 1.4    |                        |       |          | 1.4   |
| Kirin Brewery Company, Limited                 |             |              | 10,000    | 0.1    |                        |       |          | 0.1   |
| Koala Corporation                              |             |              | 14,800    | 0.2    |                        |       |          | 0.2   |
| Komerčni Banka, a.s.                           |             |              | 55,000    | 0.7    |                        |       |          | 0.7   |
| Komori Corporation                             |             |              | 150,000   | 3.7    |                        |       |          | 3.7   |
| Konami Co., Ltd                                |             |              | 94,800    | 10.7   |                        |       |          | 10.7  |
| Koninklijke (Royal) Philips Electronics N.V.   |             |              | 574,213   | 31.6   |                        |       |          | 31.6  |
| Koninklijke Ahold NV                           |             |              | 405,571   | 19.7   |                        |       |          | 19.7  |
| Koninklijke KPN NV                             |             |              | 924,696   | 16.0   |                        |       |          | 16.0  |
| Koninklijke Numico N.V.                        |             |              | 119,500   | 9.0    |                        |       |          | 9.0   |
| Kookmin Bank                                   |             |              | 175,511   | 3.1    |                        |       |          | 3.1   |
| Korea Electric Power Corporation               |             |              | 180,560   | 5.1    |                        |       |          | 5.1   |
| Korea Information & Communications Company Ltd |             | C            | 621,076   | 25.8   |                        |       |          | 25.8  |
| Korea Telecom Corporation                      |             |              | 93,500    | 4.4    |                        |       |          | 4.4   |
| Korea Tobacco & Ginseng Corporation            |             |              | 25,010    | 0.6    |                        |       |          | 0.6   |
| Korea Zinc Co., Ltd                            |             |              | 28,650    | 0.4    |                        |       |          | 0.4   |
| Korean Air Lines Co., Ltd                      |             |              | 150,400   | 1.2    |                        |       |          | 1.2   |
| Koyo Seiko Co., Ltd                            |             |              | 600,000   | 6.4    |                        |       |          | 6.4   |



|  |           |   |           |      |      |       |
|--|-----------|---|-----------|------|------|-------|
| Kroger Co., The                                |           |   | 26,900    | 1.1  |      | 1.1   |
| Krung Thai Bank Public Company Limited         |           |   | 1,000,000 | 0.4  |      | 0.4   |
| Kyocera Corporation                            |           |   | 74,800    | 12.2 |      | 12.2  |
| LG Cable Ltd                                   |           |   | 36,740    | 0.5  |      | 0.5   |
| LG Electronics Inc.                            |           |   | 62,038    | 0.9  |      | 0.9   |
| LVMH (Louis Vuitton Moet Hennessy)             |           |   | 41,215    | 4.1  |      | 4.1   |
| Labopharm Inc.                                 |           | B | 1,000,500 | 2.2  |      | 2.2   |
| Labor Ready, Inc.                              |           |   | 448,100   | 2.2  |      | 2.2   |
| Laboratorio Chile S.A.                         |           |   | 37,700    | 1.0  |      | 1.0   |
| Lafarge Canada Inc.                            | preferred |   | 32,604    | 1.2  |      | 1.2   |
| Lafayette Street, LLC                          |           |   |           |      | 77.8 | 77.8  |
| Lagardere S.C.A.                               |           |   | 153,122   | 13.3 |      | 13.3  |
| Laidlaw Inc.                                   |           |   |           |      | 4.5  | 4.5   |
| Land & House Public Company Limited            |           |   | 116,200   | 0.1  |      | 0.1   |
| Land Securities                                |           |   | 498,162   | 9.4  |      | 9.4   |
| Laperrière & Verreault Group Inc. <sup>1</sup> | class A   | A | 589,900   | 4.7  |      | 4.7   |
| Laporte Plc                                    |           |   | 157,900   | 2.4  |      | 2.4   |
| Lasmo plc                                      |           |   | 668,556   | 3.0  |      | 3.0   |
| Lassonde Industries inc. <sup>1</sup>          | class A   | A | 307,800   | 4.2  |      | 4.2   |
| Lattice Group plc                              |           |   | 1,417,992 | 4.8  |      | 4.8   |
| Laurentian Bank of Canada                      |           |   | 309,400   | 8.6  | 96.9 | 105.5 |
| Leader Industries Inc.                         |           | A | 10,000    | -    |      | -     |
| Legacy Hotels Real Estate Investment Trust     |           |   |           |      | 48.9 | 48.9  |
| Legal & General Group Plc                      |           |   | 3,270,502 | 13.5 |      | 13.5  |
| Leggett & Platt, Incorporated                  |           |   | 60,100    | 1.7  |      | 1.7   |
| Legrand S.A.                                   |           |   | 28,000    | 8.5  |      | 8.5   |
| Lehman Brothers Holdings Inc.                  |           |   | 17,200    | 1.7  |      | 1.7   |
| Leitch Technology Corporation                  |           |   | 301,042   | 7.5  |      | 7.5   |
| Lend Lease Corporation Limited                 |           |   | 196,210   | 2.7  |      | 2.7   |
| Level 3 Communications, Inc.                   |           |   | 12,000    | 0.6  |      | 0.6   |
| Lever Brother Pakistan Ltd                     |           |   | 3,000     | 0.1  |      | 0.1   |
| Lexicon Genetics Incorporated                  |           | B | 1,215,000 | 30.3 |      | 30.3  |
| Lexmark International Group, Inc.              | class A   |   | 20,800    | 1.4  |      | 1.4   |
| Li & Fung Ltd                                  |           |   | 4,360,000 | 11.9 |      | 11.9  |
| Liberty Life Association of Africa Limited     |           |   | 45,418    | 0.6  |      | 0.6   |
| Ligand Pharmaceuticals Inc.                    | warrants  | B | 74,656    | 1.2  |      | 1.2   |
| Lilly (Eli) & Company                          |           |   | 384,930   | 53.8 |      | 53.8  |
| Limited, Inc., The                             |           |   | 101,000   | 2.6  |      | 2.6   |

INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS   | Designation | Subsidiaries | Shares    |        | Convertible Securities | Bonds | Subtotal | Total |
|--|-------------|--------------|-----------|--------|------------------------|-------|----------|-------|
|  |             |              | Number    | Amount |                        |       |          |       |
| Limtech Lithium Metal Technologies Inc. <sup>1</sup> |             | B            | 7,000,000 | 3.6    |                        |       | 3.6      |       |
|  | warrants    | B            | 3,500,000 | -      |                        |       |          | 3.6   |
| Linamar Corporation                                  |             | F, J         | 1,359,948 | 15.3   |                        |       |          | 15.3  |
| Lincare Holdings Inc                                 |             |              | 31,300    | 2.7    |                        |       |          | 2.7   |
| Lincoln National Corporation                         |             |              | 6,200     | 0.4    |                        |       |          | 0.4   |
| Lindsey Morden Group Inc                             |             |              |           |        |                        | 4.3   |          | 4.3   |
| Lion Nathan Limited                                  |             |              | 35,000    | 0.1    |                        |       |          | 0.1   |
| Liquidation World Inc. <sup>2</sup>                  |             | A, F         | 1,054,200 | 6.3    |                        |       |          | 6.3   |
| Litton Industries Inc.                               |             |              | 20,300    | 2.4    |                        |       |          | 2.4   |
| Liz Claiborne, Inc.                                  |             |              | 1,700     | 0.1    |                        |       |          | 0.1   |
| Lloyds TSB Group Plc                                 |             |              | 3,540,283 | 56.2   |                        |       |          | 56.2  |
| Loblaw Company Limited                               |             | A, J         | 4,278,669 | 216.1  |                        | 44.2  |          | 260.3 |
| Lockheed Martin Corp.                                |             |              | 62,900    | 3.2    |                        |       |          | 3.2   |
| Loewen Group Inc., The                               |             |              | 156,568   | -      |                        | 11.6  |          | 11.6  |
| Loews Corporation                                    |             |              | 13,600    | 2.1    |                        |       |          | 2.1   |
| Logistec Corporation <sup>1</sup>                    | class A     | A            | 516,375   | 3.6    |                        |       |          | 3.6   |
| L'Oréal SA   |             |              | 173,956   | 22.4   |                        |       |          | 22.4  |
| Lorus Therapeutics Inc.                              |             | B, J         | 2,451,286 | 4.5    |                        |       |          | 4.5   |
| Louisiana-Pacific Corporation                        |             |              | 3,400     | 0.1    |                        |       |          | 0.1   |
| Lowe's Companies, Inc.                               |             |              | 237,300   | 15.9   |                        |       |          | 15.9  |
| Lucent Technologies Inc.                             |             |              | 518,875   | 10.5   |                        |       |          | 10.5  |
| Lukoil Holding                                       |             |              | 53,700    | 2.9    |                        |       |          | 2.9   |
| Luxottica Group S.p.A.                               |             |              | 119,000   | 2.5    |                        |       |          | 2.5   |
| Lyon Lake Mines Ltd <sup>1</sup>                     |             | A            | 3,499,697 | -      | -                      | -     |          | -     |
| Lyondell Petrochemical Company                       |             |              | 41,800    | 1.0    |                        |       |          | 1.0   |
| M-Cell Limited                                       |             |              | 473,200   | 2.4    |                        |       |          | 2.4   |
| MAAX Inc. <sup>1</sup>                               |             | A, J         | 2,384,464 | 22.8   |                        |       |          | 22.8  |
| MAXIMUS, Inc.  |             | F            | 10,000    | 0.5    |                        |       |          | 0.5   |
| MBIA Inc.  |             |              | 36,400    | 4.1    |                        |       |          | 4.1   |
| MBNA Canada Bank                                     |             |              |           |        |                        | 33.2  |          | 33.2  |
| MBNA Corporation                                     |             |              | 70,600    | 3.9    |                        |       |          | 3.9   |
| MDS Inc.   |             |              | 937,837   | 20.8   |                        |       |          | 20.8  |
| MDSI Mobile Data Solutions Inc.                      |             |              | 40,600    | 0.5    |                        |       |          | 0.5   |
| MG Technologies AG                                   |             |              | 617,506   | 11.1   |                        |       |          | 11.1  |

|  |         |            |       |      |       |
|--|---------|------------|-------|------|-------|
| MGI Software Corp.                           |         | 303,000    | 2.8   |      | 2.8   |
| MGIC Investment Corporation                  |         | 498,406    | 50.5  |      | 50.5  |
| MOSAID Technologies Incorporated             |         | 30,000     | 1.0   |      | 1.0   |
| MTR Corporation Limited                      |         | 662,500    | 1.7   |      | 1.7   |
| Maanshan Iron and Steel Company              |         | 11,994,000 | 0.9   |      | 0.9   |
| Mack-Cali Realty Corporation                 | H       | 173,000    | 7.4   |      | 7.4   |
| Mackenzie Financial Corporation              | F, J    | 6,788,947  | 185.0 |      | 185.0 |
| Mackenzie Income Trust                       |         |            |       | 10.1 | 10.1  |
| Magna International Inc.                     | class A | 810,373    | 51.0  |      | 51.0  |
| Magyar Olaj-es Gazipari Rt.                  |         | 63,614     | 1.6   |      | 1.6   |
| Magyar Tavkozlesi Rt.                        |         | 260,480    | 1.6   |      | 1.6   |
| Mahanagar Telephone Nigam Ltd                |         | 51,600     | 0.6   |      | 0.6   |
| Manila Electric Company                      | class B | 642,384    | 1.0   |      | 1.0   |
| Manitoba Telecom Services Inc.               |         | 473,011    | 18.2  |      | 18.2  |
| Manpower Inc.                                |         | 2,500      | 0.1   |      | 0.1   |
| Manulife Financial Corporation               |         | 6,449,126  | 302.8 |      | 302.8 |
| Maple Leaf Foods Inc.                        |         | 115,400    | 0.9   |      | 0.9   |
| Marconi Plc                                  |         | 811,736    | 13.1  |      | 13.1  |
| Maritimes & Northeast Pipeline               |         |            |       | 9.0  | 9.0   |
| Marks & Spencer                              |         | 251,211    | 1.0   |      | 1.0   |
| Marriott International Inc.                  |         | 7,800      | 0.5   |      | 0.5   |
| Marsh & McLennan Companies, Inc.             |         | 149,800    | 26.3  |      | 26.3  |
| Marubeni Corporation                         |         | 2,747,000  | 9.8   |      | 9.8   |
| Marui Co., Ltd                               |         | 77,000     | 1.7   |      | 1.7   |
| Masco Corp.                                  |         | 14,600     | 0.6   |      | 0.6   |
| Massey Energy Company                        |         | 2,500      | -     |      | -     |
| Matsushita Communication Industrial Co., Ltd |         | 35,000     | 6.6   |      | 6.6   |
| Matsushita Electric Industrial Cie Ltd       |         | 1,068,000  | 38.3  |      | 38.3  |
| Mattel, Inc.                                 |         | 48,900     | 1.1   |      | 1.1   |
| Maverick Tube (Canada) Ltd                   |         | 37,440     | 1.3   |      | 1.3   |
| Maxim Integrated Products, Inc.              |         | 817,554    | 58.7  |      | 58.7  |
| May Department Stores Company                |         | 60,800     | 3.0   |      | 3.0   |
| Maytag Corp.                                 |         | 2,500      | 0.1   |      | 0.1   |
| Mazarin Mining Corporation Inc. <sup>1</sup> | A       | 4,067,000  | 2.4   |      | 2.4   |
| Mazda Motor Corporation                      |         | 1,335,000  | 5.1   |      | 5.1   |
| McDonald's Corporation                       |         | 114,000    | 5.8   |      | 5.8   |
| McGraw-Hill Companies Inc.                   |         | 6,300      | 0.6   |      | 0.6   |
| McKesson HBOC, Inc.                          |         | 9,300      | 0.5   |      | 0.5   |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS                               | Designation | Subsidiaries | Shares    |        | Convertible Securities | Bonds | Subtotal | Total |
|--|-------------|--------------|-----------|--------|------------------------|-------|----------|-------|
|  |             |              | Number    | Amount |                        |       |          |       |
| McWatters Mining, Inc. <sup>1</sup>        |             | A, J         | 8,098,198 | 1.5    |                        |       | 1.5      |       |
|  | preferred   | A, J         | 4,491,686 | 0.4    |                        |       | 0.4      | 1.9   |
| Mead Corp.                                 |             |              | 39,400    | 1.9    |                        |       |          | 1.9   |
| Medical Systems Finance                    |             |              |           |        |                        | 6.8   |          | 6.8   |
| MedImmune, Inc.                            |             |              | 6,900     | 0.5    |                        |       |          | 0.5   |
| MedQuist Inc.                              |             |              | 27,400    | 0.7    |                        |       |          | 0.7   |
| Mediolanum SPA                             |             |              | 371,300   | 7.1    |                        |       |          | 7.1   |
| Medtronic, Inc.                            |             |              | 1,394,631 | 126.5  |                        |       |          | 126.5 |
| Meitec Corporation                         |             |              | 3,600     | 0.2    |                        |       |          | 0.2   |
| Men's Wearhouse, Inc., The                 |             | A, J         | 206,675   | 8.5    |                        |       |          | 8.5   |
| Merck & Co., Inc.                          |             |              | 820,031   | 115.3  |                        |       |          | 115.3 |
| Meridian Funding Company LLC               |             |              |           |        |                        | 15.0  |          | 15.0  |
| Meridian Gold Inc.                         |             |              | 1,133,518 | 11.6   |                        |       |          | 11.6  |
| Merrill Lynch & Company, Inc.              |             |              | 82,300    | 8.4    |                        |       |          | 8.4   |
| Merrill Lynch Canada Finance Company       |             |              |           |        |                        | 32.5  |          | 32.5  |
| Merrill Lynch Mortgage Loans Inc.          |             |              |           |        |                        | 45.5  |          | 45.5  |
| Methanex Corporation                       |             |              | 525,300   | 5.1    |                        |       |          | 5.1   |
| Metro AG                                   |             |              | 655,038   | 46.0   |                        |       |          | 46.0  |
| Métro Inc.                                 | class A     |              | 569,300   | 11.7   |                        |       |          | 11.7  |
| Metromedia Fiber Network Inc.              |             |              | 18,000    | 0.3    |                        |       |          | 0.3   |
| Metropolitan Bank & Trust Company          |             |              | 88,906    | 0.5    |                        |       |          | 0.5   |
| Metsa-Serla Oyj                            | class B     |              | 400,000   | 4.8    |                        |       |          | 4.8   |
| MicroFinacial Incorporated                 |             |              | 82,300    | 1.5    |                        |       |          | 1.5   |
| Microcell Télécommunications Inc.          | class B     | A, J         | 153,550   | 4.4    |                        | 44.9  |          | 49.3  |
| Micron Technology, Inc.                    |             |              | 52,300    | 2.8    |                        |       |          | 2.8   |
| Microsoft Corporation                      |             |              | 1,427,732 | 93.0   |                        |       |          | 93.0  |
| Microtec Enterprises Inc. <sup>1</sup>     |             | C            | 744,000   | 0.8    |                        |       |          | 0.8   |
| Millennium Chemicals Inc.                  |             |              | 38,266    | 1.0    |                        |       |          | 1.0   |
| Mindready Solutions Inc.                   |             |              | 350,000   | 4.2    |                        |       |          | 4.2   |
| Minebea Co., Ltd                           |             |              | 1,624,000 | 22.6   |                        |       |          | 22.6  |
| Minnesota Mining and Manufacturing Company |             |              | 18,700    | 3.4    |                        |       |          | 3.4   |
| Misys Plc                                  |             |              | 924,107   | 13.7   |                        |       |          | 13.7  |
| Mitel Corporation                          |             |              | 816,518   | 9.9    |                        |       |          | 9.9   |
| Mitsubishi Chemical Corporation            |             |              | 1,417,000 | 5.6    |                        |       |          | 5.6   |

|   |         |            |       |      |       |
|---|---------|------------|-------|------|-------|
| Mitsubishi Corporation                        |         | 677,000    | 7.5   |      | 7.5   |
| Mitsubishi Electric Corporation               |         | 345,000    | 3.2   |      | 3.2   |
| Mitsubishi Estate Co., Ltd                    |         | 732,000    | 11.7  |      | 11.7  |
| Mitsubishi Heavy Industries, Ltd              |         | 2,353,000  | 15.4  |      | 15.4  |
| Mitsubishi Materials Corporation              |         | 750,000    | 2.7   |      | 2.7   |
| Mitsubishi Motors Corporation                 |         | 1,872,000  | 8.1   |      | 8.1   |
| Mitsubishi Trust & Banking Corporation, The   |         | 221,000    | 2.3   |      | 2.3   |
| Mitsui & Co., Ltd                             |         | 35,000     | 0.3   |      | 0.3   |
| Mitsui Chemicals Inc.                         |         | 1,192,000  | 8.7   |      | 8.7   |
| Mitsui Fudosan Co.                            |         | 907,000    | 13.5  |      | 13.5  |
| Mizuho Holdings, Inc.                         |         | 2,018      | 18.8  |      | 18.8  |
| MobilCom AG                                   |         | 58,621     | 3.0   |      | 3.0   |
| Mobile Climate Control Industries Inc.        | F       | 313,000    | 0.1   |      | 0.1   |
| Moffat Communications Limited                 |         | 25,000     | 0.9   |      | 0.9   |
| Molson Companies limited, The                 |         |            |       | 22.6 | 22.6  |
| Molson Incorporated                           | class A | 2,546,753  | 109.5 |      | 109.5 |
|   | class B | 435,044    | 18.1  |      | 18.1  |
| Moody's Corp.                                 |         | 5,300      | 0.2   |      | 0.2   |
| Moore Corporation Limited <sup>2</sup>        |         | 7,019,124  | 31.9  |      | 31.9  |
| Morgan & Company, Inc., J.P.                  |         | 22,100     | 5.5   |      | 5.5   |
| Morgan Stanley Dean Witter & Co.              |         | 283,488    | 33.7  |      | 33.7  |
| Morguard Real Estate Investment Trust         |         |            |       | 12.6 | 12.6  |
| Moritex Corporation                           |         | 2,900      | 0.2   |      | 0.2   |
| Mosaic Group Inc.                             |         | 430,000    | 4.2   |      | 4.2   |
| Motorola, Inc.                                |         | 122,500    | 3.7   |      | 3.7   |
| Muenchener Rueckversicherungs-Gesellschaft AG |         | 37,579     | 20.2  |      | 20.2  |
| Multi-Strategy Fund Limited                   | units   | 562,421    | 110.6 |      | 110.6 |
| Murata Manufacturing Co., Ltd                 |         | 231,800    | 40.9  |      | 40.9  |
| Muslim Commercial Bank                        |         | 697,807    | 0.6   |      | 0.6   |
| Mycal Corporation                             |         | 593,400    | 1.9   |      | 1.9   |
| NAME Inc.                                     | E       | 965,560    | 0.2   |      | 0.2   |
| NEC Corporation                               |         | 1,760,000  | 48.4  |      | 48.4  |
| NHA Secured Trust                             |         |            |       | 10.2 | 10.2  |
| NHC Communications Inc.                       | A       | 397,400    | 4.3   |      | 4.3   |
| NTT DoCoMo, Inc.                              |         | 2,243      | 58.1  |      | 58.1  |
| Namibian Minerals Corporation                 |         | 81,000     | 0.3   |      | 0.3   |
| Natexis AMBS Company LLC                      |         |            |       | 14.7 | 14.7  |
| National Australia Bank Limited               |         | 396,455    | 11.4  |      | 11.4  |
| National Bank of Canada                       | A, J    | 17,492,190 | 465.3 | 54.0 | 519.3 |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS                             | Designation | Subsidiaries | Shares    |        | Convertible Securities | Bonds | Subtotal | Total |
|--|-------------|--------------|-----------|--------|------------------------|-------|----------|-------|
|  |             |              | Number    | Amount |                        |       |          |       |
| National Bank of Greece S.A.             |             |              | 27,726    | 1.6    |                        |       |          | 1.6   |
| National City Corporation                |             |              | 99,300    | 4.3    |                        |       |          | 4.3   |
| National Grid Group                      |             |              | 812,274   | 11.1   |                        |       |          | 11.1  |
| National Petrochemical Public Company    |             |              | 58,483    | 0.1    |                        |       |          | 0.1   |
| National Premier Financial Services, Inc |             |              |           |        |                        | 30.1  |          | 30.1  |
| Navistar International Corporation       |             |              | 1,900     | 0.1    |                        |       |          | 0.1   |
| Nedcor Limited                           |             |              | 311,945   | 10.6   |                        |       |          | 10.6  |
| Neptune Orient Lines Limited             |             |              | 100,000   | 0.1    |                        |       |          | 0.1   |
| Nestlé S.A.                              |             |              | 23,046    | 80.7   |                        |       |          | 80.7  |
| Net One Systems Co., Ltd                 |             |              | 5         | 0.2    |                        |       |          | 0.2   |
| Netia Holdings SA                        |             |              | 4,930     | 0.1    |                        |       |          | 0.1   |
| Network Appliance, Inc.                  |             |              | 6,600     | 0.6    |                        |       |          | 0.6   |
| Network Commerce Inc.                    |             | A            | 26,756    | -      |                        |       |          | -     |
| Neurochem Inc. <sup>1</sup>              |             | B            | 2,127,607 | 18.8   |                        |       | 18.8     |       |
|  | warrants    | B            | 108,363   | 0.7    |                        |       | 0.7      | 19.5  |
| Neurocrine Biosciences, Inc.             |             | B            | 3,000     | 0.1    |                        |       |          | 0.1   |
| New Dixons Group Plc                     |             |              | 539,809   | 2.7    |                        |       |          | 2.7   |
| New World Development Company Ltd        |             |              | 532       | -      |                        |       |          | -     |
| New York Times Co                        |             |              | 5,500     | 0.3    |                        |       |          | 0.3   |
| Newcrest Mining Limited                  |             |              | 60,000    | 0.2    |                        |       |          | 0.2   |
| Newell Rubbermaid Inc.                   |             |              | 82,200    | 2.8    |                        |       |          | 2.8   |
| Newmont Mining Corporation               |             |              | 393,500   | 10.1   |                        |       |          | 10.1  |
| News Corporation Limited, The            |             |              | 1,278,365 | 14.9   |                        |       | 14.9     |       |
|  | preferred   |              | 541,424   | 9.1    |                        |       | 9.1      | 24.0  |
| Nexen Inc.                               |             |              | 1,873,128 | 69.3   |                        | 13.8  |          | 83.1  |
| Nexfor inc.                              |             |              | 383,987   | 2.7    |                        |       |          | 2.7   |
| Next Plc                                 |             |              | 264,447   | 4.8    |                        |       |          | 4.8   |
| Nextel Communications Inc.               | class A     |              | 24,800    | 0.9    |                        |       |          | 0.9   |
| NiSource Inc.                            |             |              | 6,600     | 0.3    |                        |       |          | 0.3   |
| Nichicon Corporation                     |             |              | 121,000   | 2.5    |                        |       |          | 2.5   |
| Nidec Corporation                        |             |              | 32,800    | 2.3    |                        |       |          | 2.3   |
| Nike, Inc.                               | class B     |              | 8,800     | 0.7    |                        |       |          | 0.7   |
| Nikko Securities Co., Ltd, The           |             |              | 985,000   | 11.5   |                        |       |          | 11.5  |
| Nikon Corporation                        |             |              | 468,000   | 7.5    |                        |       |          | 7.5   |

|  |         |            |         |         |         |
|--|---------|------------|---------|---------|---------|
| Nintendo Company Ltd                       |         | 62,900     | 14.9    |         | 14.9    |
| Nippon Mitsubishi Oil Corporation          |         | 948,000    | 6.9     |         | 6.9     |
| Nippon Paper Industries Co., Ltd           |         | 472,000    | 4.2     |         | 4.2     |
| Nippon Sheet Glass Company, Ltd            |         | 253,000    | 4.6     |         | 4.6     |
| Nippon Steel Corporation                   |         | 1,179,000  | 2.9     |         | 2.9     |
| Nippon Telegraph and Telephone Corporation |         | 5,451      | 59.0    |         | 59.0    |
| Nippon Television Network Corporation      |         | 9,000      | 4.6     |         | 4.6     |
| Nissan Motor Co., Ltd                      |         | 3,972,000  | 34.4    |         | 34.4    |
| Nissin Kogyo Co., Ltd                      |         | 70,000     | 1.6     |         | 1.6     |
| Nitto Denko Corporation                    |         | 284,500    | 11.6    |         | 11.6    |
| Noble Affiliates, Inc.                     |         | 35,700     | 2.5     |         | 2.5     |
| Noble China Inc.                           |         | 792,800    | 1.0     |         | 1.0     |
| Nokia Oyj                                  |         | 78,900     | 5.2     |         | 5.2     |
|  | class A | 1,813,016  | 121.4   |         | 121.4   |
| Nomura Securities Co., Ltd, The            |         | 730,000    | 19.7    |         | 19.7    |
| Norampac inc.                              |         |            |         | A       | 34.7    |
| Noranda Inc.                               |         | 1,092,269  | 16.3    |         | 16.3    |
| Nordea AB                                  |         | 1,036,574  | 11.8    |         | 11.8    |
| Nordea AG                                  |         | 449,101    | 5.3     |         | 5.3     |
| Norfolk Southern Corporation               |         | 1,100,400  | 22.0    |         | 22.0    |
| Normandy Mining Limited                    |         | 1,429,805  | 1.3     |         | 1.3     |
| Norsat International Inc.                  |         | 219,200    | 1.0     |         | 1.0     |
| Norsk Hydro                                |         | 129,800    | 8.2     |         | 8.2     |
| Norske Skog Canada Limited                 | class A | 1,081,503  | 18.1    |         | 18.1    |
| Nortel Networks Corporation                |         | 43,211,011 | 2,084.9 | B, C, J | 2,084.9 |
| Northern Trust Corp.                       |         | 653,967    | 80.1    |         | 80.1    |
| Northrop Grumman                           |         | 21,600     | 2.7     |         | 2.7     |
| Norwest Financial Canada Company           |         |            |         |         | 25.5    |
| Nova Chemicals Corporation                 |         | 1,049,507  | 29.5    |         | 5.4     |
| Novartis SA                                |         | 18,926     | 50.3    |         | 50.3    |
| Novell Inc.                                |         | 10,700     | 0.1     |         | 0.1     |
| Novo Nordisk A/S                           | class B | 11,294     | 3.0     |         | 3.0     |
| Npf 12 2000-1 A                            |         |            |         |         | 30.0    |
| Nucor Corporation                          |         | 34,500     | 2.1     |         | 2.1     |
| Numac Energy Inc.                          |         | 50,000     | 0.3     |         | 0.3     |
| Nurun Inc.                                 |         | 112,289    | 0.8     |         | 0.8     |
| Nycomed Amersham Plc                       |         | 608,524    | 7.6     |         | 7.6     |
| O'Reilly Automotive, Inc.                  |         | 99,800     | 4.0     |         | 4.0     |
| OTP Bank Rt.                               |         | 17,670     | 1.5     |         | 1.5     |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS                              | Designation | Subsidiaries | Shares     |        | Convertible Securities | Bonds | Subtotal | Total |
|---|-------------|--------------|------------|--------|------------------------|-------|----------|-------|
|   |             |              | Number     | Amount |                        |       |          |       |
| Obayashi Corporation                      |             |              | 878,000    | 5.7    |                        |       |          | 5.7   |
| Occidental Petroleum Corporation          |             |              | 90,100     | 3.3    |                        |       |          | 3.3   |
| Office Depot, Inc.                        |             |              | 130,300    | 1.4    |                        |       |          | 1.4   |
| Old Mutual Plc                            |             |              | 470,000    | 1.7    |                        |       |          | 1.7   |
| Olivetti SpA                              |             |              | 1,383,100  | 5.0    |                        |       |          | 5.0   |
| Omnicom Group                             |             |              | 5,800      | 0.7    |                        |       |          | 0.7   |
| Omron Corporation                         |             |              | 70,000     | 2.2    |                        |       |          | 2.2   |
| OneSteel Limited                          |             |              | 121,143    | 0.1    |                        |       |          | 0.1   |
| Onex Corporation                          |             |              | 1,188,093  | 26.0   |                        |       |          | 26.0  |
| Onpa International Public Company Limited |             | D            | 31,000,000 | 4.5    |                        |       |          | 4.5   |
| Open Text Corporation                     |             |              | 145,937    | 4.7    |                        |       |          | 4.7   |
| Opportunistic Access Fund Limited         | units       |              | 610,977    | 153.6  |                        |       |          | 153.6 |
| Optimum General Inc.                      | class A     | A            | 300,000    | 1.0    |                        |       |          | 1.0   |
| Oracle Corporation                        |             |              | 1,089,700  | 47.6   |                        |       |          | 47.6  |
| Oracle Corporation Japan                  |             |              | 33,200     | 9.3    |                        |       |          | 9.3   |
| Oriental Land Co., Ltd                    |             |              | 1,400      | 0.1    |                        |       |          | 0.1   |
| Orix Corporation                          |             |              | 132,900    | 20.0   |                        |       |          | 20.0  |
| Orleans Resources, Inc. <sup>1</sup>      |             | A            | 54,228,961 | -      | -                      | -     | -        | -     |
|   | warrants    | A            | 207,500    | -      |                        |       |          | -     |
| Outokumpu Oyj                             |             |              | 181,400    | 2.1    |                        |       |          | 2.1   |
| Oversea-Chinese Banking Corporation Ltd   |             |              | 233,260    | 2.6    |                        |       |          | 2.6   |
| Overseas Union Bank Ltd                   |             |              | 32,000     | 0.2    |                        |       |          | 0.2   |
| Owens-Corning Fiberglass                  |             |              | 40,500     | -      |                        |       |          | -     |
| Owens-Illinois, Inc.                      |             |              | 57,100     | 0.5    |                        |       |          | 0.5   |
| Oxford Properties Group Inc.              |             | H, J         | 674,988    | 12.1   |                        | 25.5  |          | 37.6  |
| P & O Princess Cruises plc                |             |              | 764,969    | 4.9    |                        |       |          | 4.9   |
| PACCAR Inc.                               |             |              | 5,100      | 0.4    |                        |       |          | 0.4   |
| PDFB Investments Inc.                     |             |              |            |        | 176.9                  |       |          | 176.9 |
| PMC-Sierra, Inc.                          |             |              | 1,000      | 0.1    |                        |       |          | 0.1   |
| PNC Financial Services Group              |             |              | 9,500      | 1.0    |                        |       |          | 1.0   |
| PPG Industries Inc.                       |             |              | 5,700      | 0.4    |                        |       |          | 0.4   |
| PPL Corp.                                 |             |              | 4,700      | 0.3    |                        |       |          | 0.3   |
| PT Astra Agro Lestari Tbk                 |             |              | 1,683,000  | 0.3    |                        |       |          | 0.3   |
| PT Astra International                    |             |              | 2,343,000  | 0.7    |                        |       |          | 0.7   |



|   |         |            |       |      |       |
|---|---------|------------|-------|------|-------|
| PT Bank International Indonesia                       |         | 49,798,000 | 0.3   |      | 0.3   |
| PT Bank Pan Indonesia Tbk                             |         | 2,475,000  | 0.1   |      | 0.1   |
| PT Gajah Tunggal Tbk                                  |         | 4,397,500  | 0.2   |      | 0.2   |
| PT Indah Kiat Pulp & Paper Corp. Tbk                  |         | 1,907,500  | 0.2   |      | 0.2   |
| PT Medco Energi International                         |         | 1,330,000  | 0.2   |      | 0.2   |
| PT Telekomunikasi Indonesia                           |         | 7,928,389  | 3.3   |      | 3.3   |
| PTT Exploration and Production Public Company Limited |         | 283,200    | 1.0   |      | 1.0   |
| Pacific Century CyberWorks Limited                    |         | 3,874,755  | 3.8   |      | 3.8   |
| Pacific Century Regional Developments Limited         |         | 220,000    | 0.2   |      | 0.2   |
| Pacific Gas & Electric Company                        |         | 80,400     | 2.4   |      | 2.4   |
| Pacifica Papers Inc.                                  |         | 2,318,050  | 20.9  |      | 20.9  |
| PacifiCare Health Systems, Inc.                       |         | 19,100     | 0.4   |      | 0.4   |
| Pakistan State Oil Co., Ltd                           |         | 78,451     | 0.3   |      | 0.3   |
| Pakistan Telecommunications Company Limited           |         | 2,900,000  | 1.7   |      | 1.7   |
| Pakistan Telecommunications Corporation               |         | 7,440      | 0.4   |      | 0.4   |
| Paladin Labs Inc.                                     | B       | 714,300    | 3.6   |      | 3.6   |
| Palm, Inc.  |         | 257,652    | 11.0  |      | 11.0  |
| PanCanadian Petroleum Limited                         |         | 321,514    | 13.5  |      | 13.5  |
| Panamerican Beverages, Inc.                           | class A | 26,500     | 0.6   |      | 0.6   |
| Paperboard Industries International Inc.              | A, J    | 3,900,600  | 6.0   | 11.4 | 17.4  |
| Parametric Technology Corporation                     |         | 8,900      | 0.2   |      | 0.2   |
| Paramount Resources Ltd                               |         | 199,800    | 3.4   |      | 3.4   |
| Park Place Entertainment Corporation                  |         | 9,800      | 0.2   |      | 0.2   |
| Parker Hannifin Corp.                                 |         | 3,900      | 0.3   |      | 0.3   |
| Patheon, Inc.   |         | 321,000    | 4.8   |      | 4.8   |
| Paychex Inc.  |         | 12,100     | 0.9   |      | 0.9   |
| Pearson Plc   |         | 73,000     | 2.6   |      | 2.6   |
| Péchiney S.A.   | class A | 182,700    | 8.9   |      | 8.9   |
| Pemex Proj Fdg Master Tr                              |         |            |       | 4.5  | 4.5   |
| Peninsular & Orie                                     |         | 764,969    | 5.4   |      | 5.4   |
| Penn West Petroleum Ltd                               |         | 470,373    | 17.6  |      | 17.6  |
| PeopleSoft, Inc.                                      |         | 9,100      | 0.5   |      | 0.5   |
| Pepkor Limited  |         | 42,000     | -     |      | -     |
| Pepsico, Inc.   |         | 227,017    | 16.9  |      | 16.9  |
| Perez Companc S.A.                                    |         | 54,517     | 1.3   | 1.3  |       |
|   | class B | 300,000    | 0.7   | 0.7  | 2.0   |
| Perkins Paper Ltd                                     | A       | 858,400    | 3.5   |      | 3.5   |
| Péto-Canada   |         | 4,444,869  | 169.6 |      | 169.6 |
| PetroChina Company Limited                            |         | 2,000,000  | 0.5   |      | 0.5   |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS                               | Designation | Subsidiaries | Shares     |        | Convertible Securities | Bonds | Subtotal | Total |
|--|-------------|--------------|------------|--------|------------------------|-------|----------|-------|
|  |             |              | Number     | Amount |                        |       |          |       |
| Petroleo Brasileiro S.A.                   | preferred   |              | 281,390    | 9.9    |                        |       |          | 9.9   |
| Petroleo Brasileiro S.A. - Petrobras       |             |              | 55,000     | 2.1    |                        |       |          | 2.1   |
| Petromet Resources Limited                 |             |              | 167,000    | 1.1    |                        |       |          | 1.1   |
| Petron Corp.                               | class A     |              | 2,957,436  | 0.1    |                        |       |          | 0.1   |
| Peugeot Citroen , PSA                      |             |              | 58,110     | 19.9   |                        |       |          | 19.9  |
| Pfizer Inc.                                |             |              | 1,958,755  | 135.3  |                        |       |          | 135.3 |
| Pharmacia Corporation                      |             |              | 414,849    | 37.9   |                        |       |          | 37.9  |
| Phelps Dodge Corporation                   |             |              | 2,600      | 0.2    |                        |       |          | 0.2   |
| Philadelphia Consolidated Holding Corp.    |             |              | 27,800     | 1.3    |                        |       |          | 1.3   |
| Philip Morris Companies Inc.               |             |              | 598,400    | 39.5   |                        |       |          | 39.5  |
| Philippine Long Distance Telephone Company |             |              | 130,292    | 3.4    |                        | 2.3   |          | 5.7   |
| Phillips Petroleum Company                 |             |              | 32,000     | 2.7    |                        |       |          | 2.7   |
| Pictet Country Fund - Indival              |             |              | 67,800     | 7.7    |                        |       |          | 7.7   |
| Pinnacle West Capital Corporation          |             |              | 23,300     | 1.7    |                        |       |          | 1.7   |
| Placer Dome Inc.                           |             |              | 3,137,825  | 45.3   |                        |       |          | 45.3  |
| Pliva d.d.                                 |             |              | 32,000     | 0.6    |                        |       |          | 0.6   |
| Pohang Iron & Steel Company Ltd            |             |              | 71,311     | 3.1    |                        |       |          | 3.1   |
| Polski Koncern Naftowy Orlen S.A.          |             |              | 24,000     | 0.4    |                        |       |          | 0.4   |
| Portal Software Inc.                       |             |              | 5,500      | 0.1    |                        |       |          | 0.1   |
| Portugal Telecom SA                        |             |              | 400,000    | 5.5    |                        |       |          | 5.5   |
| Post Properties, Inc.                      |             | H            | 106,000    | 6.0    |                        |       |          | 6.0   |
| Potash Corporation of Saskatchewan         |             |              | 706,857    | 82.9   |                        |       |          | 82.9  |
| Potlatch Corporation                       |             |              | 21,700     | 1.1    |                        |       |          | 1.1   |
| Power Corporation of Canada                |             |              | 2,138,323  | 79.1   |                        |       |          | 79.1  |
| Power Financial Corporation                |             | A, J         | 10,684,177 | 372.3  |                        |       |          | 372.3 |
| PowerGen Plc                               |             |              | 75,000     | 1.1    |                        |       |          | 1.1   |
| Praxair Inc.                               |             |              | 43,500     | 2.9    |                        |       |          | 2.9   |
| Precision Drilling Corporation             |             |              | 326,606    | 18.4   |                        | 32.0  |          | 50.4  |
| Premdor Inc.                               |             |              | 1,083,600  | 8.0    |                        |       |          | 8.0   |
| Premier Farnell Plc                        |             |              | 486,290    | 4.8    |                        |       |          | 4.8   |
| Premier Tech Ltd                           | class A     | A            | 1,210,001  | 2.4    |                        |       |          | 2.4   |
| Pride Trust                                |             |              |            |        |                        | 14.6  |          | 14.6  |
| Primetech Electronics Inc.                 |             | A            | 831,300    | 12.9   |                        |       |          | 12.9  |
| Procter & Gamble Company, The              |             |              | 532,807    | 62.8   |                        |       |          | 62.8  |

|   |         |           |       |       |
|---|---------|-----------|-------|-------|
| Profile Technologies, Inc.                  |         | 9,200     | -     | -     |
| Progress Energy Inc.                        |         | 6,700     | 0.5   | 0.5   |
| Prokom Software SA                          |         | 3,445     | 0.2   | 0.2   |
| Prologis Trust                              | H       | 225,000   | 7.5   | 7.5   |
| Promenade St-Bruno                          |         |           |       | 41.7  |
| Promet Berhad                               |         | 127,000   | -     | -     |
| Prometic Life Sciences, Inc.                | A, J    | 1,727,200 | 1.6   | 1.6   |
| Promise Co., Ltd                            |         | 37,200    | 4.0   | 4.0   |
| Prudential Plc                              |         | 1,124,406 | 27.2  | 27.2  |
| Psion plc                                   |         | 2,268     | -     | -     |
| PubliGroupe S.A.                            |         | 2,770     | 2.0   | 2.0   |
| Public Service Enterprise Goup              |         | 7,000     | 0.5   | 0.5   |
| Publishing & Broadcasting Limited           |         | 25,000    | 0.3   | 0.3   |
| Puget Energy, Inc.                          |         | 35,800    | 1.5   | 1.5   |
| Pulte Corporation                           |         | 1,300     | 0.1   | 0.1   |
| QBE Insurance Group Limited                 |         | 230,532   | 1.9   | 1.9   |
| QLT Inc.                                    |         | 691,235   | 29.1  | 29.1  |
| QPL International Holdings Limited          |         | 130,000   | 0.1   | 0.1   |
| Qantas Airways Limited                      |         | 400,000   | 1.2   | 1.2   |
| Quaker Oats Co.                             |         | 4,300     | 0.6   | 0.6   |
| Qualcomm Incorporated                       |         | 24,200    | 3.0   | 3.0   |
| Quantum Corporation - DLT & Storage Systems |         | 56,200    | 1.1   | 1.1   |
| Quebecor inc.                               | class A | 855,140   | 21.8  | 21.8  |
|   | class B | 467,583   | 11.7  | 11.7  |
| Quebecor World Inc.                         | C, J    | 6,272,930 | 235.9 | 235.9 |
| Quilmes Industrial SA (Quinsa)              |         | 20,000    | 0.3   | 0.3   |
| Quintiles Transnational Corporation         |         | 28,000    | 0.9   | 0.9   |
| Quorum Health Group, Inc.                   |         | 28,400    | 0.7   | 0.7   |
| Qwest Communications International Inc.     |         | 322,500   | 19.9  | 19.9  |
| R.J. Reynolds Tobacco Holdings, Inc.        |         | 112,333   | 8.2   | 8.2   |
| RLI Corp.                                   |         | 6,400     | 0.4   | 0.4   |
| RMC Group Plc                               |         | 251,039   | 3.3   | 3.3   |
| Radian Group Inc.                           |         | 450,000   | 50.7  | 50.7  |
| Radio Unica Corp.                           |         | 174,000   | 1.0   | 1.0   |
| RadioShack Corporation                      |         | 6,000     | 0.4   | 0.4   |
| Railtrack Group Plc                         |         | 29,503    | 0.6   | 0.6   |
| Ralston Purina Group                        |         | 10,000    | 0.4   | 0.4   |
| Ranbaxy Laboratories Limited                |         | 67,900    | 1.7   | 1.7   |
| Rand A Technology Corporation               |         | 26,900    | 0.2   | 0.2   |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS                        | Designation | Subsidiaries | Shares    |        | Convertible Securities | Bonds | Subtotal | Total |
|-------------------------------------|-------------|--------------|-----------|--------|------------------------|-------|----------|-------|
|                                     |             |              | Number    | Amount |                        |       |          |       |
| Rational Software Corporation       |             |              | 6,100     | 0.4    |                        |       |          | 0.4   |
| Raytheon Company                    | class A     |              | 3,300     | 0.1    |                        |       | 0.1      |       |
|                                     | class B     |              | 7,800     | 0.4    |                        |       | 0.4      | 0.5   |
| Reader's Digest Assn                | class A     |              | 3,300     | 0.2    |                        |       |          | 0.2   |
| Realfund                            |             |              |           |        |                        | 21.6  |          | 21.6  |
| Reed International, Plc             |             |              | 1,659,892 | 27.8   |                        |       |          | 27.8  |
| Regional Cablesystems Inc.          |             |              | 155,000   | 1.8    |                        |       |          | 1.8   |
| Regions Financial Corporation       |             |              | 56,900    | 2.3    |                        |       |          | 2.3   |
| Reliance Industries Ltd             |             |              | 162,600   | 4.0    |                        |       |          | 4.0   |
| Reliant Energy Inc.                 |             |              | 9,300     | 0.6    |                        |       |          | 0.6   |
| Remgro Limited                      |             |              | 253,800   | 2.6    |                        |       |          | 2.6   |
| Renal Care Group, Inc.              |             |              | 72,100    | 3.0    |                        |       |          | 3.0   |
| Renner Herrmann S.A.                | preferred   |              | 350,000   | 0.2    |                        |       |          | 0.2   |
| Rentokil Initial Plc                |             |              | 1,287,215 | 6.7    |                        |       |          | 6.7   |
| Repsol-YPF, S.A.                    |             |              | 60,285    | 1.4    |                        |       |          | 1.4   |
| Research in Motion Ltd              |             |              | 532,862   | 64.2   |                        |       |          | 64.2  |
| Reuters Group Plc                   |             |              | 1,410,437 | 37.6   |                        |       |          | 37.6  |
| Revenue Properties Co. Ltd          |             |              |           |        | 9.0                    |       |          | 9.0   |
| Rexam Plc                           |             |              | 194,811   | 1.0    |                        |       |          | 1.0   |
| Rhodia SA                           |             |              | 197,832   | 4.6    |                        |       |          | 4.6   |
| Richelieu Hardware Ltd              |             | A            | 1,054,800 | 15.8   |                        |       |          | 15.8  |
| Richmont Mines Inc. <sup>2</sup>    |             | A            | 1,790,834 | 2.3    |                        |       |          | 2.3   |
| Richter Gedeon VEG                  |             |              | 5,511     | 0.5    |                        |       |          | 0.5   |
| Rinascence SPA, La                  |             |              | 611,943   | 5.4    |                        |       |          | 5.4   |
| Rio Algom Limited                   |             |              |           |        | 8.1                    |       |          | 8.1   |
| Rio Alto Exploration Ltd            |             |              | 1,100,192 | 35.9   |                        |       |          | 35.9  |
| Rio Tinto Limited                   |             |              | 66,363    | 1.6    |                        |       |          | 1.6   |
| Rio Tinto Plc                       |             |              | 479,845   | 12.7   |                        |       |          | 12.7  |
| RioCan Real Estate Investment Trust | units       | H            | 1,763,000 | 16.6   |                        | 16.5  |          | 33.1  |
| Rite Aid Corporation                |             |              | 10,800    | -      |                        |       |          | -     |
| Ritek Corporation                   |             | D            | 3,649,708 | 8.2    |                        |       |          | 8.2   |
| Riunione Adriatica di Sicurtà SpA   |             |              | 375,434   | 8.8    |                        |       |          | 8.8   |
| Riverdeep Group plc                 |             |              | 21,260    | 0.6    |                        |       |          | 0.6   |
| Robert Half International Inc.      |             |              | 5,800     | 0.2    |                        |       |          | 0.2   |

|  |           |           |       |      |       |
|--|-----------|-----------|-------|------|-------|
| Roche Holdings AG                                  |           | 1,670     | 26.0  |      | 26.0  |
| Rockwell International Corp.                       |           | 6,000     | 0.4   |      | 0.4   |
| Rogers Communications Inc.                         | class A   | 596,800   | 15.8  | 15.8 |       |
|  | class B   | 2,784,094 | 70.4  | 70.4 | 86.2  |
| Rogers Wireless Communications Inc                 |           | 332,634   | 8.8   |      | 8.8   |
| Rohm Co., Ltd                                      |           | 93,500    | 26.7  |      | 26.7  |
| Rohm and Haas Company                              |           | 7,100     | 0.4   |      | 0.4   |
| Rolls Royce Plc                                    |           | 6,135,833 | 27.3  |      | 27.3  |
| Roper Industries, Inc.                             |           | 66,800    | 3.3   |      | 3.3   |
| Rossi Residencial S.A.                             |           | 165,000   | 0.1   |      | 0.1   |
| Rothmans, Inc.                                     |           | 101,000   | 2.2   |      | 2.2   |
| Rowan Companies, Inc.                              |           | 10,300    | 0.4   |      | 0.4   |
| Royal & Sun Alliance Insurance Group Plc           |           | 1,308,275 | 16.8  |      | 16.8  |
| Royal Bank of Canada                               |           | 7,601,942 | 386.6 | 12.3 | 398.9 |
|  |           |           |       | 51.0 | 51.0  |
| Royal Bank of Scotland Group Plc                   |           | 917,576   | 32.6  |      | 32.6  |
| Royal Dutch Petroleum Company, The                 |           | 1,892,900 | 173.2 |      | 173.2 |
| Royal Group Technologies Limited                   |           | 1,175,786 | 22.0  | 16.2 | 38.2  |
| Russell Corp.                                      |           | 24,100    | 0.6   |      | 0.6   |
| Ryder System, Inc.                                 |           | 12,200    | 0.3   |      | 0.3   |
| SACO SmartVision Inc. <sup>1</sup>                 | A, F      | 2,772,500 | 2.2   |      | 2.2   |
| SAP AG   |           | 35,100    | 1.8   | 1.8  |       |
|  | preferred | 192,050   | 40.6  | 40.6 | 42.4  |
| SBC Communications Inc.                            |           | 822,140   | 59.0  |      | 59.0  |
| SDL, Inc.  |           | 557,632   | 124.1 |      | 124.1 |
| SEAT Pagine Gialle SpA                             |           | 68,746    | 0.2   |      | 0.2   |
| SEMA Group Plc                                     |           | 348,000   | 2.3   |      | 2.3   |
| SGS Société Générale de Surveillance Holding S.A.  |           | 728       | 1.6   |      | 1.6   |
| SK Telecom Co., Ltd                                |           | 35,760    | 10.7  |      | 10.7  |
| SL Green Realty Corp.                              | H         | 250,000   | 10.5  |      | 10.5  |
| SM Prime Holdings Inc.                             |           | 7,874,730 | 1.4   |      | 1.4   |
| SMC Corporation                                    |           | 31,600    | 6.1   |      | 6.1   |
| SNC-Lavalin Group Inc. <sup>1</sup>                | A, D, J   | 5,206,927 | 72.6  | 19.9 | 92.5  |
| SPT Telecom AS                                     |           | 101,300   | 2.1   |      | 2.1   |
| SR Telecom Inc.                                    | A, J      | 487,600   | 1.5   | 12.1 | 13.6  |
| SSgA Dow Jones Canada 40 Index Participation Units |           | 2,624,000 | 152.5 |      | 152.5 |
| STMicroelectronics                                 |           | 205,977   | 13.5  |      | 13.5  |
| Safeco Corporation                                 |           | 29,700    | 1.5   |      | 1.5   |
| Safeway Inc.                                       |           | 85,500    | 8.0   |      | 8.0   |
| Safeway Plc  |           | 622,715   | 4.2   |      | 4.2   |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS                    | Designation | Subsidiaries | Shares     |        | Convertible Securities | Bonds | Subtotal | Total |
|---------------------------------|-------------|--------------|------------|--------|------------------------|-------|----------|-------|
|                                 |             |              | Number     | Amount |                        |       |          |       |
| Saga Communications, Inc.       | class A     |              | 52,000     | 1.2    |                        |       |          | 1.2   |
| Sage Group Plc, The             |             |              | 21,900     | 0.2    |                        |       |          | 0.2   |
| Sagem SA                        |             |              | 6,030      | 1.2    |                        |       |          | 1.2   |
| Sailor Pen Co., Ltd, The        |             |              | 736,000    | 5.2    |                        |       |          | 5.2   |
| Saint-Gobain                    |             |              | 18,913     | 4.5    |                        |       |          | 4.5   |
| Saipem S.p.A.                   |             |              | 552,357    | 4.5    |                        |       |          | 4.5   |
| Saks Incorporated               |             |              | 34,100     | 0.5    |                        |       |          | 0.5   |
| Sakura Bank                     |             |              | 1,231,000  | 11.2   |                        |       |          | 11.2  |
| Sampo Insurance Company Ltd     | class A     |              | 136,213    | 11.0   |                        |       |          | 11.0  |
| Samsung Electronics Co., Ltd    |             |              | 59,712     | 11.2   |                        |       |          | 11.2  |
| Samsung Fire & Marine Insurance |             |              | 69,300     | 2.3    |                        |       |          | 2.3   |
| Samsung Heavy Industry Co., Ltd |             |              | 100,000    | 0.5    |                        |       |          | 0.5   |
| Samsung SDI Co., Ltd            |             |              | 42,650     | 2.4    |                        |       |          | 2.4   |
| Samsung Securities Company Ltd  |             |              | 12,018     | 0.3    |                        |       |          | 0.3   |
| San Francisco Boutique, Inc.    | class B     | A            | 281,300    | 1.3    |                        |       |          | 1.3   |
| San Miguel Corporation          | class B     |              | 1,146,740  | 1.9    |                        |       |          | 1.9   |
| Sankyo Company, Ltd             |             |              | 221,000    | 8.0    |                        |       |          | 8.0   |
| Sanlam Limited                  |             |              | 885,000    | 1.7    |                        |       |          | 1.7   |
| Sanmina Corp.                   |             |              | 4,900      | 0.6    |                        |       |          | 0.6   |
| Sanofi-Synthelabo SA            |             |              | 165,000    | 16.5   |                        |       |          | 16.5  |
| Santos Limited                  |             |              | 193,200    | 1.0    |                        |       |          | 1.0   |
| Sanwa Bank Ltd, The             |             |              | 1,373,000  | 14.5   |                        |       |          | 14.5  |
| Sapient Corp.                   |             |              | 3,800      | 0.1    |                        |       |          | 0.1   |
| Sappi Limited                   |             |              | 508,420    | 5.4    |                        |       |          | 5.4   |
| Saputo Inc.                     |             | A, F, J      | 1,132,700  | 41.1   |                        |       |          | 41.1  |
| Sara Lee Corporation            |             |              | 766,180    | 28.3   |                        |       |          | 28.3  |
| Saratoga Beverage Group Inc.    |             | A            | 20,000,000 | 30.0   |                        |       |          | 30.0  |
| Saskatchewan Wheat Pool         | class B     |              | 592,500    | 1.7    |                        |       |          | 1.7   |
| Sasol Limited                   |             |              | 197,716    | 1.9    |                        |       |          | 1.9   |
| Sceptre Investment Counsel Ltd  |             | F            | 100,000    | 1.6    |                        |       |          | 1.6   |
| Schering-Plough Corporation     |             |              | 16,000     | 1.4    |                        |       |          | 1.4   |
| Schlumberger Limited            |             |              | 168,600    | 20.2   |                        |       |          | 20.2  |
| Schneider Corporation           | class A     |              | 212,645    | 4.3    |                        |       |          | 4.3   |
| Schneider Electric SA           |             |              | 165,877    | 18.2   |                        |       |          | 18.2  |

|  |         |      |           |       |      |       |
|--|---------|------|-----------|-------|------|-------|
| Scotiabank                                 |         |      | 7,060,565 | 305.0 |      | 305.0 |
| Scottish & NewCastle Breweries Plc         |         |      | 805,235   | 8.5   |      | 8.5   |
| ScottishPower Plc                          |         |      | 650,808   | 7.7   |      | 7.7   |
| Seahawk Minerals Ltd.                      |         | F    | 385,500   | 0.3   |      | 0.3   |
| Sealed Air Corporation                     |         |      | 10,500    | 0.5   |      | 0.5   |
| Sears Canada Inc.                          |         |      | 357,197   | 7.7   | 24.6 | 32.3  |
| Sears Canada Receivable Trust              |         |      |           |       | 10.3 | 10.3  |
| Sears, Roebuck and Co.                     |         |      | 48,400    | 2.5   |      | 2.5   |
| Secom Co., Ltd                             |         |      | 3,000     | 0.3   |      | 0.3   |
| Sekisui House, Ltd                         |         |      | 13,000    | 0.2   |      | 0.2   |
| Sembcorp Industries Limited                |         |      | 796,415   | 1.2   |      | 1.2   |
| Semen Gresik                               |         |      | 273,500   | 0.2   |      | 0.2   |
| Sempra Energy                              |         |      | 6,700     | 0.2   |      | 0.2   |
| Service Corp. International                |         |      | 8,900     | -     |      | -     |
| Servicemaster Company                      |         |      | 10,000    | 0.2   |      | 0.2   |
| Seven-Eleven Japan Co., Ltd                |         |      | 2,000     | 0.2   |      | 0.2   |
| Severn Trent                               |         |      | 157,320   | 2.6   |      | 2.6   |
| Severoceske Doly                           |         |      | 5,111     | -     |      | -     |
| Shanghai Industrial Holdings Limited       |         |      | 50,000    | 0.1   |      | 0.1   |
| Shanghai Petrochemical Company Ltd         |         |      | 5,826,000 | 0.9   |      | 0.9   |
| Shangri-La Asia Ltd                        |         |      | 322,000   | 0.5   |      | 0.5   |
| Sharp Corporation                          |         |      | 8,000     | 0.1   |      | 0.1   |
| Shaw Communications Inc.                   | class B | A, J | 1,342,742 | 47.0  | 26.8 | 73.8  |
| Shaw Industries Inc.                       |         |      | 4,200     | 0.1   |      | 0.1   |
| Shaw Industries Ltd                        | class A | A, J | 1,341,600 | 21.4  |      | 21.4  |
| Shell Canada Limited                       |         |      | 464,474   | 18.2  |      | 18.2  |
| Shell Transport & Trading Company, Plc The |         |      | 720,000   | 8.9   |      | 8.9   |
| Shermag Inc.                               |         | A    | 740,800   | 4.8   |      | 4.8   |
| Sherritt International Corporation         |         |      | 350,000   | 1.5   | 40.1 | 41.6  |
| Sherritt Power Corporation                 |         |      |           |       | 8.3  | 8.3   |
| Sherwin-Williams Company, The              |         |      | 62,300    | 2.5   |      | 2.5   |
| Shin Corporations Public Company Limited   |         |      | 427,400   | 2.4   |      | 2.4   |
| Shin-Etsu Chemical Co., Ltd                |         |      | 250,350   | 14.5  |      | 14.5  |
| Shinhan Bank                               |         |      | 206,100   | 2.5   |      | 2.5   |
| Shinsegae Department Store Company         |         |      | 16,080    | 0.9   |      | 0.9   |
| Shionogi & Co., Ltd                        |         |      | 479,000   | 14.7  |      | 14.7  |
| Shizuoka Bank, Ltd, The                    |         |      | 9,000     | 0.1   |      | 0.1   |
| Sicafi Cibix                               |         | I    | 731,500   | 40.7  |      | 40.7  |
| Siam Cement Public Company Limited         |         |      | 82,700    | 1.2   |      | 1.2   |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS                                 | Designation | Subsidiaries | Shares    |        | Convertible Securities | Bonds | Subtotal | Total |
|--|-------------|--------------|-----------|--------|------------------------|-------|----------|-------|
|  |             |              | Number    | Amount |                        |       |          |       |
| Siam City Cement Public Company Limited      |             |              | 211,300   | 0.9    |                        |       |          | 0.9   |
| Siam Commercial Bank Public Company Ltd      |             |              | 2,027,500 | 1.4    |                        |       |          | 1.4   |
| Sico Inc.                                    |             | F            | 3,300     | -      |                        |       |          | -     |
| Siderca S.A.I.C.                             |             |              | 289,000   | 0.8    |                        |       |          | 0.8   |
| Siebel Systems, Inc.                         |             |              | 13,800    | 1.4    |                        |       |          | 1.4   |
| Siemens AG                                   |             |              | 225,232   | 44.2   |                        |       |          | 44.2  |
| Sierra Wireless Inc.                         |             |              | 92,300    | 6.6    |                        |       |          | 6.6   |
| Sigma-Aldrich Corporation                    |             |              | 14,500    | 0.9    |                        |       |          | 0.9   |
| Signature 4 Ltd                              |             |              |           |        |                        | 15.4  |          | 15.4  |
| Siliconware Precision Industries Company     |             |              | 100,000   | 0.4    |                        |       |          | 0.4   |
| Silverstone                                  |             |              | 16,507    | -      |                        |       |          | -     |
| Simon Property Group, Inc.                   |             | H, J         | 305,500   | 11.0   |                        |       |          | 11.0  |
| Singapore Exchange Ltd                       |             |              | 1,470,000 | 1.7    |                        |       |          | 1.7   |
| Singapore International Airlines             |             |              | 524,400   | 7.8    |                        |       |          | 7.8   |
| Singapore Press Holdings Ltd                 |             |              | 614,994   | 13.6   |                        |       |          | 13.6  |
| Singapore Technologies Engineering Ltd       |             |              | 589,000   | 1.4    |                        |       |          | 1.4   |
| Singapore Telecommunications, Ltd            |             |              | 1,328,940 | 3.1    |                        |       |          | 3.1   |
| Sino-Forest Corporation                      | class A     |              | 2,312,400 | 2.3    |                        |       |          | 2.3   |
| Siparex                                      |             | D            | 83,649    | 3.4    |                        |       |          | 3.4   |
| Skandia Forsakrings AB                       |             |              | 114,980   | 2.8    |                        |       |          | 2.8   |
| Slocan Forest Products Ltd                   |             |              | 85,000    | 0.7    |                        |       |          | 0.7   |
| SmarTone Telecommunications Holdings Limited |             |              | 70,000    | 0.2    |                        |       |          | 0.2   |
| Smith & Nephew Associates Plc                |             |              | 1,457,079 | 10.1   |                        |       |          | 10.1  |
| Smith (Howard) Limited                       |             |              | 28,000    | 0.2    |                        |       |          | 0.2   |
| Smiths Industries Plc                        |             |              | 563,410   | 10.2   |                        |       |          | 10.2  |
| Smurfit-Stone Container Corporation          |             |              | 66,100    | 1.5    |                        |       |          | 1.5   |
| Snap-on Incorporated                         |             |              | 21,000    | 0.9    |                        |       |          | 0.9   |
| Sobeys Inc.                                  |             |              | 244,053   | 6.1    |                        | 25.4  |          | 31.5  |
| Sociedad General de Aguas de Barcelona, S.A. |             |              | 484,915   | 8.9    |                        |       |          | 8.9   |
| Societe BIC SA                               |             |              | 63,000    | 3.7    |                        |       |          | 3.7   |
| Société Générale                             |             |              | 514,104   | 48.0   |                        |       |          | 48.0  |
| Sodexo Alliance SA                           |             |              | 88,570    | 24.6   |                        |       |          | 24.6  |
| Sodisco-Howden Group Inc.                    |             | A            | 1,116,643 | 1.9    |                        |       |          | 1.9   |
| Softbank Corp.                               |             |              | 123,800   | 6.5    |                        |       |          | 6.5   |



|  |         |      |           |      |      |      |
|--|---------|------|-----------|------|------|------|
| Software AG                                  |         |      | 297,976   | 34.7 |      | 34.7 |
| Solelectron Corporation                      |         |      | 591,800   | 30.1 |      | 30.1 |
| Sonae Investimentos-SGPS SA                  |         |      | 60,426    | 0.1  |      | 0.1  |
| Sonera Oyj                                   |         |      | 428,466   | 11.7 |      | 11.7 |
| Sonoco Products Company                      |         |      | 51,100    | 1.7  |      | 1.7  |
| Sonus Networks, Inc.                         |         |      | 39,200    | 1.5  |      | 1.5  |
| Sony Corporation                             |         |      | 668,500   | 69.5 |      | 69.5 |
| South African Breweries Plc                  |         |      | 575,444   | 6.1  |      | 6.1  |
| South China Morning Post (Holdings) Limited  |         |      | 4,996,000 | 5.6  |      | 5.6  |
| Southcorp Limited                            |         |      | 300,000   | 1.2  |      | 1.2  |
| Southern Company, The                        |         |      | 22,000    | 1.1  |      | 1.1  |
| Southern Peru Limited                        |         |      | 13,918    | 0.3  |      | 0.3  |
| Southwest Airlines Company                   |         |      | 35,700    | 1.8  |      | 1.8  |
| Sovereign Bank Home Equity Loan Trust        |         |      |           |      | 15.1 | 15.1 |
| Spectra Premium Industries Inc. <sup>1</sup> | A       |      | 2,817,200 | 7.2  |      | 7.2  |
| Spherion Corporation                         |         |      | 110,500   | 1.9  |      | 1.9  |
| Spirent plc                                  |         |      | 177,600   | 2.4  |      | 2.4  |
| Sprint Corporation                           |         |      | 165,800   | 5.1  |      | 5.1  |
| St-Paul Companies Inc., The                  |         |      | 38,600    | 3.1  |      | 3.1  |
| Standard Bank Investment Corporation Limited |         |      | 200,000   | 1.2  |      | 1.2  |
| Stanley Works, The                           |         |      | 2,800     | 0.1  |      | 0.1  |
| Stantec Inc.                                 |         |      | 200,000   | 3.1  |      | 3.1  |
| Staples, Inc.                                |         |      | 14,900    | 0.3  |      | 0.3  |
| Startech Energy, Inc.                        |         |      | 150,000   | 1.6  |      | 1.6  |
| Starwood Hotels & Resorts Worldwide Inc.     | H, J    |      | 221,200   | 11.7 |      | 11.7 |
| State Bank of India                          |         |      | 61,800    | 0.8  |      | 0.8  |
| State Street Corporation                     |         |      | 5,200     | 1.0  |      | 1.0  |
| Stelco Inc.                                  | class A | A, J | 5,307,171 | 19.4 | 23.5 | 42.9 |
| Stora Enso Oyj                               |         |      | 1,461,311 | 26.0 |      | 26.0 |
| Strait Crossing Development Inc.             |         |      |           |      | 8.7  | 8.7  |
| Strayer Education, Inc.                      |         |      | 25,900    | 1.0  |      | 1.0  |
| StressGen Biotechnologies Corporation        |         |      | 255,300   | 1.7  |      | 1.7  |
| Suez Lyonnaise des Eaux S.A.                 |         |      | 81,634    | 22.4 |      | 22.4 |
| Sumitomo Bank, Ltd, The                      |         |      | 1,849,000 | 28.5 |      | 28.5 |
| Sumitomo Chemical Co., Ltd                   |         |      | 1,388,000 | 10.4 |      | 10.4 |
| Sumitomo Corporation                         |         |      | 1,092,000 | 11.8 |      | 11.8 |
| Sumitomo Electric Industries, Ltd            |         |      | 109,000   | 2.7  |      | 2.7  |
| Sumitomo Forestry Co., Ltd                   |         |      | 337,000   | 3.6  |      | 3.6  |
| Sumitomo Heavy Industries Ltd                |         |      | 234,000   | 0.5  |      | 0.5  |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS                           | Designation | Subsidiaries | Shares    |        | Convertible Securities | Bonds | Subtotal | Total |
|--|-------------|--------------|-----------|--------|------------------------|-------|----------|-------|
|  |             |              | Number    | Amount |                        |       |          |       |
| Sumitomo Metal Industries, Ltd         |             |              | 3,140,000 | 2.7    |                        |       |          | 2.7   |
| Sumitomo Realty & Development Co., Ltd |             |              | 301,000   | 2.3    |                        |       |          | 2.3   |
| Summit Bancorp.                        |             |              | 41,800    | 2.4    |                        |       |          | 2.4   |
| Sun Hung Kai Properties Limited        |             |              | 757,732   | 11.3   |                        |       |          | 11.3  |
| Sun Life Financial Services of Canada  |             | A            | 4,758,773 | 190.4  |                        | 70.8  |          | 261.2 |
| Sun Microsystems Inc.                  |             |              | 781,200   | 32.7   |                        |       |          | 32.7  |
| Suncor Energy Inc.                     |             |              | 3,023,857 | 115.8  |                        |       |          | 115.8 |
| Sunday Communications Ltd              |             |              | 100,000   | -      |                        |       |          | -     |
| Sunevision Holdings Limited            |             |              | 155,690   | 0.1    |                        |       |          | 0.1   |
| Sunoco, Inc.                           |             |              | 35,900    | 1.8    |                        |       |          | 1.8   |
| Sunrise Assisted Living, Inc.          |             |              | 35,300    | 1.3    |                        |       |          | 1.3   |
| Suntrust Banks Inc.                    |             |              | 9,700     | 0.9    |                        |       |          | 0.9   |
| Supervalu Inc.                         |             |              | 67,800    | 1.4    |                        |       |          | 1.4   |
| Suramericana de Seguros S.A.           |             |              | 49,820    | -      |                        |       |          | -     |
| Surgutneftegaz                         |             |              | 223,100   | 3.4    |                        |       |          | 3.4   |
| Suzuki Motor Corporation               |             |              | 400,000   | 6.4    |                        |       |          | 6.4   |
| Svenska Handelsbanken AB               | class A     |              | 345,272   | 8.9    |                        |       |          | 8.9   |
| Swiecie S.A.                           |             |              | 21,594    | 0.2    |                        |       |          | 0.2   |
| Swire Pacific Limited                  | class A     |              | 739,000   | 8.0    |                        |       |          | 8.0   |
| Swiss Reinsurance Co.                  |             |              | 14,579    | 52.5   |                        |       |          | 52.5  |
| Swisscom AG                            |             |              | 14,961    | 5.8    |                        |       |          | 5.8   |
| Sycamore Networks, Inc.                |             |              | 1,950     | 0.1    |                        |       |          | 0.1   |
| Syngenta AG                            |             |              | 45,144    | 3.6    |                        |       |          | 3.6   |
| Synopsys Inc.                          |             |              | 253,300   | 18.0   |                        |       |          | 18.0  |
| Sysco Corp.                            |             |              | 21,600    | 1.0    |                        |       |          | 1.0   |
| T.G.S. Properties Ltd                  |             | H            | 420,727   | 0.7    | 0.8                    |       |          | 1.5   |
| TABCORP Holdings Limited               |             |              | 686,402   | 6.3    |                        |       |          | 6.3   |
| TCW GEM Ltd                            |             |              |           |        |                        | 10.7  |          | 10.7  |
| TD Waterhouse Group, Inc.              |             | F, J         | 243,000   | 4.8    |                        |       |          | 4.8   |
| TDK Corp.                              |             |              | 23,000    | 3.4    |                        |       |          | 3.4   |
| TELUS Corporation                      |             |              | 477,923   | 19.9   |                        |       | 19.9     |       |
|  | class A     |              | 1,932,035 | 75.8   |                        |       | 75.8     | 95.7  |
| THK Company Limited                    |             |              | 43,000    | 1.4    |                        |       |          | 1.4   |
| TJX Companies, Inc., The               |             | F, J         | 57,225    | 2.4    |                        |       |          | 2.4   |

|  |           |   |             |       |      |       |
|--|-----------|---|-------------|-------|------|-------|
| TLC Laser Eye Centers inc.                     |           |   | 237,083     | 0.5   |      | 0.5   |
| TRW Inc.                                       |           |   | 9,000       | 0.5   |      | 0.5   |
| TV Azteca, S.A. de C.V.                        |           |   | 17,200      | 0.3   |      | 0.3   |
| TVA Group Inc.                                 | class B   |   | 1,141,266   | 16.5  |      | 16.5  |
| TVX Gold Inc.                                  |           |   | 103,510     | 0.2   |      | 0.2   |
| TXU Corp.                                      |           |   | 57,300      | 3.8   |      | 3.8   |
| Tabak A.S.                                     |           |   | 1,239       | 0.3   |      | 0.3   |
| Taisho Pharmaceutical Co., Ltd                 |           |   | 120,000     | 4.9   |      | 4.9   |
| Taiwan Semiconductor Manufacturing Company Ltd |           |   |             | -     |      | -     |
| Taiyo Yuden Co., Ltd                           |           |   | 141,000     | 7.1   |      | 7.1   |
| Takeda Chemical Industries, Ltd                |           |   | 349,000     | 31.0  |      | 31.0  |
| Takefuji Corporation                           |           |   | 26,700      | 2.5   |      | 2.5   |
| Talisman Energy Inc.                           |           |   | 2,974,951   | 165.6 |      | 165.6 |
| Target Corporation                             |           |   | 833,097     | 40.4  |      | 40.4  |
| Targeted Genetics Corporation <sup>2</sup>     |           | B | 2,466,667   | 24.8  | 24.8 |       |
|  | warrants  | B | 1,333,333   | 10.7  | 10.7 | 35.5  |
|  |           |   | 815,667     | 4.6   |      | 4.6   |
| Tate & Lyle, Plc                               |           |   |             |       | 14.9 | 14.9  |
| Team Fleet Financing Corporation, série 1998-2 |           |   |             |       |      | 14.9  |
| Tech Data Corporation                          |           |   | 46,000      | 1.9   |      | 1.9   |
| Technisource, Inc.                             |           |   | 20,400      | -     |      | -     |
| Teck Corporation <sup>1</sup>                  | class A   |   | 741,200     | 10.2  | 8.1  | 18.3  |
|  | class B   |   | 1,006,984   | 14.3  |      | 14.3  |
|  |           |   | 290,240     | 1.2   |      | 1.2   |
| Tecnost SpA                                    |           |   |             |       |      | 1.2   |
| Tecsys Inc.                                    |           | B | 551,306     | 2.0   | 2.0  |       |
|  | warrants  | B | 2,000       | -     | -    | 2.0   |
|  |           |   |             |       | -    | -     |
| Tee-Comm Electronics Inc.                      |           |   |             |       |      | -     |
| Tele Centro Oeste Celular Participacoes        |           |   | 20,000      | 0.3   |      | 0.3   |
| Tele Centro Sul Participacoes S.A.             |           |   | 75,000,000  | 1.0   |      | 1.0   |
| Tele Danmark A/S                               |           |   | 76,432      | 4.7   |      | 4.7   |
| Tele Norte Leste Participacoes S.A. (telemar)  |           |   | 50,034,756  | 2.4   | 2.4  |       |
|  | preferred |   | 175,221,784 | 5.7   | 5.7  | 8.1   |
|  |           |   |             |       | 11.7 | 11.7  |
| Télébec Ltd                                    |           |   |             |       |      | 11.7  |
| Telecel-Comunicacoes Pessoais, S.A.            |           |   | 56,900      | 0.9   |      | 0.9   |
| Telecom Argentina Stet- France Telecom S.A.    |           |   | 84,100      | 2.0   |      | 2.0   |
| Telecom Corporation of New Zealand Ltd         |           |   | 106,000     | 0.3   |      | 0.3   |
| Telecom Italia Mobile SpA                      |           |   | 2,686,113   | 32.2  |      | 32.2  |
| Telecom Italia SpA                             |           |   | 1,091,370   | 18.2  | 18.2 |       |
|  | preferred |   | 855,747     | 7.7   | 7.7  | 25.9  |
|  |           |   | 2,167,105   | 1.0   |      | 1.0   |
| TelecomAsia Corporation Public Company Limited |           |   |             |       |      | 1.0   |
| Telefonica de Argentina                        |           |   |             |       | 1.5  | 1.5   |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS  | Designation | Subsidiaries | Shares      |        | Convertible Securities | Bonds | Subtotal | Total |
|---|-------------|--------------|-------------|--------|------------------------|-------|----------|-------|
|   |             |              | Number      | Amount |                        |       |          |       |
| Telefonica S.A.                                       |             |              | 1,548,205   | 40.1   |                        |       |          | 40.1  |
| Telefonos de Chile                                    |             |              | 162,325     | 3.2    |                        |       |          | 3.2   |
| Telefonos de Mexico S.A.                              |             |              | 97,200      | 6.6    |                        |       | 6.6      |       |
|   | class L     |              | 1,761,000   | 5.9    |                        |       | 5.9      | 12.5  |
| Telekomunikacja Polska S.A.                           |             |              | 225,266     | 2.3    |                        |       |          | 2.3   |
| Telesat Canada Inc                                    |             |              |             |        |                        | 8.0   |          | 8.0   |
| Telesp Celular Participacoes S.A.                     |             |              | 27,500      | 1.1    |                        |       | 1.1      |       |
|   | preferred   |              | 150,906,566 | 2.4    |                        |       | 2.4      | 3.5   |
| Telesysteme International Wireless Inc. <sup>12</sup> |             | A, C, J      | 10,423,870  | 80.3   | 14.2                   | 48.3  |          | 142.8 |
| Television Broadcasts Ltd                             |             |              | 375,344     | 3.0    |                        |       |          | 3.0   |
| Télévision française (TF1)                            |             |              | 326,192     | 26.5   |                        |       |          | 26.5  |
| Telia AB  |             |              | 615,385     | 4.8    |                        |       |          | 4.8   |
| Tellabs Inc.  |             |              | 11,100      | 0.9    |                        |       |          | 0.9   |
| Telstra Corporation Limited                           |             |              | 1,998,270   | 10.7   |                        |       |          | 10.7  |
| Tembec inc.   |             | A, J         | 6,301,400   | 87.9   |                        | 21.9  |          | 109.8 |
| Temple Inland Inc.                                    |             |              | 31,900      | 2.6    |                        |       |          | 2.6   |
| Tenaga Nasional Berhad                                |             |              |             |        |                        | 7.5   |          | 7.5   |
| Tenet Healthcare Corp.                                |             |              | 23,600      | 1.6    |                        |       |          | 1.6   |
| Teradyne, Inc.  |             |              | 42,000      | 2.3    |                        |       |          | 2.3   |
| Tesco Corporation                                     |             |              | 344,417     | 5.3    |                        |       |          | 5.3   |
| Tesco Plc   |             |              | 4,106,636   | 25.1   |                        |       |          | 25.1  |
| Teva Pharmaceutical Industries Ltd                    |             |              | 35,270      | 3.8    |                        |       |          | 3.8   |
| Texaco Inc.   |             |              | 36,400      | 3.4    |                        |       |          | 3.4   |
| Texas Instruments Incorporated                        |             | C, J         | 114,430     | 8.1    |                        |       |          | 8.1   |
| Textron, Inc.   |             |              | 256,200     | 17.9   |                        |       |          | 17.9  |
| Thai Farmers Bank Public Company Limited              |             |              | 2,332,500   | 1.7    |                        |       | 1.7      |       |
|   | warrants    |              | 6,150       | -      |                        |       | -        | 1.7   |
| Theratechnologies Inc.                                |             |              | 129,900     | 1.6    |                        |       |          | 1.6   |
| Thermo Electron Corporation                           |             |              | 19,600      | 0.9    |                        |       |          | 0.9   |
| Thomas & Betts Corporation                            |             |              | 18,900      | 0.5    |                        |       |          | 0.5   |
| Thomson Corporation, The                              |             |              | 962,599     | 55.3   |                        |       |          | 55.3  |
| ThyssenKrupp AG                                       |             |              | 639,304     | 14.9   |                        |       |          | 14.9  |
| Tietoerator Oyj                                       |             |              | 158,502     | 6.5    |                        |       |          | 6.5   |
| Tiger Oats Ltd  |             |              | 50,000      | 0.6    |                        |       |          | 0.6   |

|   |           |         |            |       |       |       |       |
|---|-----------|---------|------------|-------|-------|-------|-------|
| Time Warner Inc.                                    |           |         | 210,300    | 16.5  |       |       | 16.5  |
| Titan Cement Company S.A.                           |           |         | 7,660      | 0.5   |       |       | 0.5   |
| Tokai Bank Limited, The                             |           |         | 363,000    | 2.4   |       |       | 2.4   |
| Tokio Marine & Fire Insurance Company, Limited, The |           |         | 250,000    | 4.3   |       |       | 4.3   |
| Tokyo Electric Power Co., Inc., The                 |           |         | 829,200    | 30.9  |       |       | 30.9  |
| Tokyo Electron Ltd                                  |           |         | 255,800    | 21.1  |       |       | 21.1  |
| Tokyo Seimitsu Co., Ltd                             |           |         | 39,300     | 3.4   |       |       | 3.4   |
| Toppan Printing Co., Ltd                            |           |         | 76,000     | 1.0   |       |       | 1.0   |
| Toray Industries, Inc.                              |           |         | 1,339,000  | 7.6   |       |       | 7.6   |
| Torchmark Corporation                               |           |         | 43,000     | 2.5   |       |       | 2.5   |
| Toronto-Dominion Bank, The                          |           |         | 6,063,188  | 263.4 |       |       | 263.4 |
|   |           |         |            |       |       | 25.0  | 25.0  |
| Torstar Corporation                                 | class B   |         | 1,184,924  | 24.1  |       |       | 24.1  |
| Toshiba Group Companies, The                        |           |         | 2,407,000  | 24.2  |       |       | 24.2  |
| Tostem Corporation                                  |           |         | 239,000    | 4.5   |       |       | 4.5   |
| Total Fina S.A.                                     |           |         | 25,000     | 2.7   |       | 2.7   |       |
|   | class B   |         | 647,548    | 144.6 |       | 144.6 | 147.3 |
| Toto Limited  |           |         | 732,000    | 7.8   |       |       | 7.8   |
| TouchTunes Music Corporation                        | preferred | B, C    | 18,124,663 | 54.5  |       |       | 54.5  |
| Toyo Trust and Banking Company, Limited, The        |           |         | 258,000    | 1.2   |       |       | 1.2   |
| Toyoda Gosei Co., Ltd                               |           |         | 67,000     | 2.1   |       |       | 2.1   |
| Toyota Motor Corporation                            |           |         | 1,193,900  | 57.3  |       |       | 57.3  |
| Toys "R" Us, Inc.                                   |           |         | 6,600      | 0.2   |       |       | 0.2   |
| Trafficmaster plc                                   |           |         | 301,000    | 2.6   |       |       | 2.6   |
| Trans Cosmos Inc.                                   |           |         | 7,800      | 0.5   |       |       | 0.5   |
| Trans-Québec Maritimes Pipelines                    |           |         |            |       |       | 10.2  | 10.2  |
| TransAlta Corporation                               |           |         | 1,480,055  | 32.6  |       |       | 32.6  |
| TransCanada PipeLines Limited                       |           |         | 2,758,117  | 47.4  |       | 33.0  | 80.4  |
| Transat A.T. Inc. <sup>1</sup>                      |           | A, J    | 3,304,375  | 28.9  |       |       | 28.9  |
| Transforce Inc.                                     |           | A       | 2,099,600  | 3.6   |       |       | 3.6   |
| Transocean Sedco Forex Inc.                         |           |         | 6,900      | 0.5   |       |       | 0.5   |
| Trega Biosciences Inc.                              |           | B       | 17,233     | -     |       |       | -     |
| Trend Micro Incorporated                            |           |         | 10,000     | 1.1   |       |       | 1.1   |
| Trenwick Group Ltd                                  |           | D       | 3,577      | 0.1   |       |       | 0.1   |
| Tribeca Mortgage Fund I                             |           |         |            |       |       | 30.1  | 30.1  |
| Tribune Company                                     |           |         | 55,100     | 3.5   |       |       | 3.5   |
| Trilon Financial Corporation                        | class A   |         | 766,798    | 9.0   |       | 14.1  | 23.1  |
| Trimac Corporation                                  |           |         |            |       | 46.7  |       | 46.7  |
| Trizec Hahn Corporation                             |           | A, H, J | 3,228,470  | 75.1  | 272.2 | 29.4  | 376.7 |
| Tubos de Acero de Mexico S.A.                       |           |         | 52,500     | 1.1   |       |       | 1.1   |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS   | Designation  | Subsidiaries | Shares     |        | Convertible Securities | Bonds | Subtotal | Total |
|--|--------------|--------------|------------|--------|------------------------|-------|----------|-------|
|  |              |              | Number     | Amount |                        |       |          |       |
| Tundra Semiconductor Corporation                       |              |              | 123,000    | 5.2    |                        |       |          | 5.2   |
| Turbo Genset, Inc.                                     | class A      |              | 80,000     | 3.5    |                        |       |          | 3.5   |
| Tyco International Ltd                                 |              |              | 738,100    | 61.5   |                        |       |          | 61.5  |
| Tyson Foods, Inc.                                      | class A      |              | 71,500     | 1.4    |                        |       |          | 1.4   |
| U.S. Bancorp   |              | D, J         | 94,899     | 4.2    |                        |       |          | 4.2   |
| UAL Corporation  |              |              | 1,700      | 0.1    |                        |       |          | 0.1   |
| UBS AG   |              |              | 207,281    | 50.8   |                        |       |          | 50.8  |
| UPM - Kymmene Oyj                                      |              |              | 89,700     | 4.6    |                        |       |          | 4.6   |
| US Airways Group, Inc.                                 |              |              | 2,200      | 0.1    |                        |       |          | 0.1   |
| USA Networks, Inc.                                     |              |              | 63,500     | 1.9    |                        |       |          | 1.9   |
| USG Corp.  |              |              | 1,500      | 0.1    |                        |       |          | 0.1   |
| UST Inc.   |              |              | 21,000     | 0.9    |                        |       |          | 0.9   |
| USX-Marathon Group Inc.                                |              |              | 10,200     | 0.4    |                        |       |          | 0.4   |
| USX-U.S. Steel Group Inc.                              |              |              | 2,900      | 0.1    |                        |       |          | 0.1   |
| UTS Energy Corporation                                 |              | A, J         | 4,552,500  | 3.6    |                        |       |          | 3.6   |
| Uni-Charm Corporation                                  |              |              | 45,000     | 3.4    |                        |       |          | 3.4   |
| Uni-Select Inc. <sup>1</sup>                           |              | A, J         | 2,640,000  | 24.9   |                        |       |          | 24.9  |
| UniCredito Italiano SPA                                |              |              | 11,020,832 | 86.2   |                        |       |          | 86.2  |
| Uniao de Bancos Brasileiros S.A. (Unibanco)            |              |              | 31,000     | 1.4    |                        |       |          | 1.4   |
| Unican Security Systems Ltd                            | class B      | A, J         | 902,450    | 30.5   |                        |       |          | 30.5  |
| Unilever Plc   |              |              | 1,412,048  | 18.2   |                        |       | 18.2     |       |
|  | certificates |              | 648,349    | 61.6   |                        |       | 61.6     | 79.8  |
| Union Carbide Corporation                              |              |              | 33,300     | 2.7    |                        |       |          | 2.7   |
| Union Electrica Fenosa S.A.                            |              |              | 829,654    | 22.9   |                        |       |          | 22.9  |
| Union Pacific Corp.                                    |              |              | 45,100     | 3.4    |                        |       |          | 3.4   |
| UnionBanCal Corporation                                |              |              | 24,000     | 0.9    |                        |       |          | 0.9   |
| United Broadcasting corporation Public Company Limited |              |              | 226,000    | 0.1    |                        |       |          | 0.1   |
| United Dominion Industries Limited                     |              |              | 318,095    | 5.7    |                        |       |          | 5.7   |
| United Overseas Bank Limited                           |              |              | 445,520    | 5.0    |                        |       |          | 5.0   |
| United Technologies Corporation                        |              |              | 23,100     | 2.7    |                        |       |          | 2.7   |
| United Utilities                                       |              |              | 131,080    | 2.0    |                        |       |          | 2.0   |
| UnitedHealth Group Incorporated                        |              |              | 10,600     | 1.0    |                        |       |          | 1.0   |
| Unocal Corporation                                     |              |              | 33,700     | 2.0    |                        |       |          | 2.0   |
| UnumProvident Corporation                              |              |              | 7,800      | 0.3    |                        |       |          | 0.3   |

|   |           |            |       |     |       |
|---|-----------|------------|-------|-----|-------|
| Ushio Inc.                              |           | 87,000     | 2.1   |     | 2.1   |
| Usinas Siderurgicas de Minas Gerais S.A |           | 106,200    | 0.7   |     | 0.7   |
| VERITAS Software Corporation            |           | 2,550      | 0.3   |     | 0.3   |
| VF Corporation                          |           | 39,900     | 2.2   |     | 2.2   |
| Valeo S.A.                              |           | 36,569     | 2.5   |     | 2.5   |
| Vallehermoso S.A.                       |           | 267,135    | 2.4   |     | 2.4   |
| Valores Bavaria S.A.                    |           | 93,550     | 0.1   |     | 0.1   |
| Van Houtte Inc.                         | A, J      | 971,100    | 27.2  |     | 27.2  |
| Vasogen Inc                             |           | 1,023,488  | 9.7   |     | 9.7   |
| Velan Inc. <sup>1</sup>                 | A         | 1,092,800  | 14.2  |     | 14.2  |
| Venture Manufacturing (Singapore) Ltd   |           | 16,000     | 0.2   |     | 0.2   |
| Vereniging Nederlandse Uitgevers Vb     |           | 192,833    | 14.2  |     | 14.2  |
| Verisign, Inc.                          |           | 16,400     | 1.8   |     | 1.8   |
| Verizon Communications                  |           | 869,652    | 65.5  |     | 65.5  |
| Vermilion Resources Ltd                 |           | 85,000     | 0.7   |     | 0.7   |
| Viacom Inc.                             | class B   | 170,150    | 11.9  |     | 11.9  |
| Videotron Group Ltd                     |           |            |       | 9.3 | 9.3   |
| Videsh Sanchar Nigam Ltd                |           | 61,575     | 1.2   |     | 1.2   |
| Vignette Corporation                    |           | 7,400      | 0.2   |     | 0.2   |
| Vina Concha Y Toro                      |           | 10,000     | 0.6   |     | 0.6   |
| Virginia Gold Mines Inc.                |           | 1,482,500  | 1.0   |     | 1.0   |
| Visteon Corporation                     |           | 44,061     | 0.8   |     | 0.8   |
| Vivendi Universal SA                    |           | 1,332,159  | 131.3 |     | 131.3 |
| Vodafone Group Plc                      |           | 41,956,626 | 233.5 |     | 233.5 |
| Votorantim Celulose e Papel S.A.        |           | 12,500     | 0.3   | 0.3 |       |
|   | preferred | 5,000,000  | 0.2   | 0.2 | 0.5   |
| Vulcan Materials Company                |           | 11,100     | 0.8   |     | 0.8   |
| W.W Grainger, Inc.                      |           | 3,000      | 0.2   |     | 0.2   |
| WMC Limited                             |           | 1,053,582  | 6.7   |     | 6.7   |
| Wachovia Corporation                    |           | 59,500     | 5.2   |     | 5.2   |
| Wal-Mart de Mexico S.A. de C.V.         | class C   | 208,000    | 0.6   | 0.6 |       |
|   | class V   | 856,742    | 2.6   | 2.6 | 3.2   |
| Wal-Mart Stores, Inc.                   |           | 1,518,742  | 121.2 |     | 121.2 |
| Walgreen Co.                            |           | 33,000     | 2.1   |     | 2.1   |
| Walt Disney Internet Group              |           | 1,500      | -     |     | -     |
| Wanadoo                                 |           | 94,600     | 1.2   |     | 1.2   |
| Wartsila Oyj                            | class B   | 24,300     | 0.7   |     | 0.7   |
| Washington Mutual Inc.                  |           | 125,400    | 10.0  |     | 10.0  |
| Waste Management, Inc.                  |           | 34,200     | 1.4   |     | 1.4   |
| Watson Pharmaceuticals, Inc.            |           | 3,900      | 0.3   |     | 0.3   |

**INVESTMENTS IN SHARES AND BONDS OF PUBLICLY TRADED COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS                                   | Designation | Subsidiaries | Shares    |        | Convertible Securities | Bonds | Subtotal | Total |
|--|-------------|--------------|-----------|--------|------------------------|-------|----------|-------|
|  |             |              | Number    | Amount |                        |       |          |       |
| Weatherford International, Inc.                |             |              | 25,000    | 1.8    |                        |       |          | 1.8   |
| Welfide Corporation                            |             |              | 366,000   | 4.3    |                        |       |          | 4.3   |
| Wellpoint Health Networks Inc.                 |             |              | 2,000     | 0.3    |                        |       |          | 0.3   |
| Wells Fargo Company                            |             |              | 477,615   | 39.9   |                        |       |          | 39.9  |
| West Fraser Timber Co. Ltd                     |             |              | 82,600    | 2.2    |                        | 14.7  |          | 16.9  |
| Westaim Corporation                            |             |              | 1,500,100 | 18.9   |                        |       |          | 18.9  |
| Westcoast Energy Inc.                          |             |              | 666,976   | 24.1   |                        | 17.8  |          | 41.9  |
| Westjet Airlines Ltd                           |             |              | 313,750   | 7.3    |                        |       |          | 7.3   |
| Westpac Banking Corporation                    |             |              | 980,567   | 10.8   |                        |       |          | 10.8  |
| Westport Innovations Inc.                      |             |              | 230,813   | 2.9    |                        |       |          | 2.9   |
| Westvaco Corporation                           |             |              | 47,600    | 2.1    |                        |       |          | 2.1   |
| Weyerhaeuser Company Limited                   |             |              | 11,400    | 0.9    |                        |       |          | 0.9   |
| Wharf (Holdings) Limited, The                  |             |              | 942,704   | 3.4    |                        |       |          | 3.4   |
| Whirlpool Corporation                          |             |              | 27,200    | 1.9    |                        |       |          | 1.9   |
| Whitehall Jewellers, Inc.                      |             |              | 101,800   | 1.1    |                        |       |          | 1.1   |
| Wi-LAN Inc.                                    |             |              | 107,200   | 1.0    |                        |       |          | 1.0   |
| Willamette Industries, Inc.                    |             |              | 45,100    | 3.2    |                        |       |          | 3.2   |
| William Multi-Tech Inc.                        |             |              | 8,953,876 | 0.4    |                        |       | 0.4      |       |
|  | warrants C  |              | 34,480    | -      |                        |       | -        |       |
|  | warrants D  |              | 34,480    | -      |                        |       | -        |       |
|  | warrants E  |              | 34,480    | -      |                        |       | -        | 0.4   |
| Williams Companies, Inc., The                  |             |              | 465,400   | 27.9   |                        |       |          | 27.9  |
| Wilson Bowden plc                              |             |              | 260,000   | 4.3    |                        |       |          | 4.3   |
| WinStar Communications, Inc.                   |             |              | 18,800    | 0.3    |                        |       |          | 0.3   |
| Winbond Electronics Corporation                |             |              | 89,060    | 1.2    |                        |       |          | 1.2   |
| Wisconsin Energy Corp.                         |             |              | 43,500    | 1.5    |                        |       |          | 1.5   |
| Wm. Wrigley Jr. Company                        |             |              | 24,000    | 3.5    |                        |       |          | 3.5   |
| Wolseley Plc                                   |             |              | 1,811,779 | 18.7   |                        |       |          | 18.7  |
| Wolters Kluwer NV                              | class C     |              | 106,251   | 4.4    |                        |       |          | 4.4   |
| Wolverhampton & Dudley Breweries Plc           |             |              | 328,848   | 3.4    |                        |       |          | 3.4   |
| Woodside Petroleum Limited                     |             |              | 37,000    | 0.5    |                        |       |          | 0.5   |
| World Wrestling Federation Entertainment, Inc. |             |              | 55,700    | 1.3    |                        |       |          | 1.3   |
| WorldCom, Inc.                                 |             |              | 5,286,240 | 111.7  |                        |       |          | 111.7 |
| Worthington Industries                         |             |              | 2,800     | -      |                        |       |          | -     |



|   |         |           |      |      |
|---|---------|-----------|------|------|
| Xcel Energy, Inc.                             |         | 90,300    | 3.9  | 3.9  |
| Xerox Corporation                             |         | 21,700    | 0.2  | 0.2  |
| YBM Magnex International, Inc.                |         | 437,500   | -    | -    |
| Yahoo! Inc.                                   | B, J    | 26,158    | 1.2  | 1.2  |
| Yamanouchi Pharmaceutical Co., Ltd            |         | 169,000   | 11.0 | 11.0 |
| Yamato Transport Co., Ltd                     |         | 11,000    | 0.3  | 0.3  |
| Yasuda Fire & Marine Insurance Co., Ltd., The |         | 682,000   | 5.9  | 5.9  |
| Yizheng Chemical Fibre Co., Ltd               |         | 7,038,000 | 2.0  | 2.0  |
| ZENON Environmental Inc.                      |         | 889,909   | 6.5  | 6.5  |
| Zebra Technologies Corporation                | class A | 33,700    | 2.1  | 2.1  |
| Zi Corporation                                |         | 195,100   | 2.3  | 2.3  |
| Zurich Financial Services AG                  |         | 79,274    | 71.8 | 71.8 |

<sup>1</sup> Company in which the Caisse is considered an insider within the meaning of applicable Canadian Securities laws.

<sup>2</sup> Company in which the Caisse is considered an insider only within the meaning of applicable American laws.

In this table are listed the major investments in share and bonds of public corporations. This table does not account for the hedging of foreign exchange risks. This table is subject to the disclosure standards applicable to the annual list of such investments.

The annual list must not provide any information deemed to be detrimental to the operations of the Caisse, to its economic interests or competitiveness or which may reveal an intended transaction, a transaction or series of transactions in process or which may cause prejudice to a company. Consequently, there may occasionally exist differences between the investments in the annual list and those recorded in the books of the Caisse, at December 31. However, whenever possible and without transgressing the above standards, the annual list states the total amount of these differences.

## INVESTMENTS IN SHARES AND BONDS OF PRIVATELY HELD COMPANIES

as at December 31, 2000

(fair value - in millions of dollars)

## Investment amounts:

A = \$0 to \$5 million    C = \$10 to \$30 million    E = \$50 to \$75 million    G = \$100 to \$150 million  
 B = \$5 to \$10 million    D = \$30 to \$50 million    F = \$75 to \$100 million    H = \$150 million and over

| CORPORATIONS                          | Designation                                | Units | Shares | Convertible securities | Bonds | Investment amounts |
|---------------------------------------|--|-------|--------|------------------------|-------|--------------------|
| <b>CDP REAL ESTATE</b>                |  |       |        |                        |       |                    |
| <b>Cadim inc.</b>                     |  |       |        |                        |       |                    |
|                                       | Asian Property Partners Ltd                | X     |        |                        |       | F                  |
|                                       | Cherokee Investment Partners II, L.P.      | X     |        |                        |       | C                  |
|                                       | Domaine d'Iberville (Est) Limitée          |       | X      |                        |       | B                  |
|                                       | Lazard & Frères L.P.                       | X     |        |                        |       | E                  |
|                                       | Lone Star Fund II (Bermuda), L.P.          | X     |        |                        |       | H                  |
|                                       | Lone Star Fund III (Bermuda), L.P.         | X     |        |                        |       | G                  |
|                                       | Lone Star Opportunity Fund, L.P.           | X     |        |                        |       | C                  |
|                                       | Patriot Property Group                     |       | X      |                        |       | A                  |
|                                       | Schroder Asian Property Fund               | X     |        |                        |       | C                  |
|                                       | Skanska Cadim B.V.                         |       | X      |                        |       | A                  |
|                                       | Société en commandite TMSA                 | X     |        |                        |       | A                  |
| <b>Ivanhoe Inc.</b>                   |  |       |        |                        |       |                    |
|                                       | Central European Retail Property Fund      | X     |        |                        |       | B                  |
|                                       | Donahue Schriber Realty Group Inc.         |       | X      |                        |       | D                  |
|                                       | La société immobilière Côte St-Michel Ltée |       | X      |                        |       | A                  |
|                                       | Wilmorite Properties Inc.                  | X     |        |                        |       | F                  |
| <b>SITQ Inc.</b>                      |  |       |        |                        |       |                    |
|                                       | Alizé, Gestion technique d'immeubles inc.  |       | X      |                        |       | A                  |
|                                       | Grupo Inmobiliario Caisse, S.A. de C.V.    |       | X      |                        |       | A                  |
|                                       | PenYork Properties Inc.                    |       | X      |                        |       | A                  |
|                                       | Pillar Caisse Management Limited           |       | X      |                        |       | A                  |
| <b>Société en commandite BST REIT</b> |  |       |        |                        |       |                    |
|                                       | Blackstone Real Estate Partners II         | X     |        |                        |       | C                  |
|                                       | Blackstone Real Estate Partners III        | X     |        |                        |       | C                  |
|                                       | Carlyle Realty Partners II, L.P.           | X     |        |                        |       | E                  |
| <b>SITQ É.-U. Inc.</b>                |  |       |        |                        |       |                    |
|                                       | BRE/Satellite Co-Investor L.P.             | X     |        |                        |       | E                  |
|                                       | Blackstone Real Estate Partners II         | X     |        |                        |       | B                  |
|                                       | Blackstone Real Estate Partners III        | X     |        |                        |       | C                  |
|                                       | Carlyle Realty Partners II, L.P.           | X     |        |                        |       | A                  |

|   |              |  |   |   |   |
|---|--------------|--|---|---|---|
| <b>SITQ International Inc.</b>              |              |  |   |   |   |
| SPV La Défense PLC                          |              |  |   | X | A |
| Chiswick Park Unit Trust                    |              |  |   | X | E |
| Retail Park Unit Trust, The                 |              |  |   | X | H |
| <b>SITQ Mexique Inc.</b>                    |              |  |   |   |   |
| Desarollo Cordillera S.A. de C.V.           |              |  |   |   | X |
| Desarollo Madeira S.A. de C.V.              |              |  |   |   | X |
| <b>SITQ Placements Inc.</b>                 |              |  |   |   |   |
| Société en commandite Cité du Multimédia    |              |  |   | X | A |
| <b>CDP PRIVATE EQUITY</b>                   |              |  |   |   |   |
| <b>CDP Accès Capital<sup>2</sup></b>        |              |  |   |   |   |
| 162894 Canada inc. <sup>3</sup>             |              |  |   | X | X |
| 2957-7012 Québec inc.                       |              |  |   | X | X |
| 3095-7757 Québec inc.                       | class B      |  |   | X | X |
| 3458032 Canada inc.                         | class A      |  | X | X | X |
| 89490 Canada inc.                           | class A      |  |   | X |   |
| 9013-8082 Québec inc.                       | stock option |  |   | X |   |
|   | class B      |  |   | X | X |
| 9045-1287 Québec Inc.                       |              |  |   |   | X |
| 9070-1434 Québec inc.                       | class A      |  | X |   |   |
| 9098-6522 Québec inc. <sup>3</sup>          | class A      |  |   |   | X |
| ACME Multimédia inc.                        |              |  |   | X |   |
|   | preferred B  |  |   | X |   |
| Abipa Canada inc.                           | class A      |  |   | X |   |
| Accès Capital Québec, S.E.C.                |              |  |   | X |   |
| Actu-Biotech inc.                           | stock option |  |   | X | X |
| Aérobic Technologies Inc.                   | class B      |  |   | X | X |
| Amexfor inc.                                | class A, D   |  |   | X |   |
|   |              |  |   |   | X |
| Applied Accoustics Systems DVM Inc.         | stock option |  |   | X | X |
| Audisoft Technologie inc.                   | stock option |  |   | X |   |
|   | class H      |  | X | X | X |
| Auto Vu Technologies inc.                   | class B, C   |  |   | X | X |
| Automates Montclair inc.                    | class A      |  | X | X |   |
| BIOMA Recherche inc.                        | warrants     |  |   | X |   |
|   |              |  | X | X | X |
| BMI 2000 (Béancour Métal) inc. <sup>3</sup> | class A      |  |   | X |   |
| Biogénie S.R.D.C. inc.                      | class AA     |  |   | X |   |
| Biopharmacopae Design Inc.                  | class A      |  |   | X |   |
|   | preferred B  |  |   | X |   |
| Bois + Value inc.                           |              |  |   |   | X |
| Bois Feuillus de la Lièvre inc., Les        | warrants     |  |   | X |   |
|   | class A      |  |   | X |   |
| Boutique Le Pentagone inc.                  | class A      |  |   | X | X |

## INVESTMENTS IN SHARES AND BONDS OF PRIVATELY HELD COMPANIES (continued)

as at December 31, 2000

(fair value - in millions of dollars)

| CORPORATIONS                                     | Designation   | Units | Shares | Convertible securities | Bonds | Investment amounts |
|--|---------------|-------|--------|------------------------|-------|--------------------|
| C.A.M.S. Distribution inc.                       | class A       |       | X      |                        | X     | A                  |
| C.O.R.E. Compétence inc.                         | class C, D    |       | X      |                        | X     | A                  |
| COESI Inc.                                       | stock option  |       | X      |                        | X     | A                  |
| Codagen Technologies Corp.                       | preferred A   |       | X      |                        | X     | A                  |
| Coencorp Consultant Corporation                  | class G       |       | X      |                        | X     | A                  |
| Compagnie canadienne de vêtements d'enfants Itée | class A       |       | X      |                        |       | A                  |
| Composites BHS inc.                              |               |       |        |                        | X     | A                  |
| Concept Fiatlux inc.                             | class A       |       | X      |                        | X     | A                  |
| Consultants Akitek inc.                          | class A       |       | X      |                        | X     | A                  |
| Corporation Cortex Machina                       |               |       | X      | X                      | X     | A                  |
| Corporation de Sécurité Garda World              | class A       |       | X      | X                      |       | A                  |
| Cotel Électro inc.                               | class A       |       | X      |                        |       | A                  |
| Cuisines Gaspésiennes de Matane Itée             | class A       |       | X      |                        | X     | A                  |
| Dénommé Vincent prêt-à-porter masculin inc.      | preferred B   |       | X      |                        |       | A                  |
| Dion Machineries inc.                            | stock option  |       | X      |                        |       | A                  |
|  | class A       |       | X      |                        | X     | A                  |
| Distech Contrôles inc.                           | class A       |       | X      | X                      |       | A                  |
| Doralco Itée                                     | class A       |       | X      |                        | X     | A                  |
| Dream Mechanics Inc.                             | stock option  |       | X      | X                      | X     | A                  |
| Écolux inc.                                      |               |       | X      |                        |       | A                  |
| Emballage St-Jean Itée                           |               |       | X      |                        |       | A                  |
| Entreposage Maska Itée                           | class A       |       | X      |                        | X     | A                  |
| Entreprises Railquip inc., Les                   | class B       |       | X      | X                      |       | A                  |
| Équipement Lacroix inc. <sup>3</sup>             | class A, H, I |       | X      | X                      |       | A                  |
| Extenso Tech inc.                                |               |       |        |                        | X     | A                  |
| Fiducie Immobilière 1200 Nobel                   |               |       |        |                        | X     | A                  |
| Forambec Itée                                    | class A       |       | X      |                        | X     | A                  |
| Gecko Électronique inc.                          |               |       |        |                        | X     | A                  |
| Gemmar Systems International Inc.                | preferred B   |       | X      |                        |       | A                  |
|  | class A       |       | X      |                        |       | A                  |
| GéniMédic inc.                                   | stock option  |       | X      |                        | X     | A                  |
| Géo-3D inc.                                      | class A       |       | X      |                        |       | A                  |
| Géomax International inc.                        |               |       | X      |                        |       | A                  |
| Gestion Capital 07 Enr.                          |               | X     |        |                        |       | A                  |
| Gestion Groupe RT (1996) Itée                    | class A       |       | X      |                        |       | A                  |
| Groupe Choisy inc., Le                           |               |       |        |                        | X     | A                  |
| Groupe ComLink inc., Le                          | class A       |       | X      |                        |       | A                  |
| Groupe Sydsons inc.                              |               |       | X      | X                      |       | A                  |
| Hemera Technologies inc.                         | class D       |       | X      |                        | X     | A                  |

|  |               |   |   |   |   |   |
|--|---------------|---|---|---|---|---|
| Hôtel Baker Itée   |               |   |   |   | X | A |
| IdexMed inc. <sup>3</sup>                                | class A       |   | X | X | X | A |
| Investissements 3L (Laval-Laurentides-Lanaudière) S.E.C. |               | X |   |   |   | A |
| Jenbal inc.  |               |   | X |   | X | A |
| John Meunier inc.  |               |   | X |   |   | A |
| KM Technologies inc.                                     |               |   | X |   |   | A |
|  | rights        |   | X |   |   | A |
| L. Tanguay (1986) inc.                                   |               |   |   |   | X | A |
| Laboratoires Bio-Med inc., Les <sup>1</sup>              | class A       |   | X |   | X | A |
| Laminage Lamcom inc.                                     |               |   |   | X |   | A |
| Logiciels Panteor inc.                                   | class A, B    |   | X |   | X | A |
| Machinerie Feuiltault Canada inc.                        | class A       |   | X |   | X | A |
| Machinerie Optimum inc.                                  |               |   |   |   | X | A |
| Markland Inc.  | preferred C   |   | X |   |   | A |
|  | class A       |   | X |   |   | A |
|  | class A       |   | X | X | X | A |
| Mechtronix Systems Inc.                                  |               |   |   |   | X | A |
| Mégatrak Lab inc.  |               |   |   |   | X | A |
| Micro Optics Design Corporation                          |               |   | X |   |   | A |
| Morgan Schaffer inc.                                     | class A       |   | X |   | X | A |
| Neks recherche et développement inc.                     |               |   |   |   | X | A |
| New IT Technologies inc.                                 |               |   |   |   | X | A |
| Nir-Vivo inc.  |               |   |   |   | X | A |
| PV-Tron inc.   | class C       |   | X | X |   | A |
| Pêcheries Gaspésiennes inc., Les                         |               |   |   |   | X | A |
| Pêcheries Marinard Itée, Les                             |               |   | X |   | X | A |
| Phenogene Thérapeutiques inc.                            | preferred E   |   | X |   |   | A |
|  | class C       |   | X |   |   | A |
| Placage R.T. Plating Itée                                |               |   |   |   | X | A |
| Placetel inc.  | preferred G   |   | X |   |   | A |
|  | class A       |   | X |   |   | A |
| Planon Téléexpertise inc.                                |               |   |   |   | X | A |
| Polyplan Technologies inc.                               |               |   |   |   | X | A |
| Pro-Alimentel inc.                                       |               |   |   |   | X | A |
| Productions Pascal Blais inc.                            | class A, D, E |   | X |   | X | A |
| Produits Forestier J.V. inc.                             |               |   | X |   |   | A |
| PuzzImage Inc.   | stock option  |   | X |   | X | A |
| R.O. International inc.                                  |               |   |   |   | X | A |
| Ragzoo inc.  |               |   |   |   | X | A |
| Recypro Technologie inc.                                 | stock option  |   | X |   | X | A |
| Resort One Inc.  |               |   | X |   |   | A |
| Sablynx inc.   | class A       |   | X |   | X | A |
| Scierie Tech inc.  |               |   |   |   | X | A |
| Sérico inc.  | class A       |   | X |   |   | A |
|  | preferred H   |   | X |   |   | A |
|  | stock option  |   | X |   | X | A |
| Servi Technologies Inc.                                  |               |   |   |   | X | A |
| Société d'investissements Capimont enr.                  |               | X |   |   |   | B |

## INVESTMENTS IN SHARES AND BONDS OF PRIVATELY HELD COMPANIES (continued)

as at December 31, 2000

(fair value - in millions of dollars)

| CORPORATIONS   | Designation    | Units | Shares | Convertible securities | Bonds | Investment amounts |
|--|----------------|-------|--------|------------------------|-------|--------------------|
| Société des Chemins de fer du Québec inc.                            | class A        |       | X      |                        |       | A                  |
| Société en commandite Capidem enr.                                   |                | X     |        |                        |       | A                  |
| Société en commandite Capital de l'Estrie enr.                       |                | X     |        |                        |       | A                  |
| Société en commandite Capital Montérégie enr.                        |                | X     |        |                        |       | A                  |
| Société en commandite Investissements Mauricie-Bois-Francis-Drummond |                | X     |        |                        |       | A                  |
| Solvision inc.   | class B        |       | X      |                        | X     | A                  |
|  | stock option   |       | X      |                        |       | A                  |
| Sylvie Beaudesne et Jean-Raymond Goyer inc.                          |                |       |        |                        | X     | A                  |
| Synercard Corporation  | preferred C    |       | X      |                        |       | A                  |
|  | stock option   |       | X      |                        |       | A                  |
|  | class A        |       | X      |                        |       | A                  |
| Systèmes d'enseignes Electrobites inc.                               | class A        |       | X      |                        | X     | A                  |
| Systèmes de gestion Heuristic inc.                                   | class A        |       | X      |                        | X     | A                  |
| TEC Innovation inc.  |                |       |        |                        | X     | A                  |
| TGI Coffee Inc. <sup>3</sup>   | class A        |       | X      |                        |       | A                  |
| TRAF-PARK inc.   | class A        |       | X      |                        | X     | A                  |
| Technique d'usinage Sinlab inc.                                      |                |       |        |                        | X     | A                  |
| Techno Diesel inc.   |                |       |        |                        | X     | A                  |
| Technologies Thérapeutiques d'Avant-garde AT2 inc.                   | class A        |       | X      |                        |       | A                  |
|  | rights         |       | X      |                        |       | A                  |
| Unigraph International inc.  | class A        |       | X      |                        | X     | A                  |
| Verre Select inc.  | class A        |       | X      |                        | X     | A                  |
| Vêtements S&P inc., Les  | class A        |       | X      |                        | X     | A                  |
| Viandes Abitemis inc.  | class B        |       | X      |                        |       | A                  |
|  | preferred E    |       | X      |                        |       | A                  |
| Vinya Plastiques inc. <sup>3</sup>                                   | class A        |       | X      |                        | X     | A                  |
| Visuel Corporation Canada inc.                                       | stock option   |       | X      |                        | X     | A                  |
| Volaille Giannone inc.   | preferred F, I |       | X      |                        |       | A                  |
|  | class A        |       | X      |                        | X     | A                  |
| webPLAN inc.   |                |       | X      |                        |       | A                  |
| <b>CDP Capital Communications<sup>2</sup></b>                        |                |       |        |                        |       |                    |
| 3321118 Canada Inc.  |                |       | X      |                        |       | C                  |
| 3535991 Canada Inc.  | class A        |       | X      |                        |       | G                  |
| Accel IV L.P.  |                | X     |        |                        |       | D                  |
| AdiCom Wireless, Inc.  | preferred D, E |       | X      |                        |       | C                  |
| Aeris Communications Inc.  | preferred D    |       | X      |                        |       | C                  |
| Affichage Astral Média, S.E.C.                                       |                | X     |        |                        |       | B                  |
| Aptilon inc. <sup>3</sup>  | preferred E 1  |       | X      |                        |       | A                  |
|  | class A        |       | X      |                        |       | A                  |

|   |                            |   |   |  |   |   |   |
|---|----------------------------|---|---|--|---|---|---|
| Argo II:The Wireless-Internet Fund L.P.         |                            | X |   |  |   |   | B |
| Arlington Capital Partners, L.P.                |                            | X |   |  |   |   | C |
| BG Media Investors L.P.                         |                            | X |   |  |   |   | G |
| BNP Europe Telecom & Media Fund II,L.P.         |                            | X |   |  |   |   | C |
| Bestar Radio Inc.                               | class A                    |   | X |  |   |   | A |
| Bragg Photonics Inc.                            | class A                    |   | X |  |   |   | A |
| Brault & Bouthillier Itée                       |                            |   |   |  |   | X | A |
| Broadview Capital Partners Q.P.Fund L.P         |                            | X |   |  |   |   | C |
| CDP Korea Telecom and Infrastructure Fund, L.P. |                            | X |   |  |   |   | A |
| Callahan Associates International LLC           |                            |   |   |  |   | X | C |
| Callahan Investco Germany 1 S.à.r.l.            | class A, C<br>preferred    |   | X |  |   | X | D |
|   |                            |   | X |  |   |   | H |
| Carlyle Asia Venture Partners 1, L.P.           |                            | X |   |  |   |   | C |
| Centennial Fund IV, L.P.                        |                            | X |   |  |   |   | A |
| Cité-Amérique inc.                              |                            |   | X |  |   | X | A |
| CodeStream Holdings, Inc.                       |                            |   | X |  |   |   | A |
| Columbia Capital Equity Partners II LP          |                            | X |   |  |   |   | F |
| Com2i & Cie, SCA                                |                            | X |   |  |   |   | A |
| Diesel Force Marketing inc.                     | class A                    |   | X |  |   | X | A |
| Dolan Media Company                             | warrants<br>preferred G    |   | X |  |   |   | A |
|   |                            |   | X |  |   |   | D |
| Dolphin Communications Fund, L.P.               |                            | X |   |  |   |   | C |
| Dolphin Telecom Plc                             | class A                    |   | X |  |   |   | E |
| Duff Ackerman & Goodrich CD Fund, L.P.          |                            | X |   |  |   |   | C |
| EBF Group, LLC                                  |                            | X |   |  |   |   | C |
| Elyps Communications Inc.                       | class A                    |   | X |  | X | X | A |
| Evercore New Economy L.P.                       |                            | X |   |  |   |   | A |
| Exante S.à.r.l. <sup>3</sup>                    | class A                    |   | X |  |   | X | E |
| Formus Communications, Inc.                     | preferred G, H             |   | X |  |   |   | F |
| GSM Capital Limited Partnership                 |                            | X |   |  |   |   | C |
| Geomat International inc.                       | class A<br>warrants        |   | X |  |   |   | A |
|   |                            |   | X |  | X | X | A |
| Great Hill Equity Partners, L.P.                |                            | X |   |  |   |   | D |
| Groupe Cinémaginaire inc.                       | class A                    |   | X |  |   |   | A |
| Groupe Hauts-Monts inc.                         | class AA, B<br>preferred E |   | X |  | X | X | B |
| Groupe Image Buzz inc.                          | class A                    |   | X |  |   |   | A |
| Hybride Technologies Inc.                       | class A                    |   | X |  |   |   | A |
| I.C. Axon Inc.                                  | class A<br>rights          |   | X |  |   |   | B |
|   |                            |   | X |  |   |   | A |
| InfoBank Corporation                            |                            |   | X |  |   |   | C |
| Innovacom3                                      |                            |   | X |  |   |   | C |
| Intercontinental Telecommunications Corp.       |                            |   | X |  |   |   | A |
|   | preferred A                |   | X |  |   |   | D |
| IronBridge Networks Incorporated                | preferred                  |   | X |  |   | X | C |
| Korea Telecom Freetel                           |                            |   | X |  |   |   | H |

**INVESTMENTS IN SHARES AND BONDS OF PRIVATELY HELD COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| CORPORATIONS                                 | Designation      | Units | Shares | Convertible securities | Bonds | Investment amounts |
|--|------------------|-------|--------|------------------------|-------|--------------------|
| Kutoka Interactive inc.                      |                  |       | X      |                        |       | A                  |
| LMDS Holdings Limited                        | warrants         |       | X      | X                      |       | B                  |
|  | preferred A      |       | X      |                        |       | C                  |
| LMDS Wireless Technologies Inc.              | class A          |       | X      |                        |       | A                  |
|  |                  |       | X      |                        | X     | A                  |
| Logiciels Dynagram inc., Les                 | class A          |       | X      |                        | X     | A                  |
| March Networks Corporation                   |                  |       | X      |                        |       | A                  |
| Maxlink.Net Inc.                             |                  |       | X      | X                      | X     | A                  |
| MédiaTel Capital                             |                  | X     |        |                        |       | D                  |
| Melenny Production inc.                      | preferred        |       | X      |                        |       | A                  |
| Mobilix Holding A/S                          |                  |       | X      |                        |       | C                  |
| Mon mannequin virtuel inc. <sup>3</sup>      | class A          |       | X      | X                      | X     | C                  |
| Mosaic Entertainment Group, Inc.             | preferred        |       | X      |                        |       | C                  |
|  | warrants         |       | X      |                        |       | A                  |
| Newbury Ventures Associates, L.P.            |                  | X     |        |                        |       | D                  |
| Next Generation Network Inc.                 | preferred D      |       | X      |                        |       | D                  |
| Northam Inc.                                 | class A          |       | X      |                        |       | A                  |
|  |                  |       | X      |                        | X     | A                  |
| Orange Hungaria 1800                         |                  |       | X      |                        |       | A                  |
| Placements TCD, (Les), S.E.N.C.              |                  |       | X      |                        |       | A                  |
| Productions Pascal Blais inc.                |                  |       | X      |                        |       | A                  |
| Proxima Systems Ltd                          |                  |       | X      | X                      | X     | C                  |
|  | preferred C, D   |       | X      |                        |       | B                  |
| Quebecor Media Inc. <sup>3</sup>             |                  |       | X      |                        |       | H                  |
| SM Cable Holdings, LLC <sup>3</sup>          | class A          |       | X      |                        | X     | E                  |
| ScénoPlus inc. <sup>3</sup>                  | class A          |       | X      |                        | X     | A                  |
| Société en commandite Omni Science IV-V      |                  | X     |        |                        |       | A                  |
| Société Européenne d'Investissement CFI/CDPQ |                  | X     |        |                        |       | A                  |
|  |                  |       | X      |                        |       | A                  |
| Spanish Telecommunications Limited           |                  | X     |        |                        | X     | G                  |
| Spectrum Equity Investors III, L.P.          |                  | X     |        |                        |       | E                  |
| Spike Broadband Systems Inc.                 | preferred D      |       | X      |                        |       | C                  |
| StarVest Partners, L.P.                      |                  | X     |        |                        |       | C                  |
| Stream Intelligent Network Corp.             | special warrants |       | X      |                        | X     | C                  |
|  | preferred        |       | X      |                        |       | A                  |
|  | class A          |       | X      |                        |       | A                  |
| Studentawards inc.                           | preferred C      |       | X      |                        |       | A                  |
| TIW-Asie                                     |                  | X     |        |                        |       | B                  |
| TVA Acquisition inc.                         |                  |       | X      | X                      | X     | C                  |



|   |             |   |   |   |   |   |
|---|-------------|---|---|---|---|---|
| TVG Asian Communications Fund II            |             | X |   |   |   | C |
| Taiwan Broadband Communications             |             | X |   |   |   | C |
| Tandem Journalism Investments               |             | X |   |   |   | G |
| Téléystème Itée                             | class A, D  |   | X |   |   | H |
|   | preferred E |   | X |   |   | E |
| Téléystème, Corporation financière          | class A, D  |   | X |   |   | C |
|   | preferred D |   | X |   |   | C |
| Toon Boom Technologies Inc.                 | class A     |   | X | X |   | B |
| Tube Images inc.                            | warrants    |   | X |   | X | A |
|   | class A     |   | X |   |   | A |
| VS & A Communications Partners III L.P.     |             | X |   |   |   | E |
| VS & A-HW Holdings, LLC                     |             | X |   |   |   | D |
| VS&A-DTN, LLC                               |             |   | X |   |   | D |
| Vantagepoint Communications Partners L.P.   |             | X |   |   |   | E |
| VantagePoint Venture Partners III, L.P.     |             | X |   |   |   | D |
| VantagePoint Venture Partners IV(Q), L.P.   |             | X |   |   |   | A |
| Versaware inc.                              | preferred A |   | X |   |   | C |
|   | warrants    |   | X | X | X | A |
| Visionael Corporation                       | preferred C |   | X |   |   | B |
| Zephyr Telecommunications, Inc.             | preferred C |   | X |   |   | D |
| <b>CDP Capital d'Amérique<sup>2</sup></b>   |             |   |   |   |   |   |
| 162894 Canada inc. <sup>3</sup>             | class A     |   | X |   |   | A |
| 2318-4518 Québec inc.                       | preferred   |   | X |   |   | A |
|   |             |   | X |   |   | A |
| 3103-7534 Québec inc.                       | class A, B  |   | X |   |   | A |
| 3458032 Canada inc.                         |             |   |   |   | X | A |
| 3826651 Canada inc. <sup>3</sup>            |             |   | X |   |   | A |
| 407 International Inc.                      |             |   |   | X | X | H |
| 89490 Canada inc.                           | class A     |   | X |   |   | A |
| 9070-1434 Québec inc.                       | class A     |   | X | X |   | A |
| Aerospace Superior Consulting Services Inc. | class B     |   | X | X | X | A |
| Albums DF Ltd                               | class A     |   | X |   | X | A |
| Altamira Investment Services Inc.           | class B, G  |   | X |   |   | A |
|   | preferred X |   | X |   |   | A |
| Alter Moneta Corporation                    | units       |   | X |   |   | B |
|   |             |   | X |   |   | A |
|   | units       |   | X |   |   | A |
| Ares Leveraged Investment Fund II           |             | X |   |   |   | D |
| Ares Leveraged Investment Fund, L.P.        |             | X |   |   |   | C |
| Artel inc.                                  | class A     |   | X | X | X | C |
| Atlantic Equity Partners III                |             | X |   |   |   | C |
| Autodis S.A.                                |             |   | X |   |   | A |
| Automotive Sealing Systems, Inc.            |             |   | X |   | X | C |
|   | preferred   |   | X |   |   | A |
| BC European Capital VI                      |             | X |   |   |   | D |

**INVESTMENTS IN SHARES AND BONDS OF PRIVATELY HELD COMPANIES (continued)**  
**as at December 31, 2000**  
**(fair value - in millions of dollars)**

| <b>CORPORATIONS</b>   | <b>Designation</b> | <b>Units</b> | <b>Shares</b> | <b>Convertible securities</b> | <b>Bonds</b> | <b>Investment amounts</b> |
|---|--------------------|--------------|---------------|-------------------------------|--------------|---------------------------|
| Bail Montmorency  |                    |              |               |                               | X            | A                         |
| Bail St-Jérôme  |                    |              |               |                               | X            | A                         |
| Beacon Group Energy Invest. Fund II                             |                    | X            |               |                               |              | E                         |
| Benvest Capital Inc.  | class A            |              | X             |                               |              | A                         |
| Biothermica Énergie inc.  |                    |              |               |                               | X            | A                         |
| Blackstone Offshore Capital Partners III L.P.                   |                    | X            |               |                               |              | D                         |
| Blue Mountain Wallcoverings Inc.                                | class A            |              | X             | X                             |              | B                         |
| Bois Oméga Itée   |                    |              | X             |                               | X            | A                         |
| CACF Limited  | warrants           |              | X             |                               | X            | H                         |
| CAI Capital Partners & Co., L.P.                                |                    | X            |               |                               |              | A                         |
| Callahan Investco Germany 1 S.à.r.l.                            |                    |              |               |                               | X            | B                         |
| Camelot Technologies Ltd  |                    |              | X             |                               | X            | D                         |
| Camoplast inc.  |                    |              | X             |                               | X            | A                         |
| Canadian Pension Equity & Company, L.P.                         |                    | X            |               |                               |              | C                         |
| Canadian Regional Aircraft Finance Transaction no1. Limited     | preferred          |              | X             |                               |              | A                         |
| Capital Mobicom inc.  | preferred A, B, C  |              | X             |                               |              | E                         |
|   |                    |              | X             |                               |              | A                         |
| Caravelle Investment Fund II, L.L.C.                            |                    | X            |               |                               |              | C                         |
| Caravelle Investment Fund, L.L.C.                               |                    | X            |               |                               |              | E                         |
| Caricel inc. <sup>3</sup>                                       |                    |              | X             |                               |              | B                         |
| Cavalier Textiles Group L.P.                                    |                    | X            |               |                               | X            | A                         |
| Cercueils Victoriaville Itée                                    | class A            |              | X             |                               |              | A                         |
| Chapais Électrique Limited                                      | preferred B        |              | X             |                               | X            | C                         |
| Château des Laurets S.A.S.                                      | warrants           |              | X             |                               |              | A                         |
|   |                    |              | X             |                               | X            | B                         |
| Cherokee Investment Partners II, L.P.                           |                    | X            |               |                               |              | C                         |
| Cimbec inc.   |                    |              |               |                               | X            | A                         |
| Citicorp Mezzanine, L.P.  |                    | X            |               |                               |              | C                         |
| CiviGenics Inc.   | preferred B        |              | X             |                               |              | B                         |
| Cobra International Systèmes de Fixations Cie                   |                    |              | X             | X                             | X            | A                         |
| Commercial Alcohols Inc.  |                    |              | X             | X                             |              | C                         |
| Compagnie d'assurances Gisco inc., La                           |                    |              | X             |                               |              | A                         |
| Companhia de Participações Alpha                                | preferred          |              | X             |                               |              | A                         |
| Conning Capital partners VI                                     |                    | X            |               |                               |              | C                         |
| Corporation de Commercialisation des Centres d'appels du Québec |                    |              | X             |                               |              | A                         |
|   | preferred          |              | X             |                               |              | A                         |
| Corporation de Sécurité Garda World                             |                    |              |               | X                             |              | A                         |
| Corporation Flexia  |                    |              | X             |                               | X            | A                         |

|  |               |   |   |   |   |
|--|---------------|---|---|---|---|
| DGB Développement International Inc.                           |               |   |   | X | A |
| Deshors International S.A. <sup>3</sup>                        |               | X |   | X | B |
| Développement Hydromega inc.                                   |               |   |   | X | B |
| Dolphin Telecom Plc  |               |   |   | X | C |
| Emballages Duopac inc.   |               | X |   | X | A |
| Enerplus Pension Resource Corporation IV <sup>3</sup>          | class A       | X |   |   | A |
| Entreprises Railquip inc., Les                                 | class B       | X | X |   | A |
| Environmental Private Equity Fund II, L.P.                     |               | X |   |   | A |
| Environmental Research and Development Capital, L.P.           |               | X |   |   | A |
| Équipement Lacroix inc. <sup>3</sup>                           | class H, I    |   | X | X | A |
| Équipements de Sécurité Arkon Inc., Les                        |               |   |   | X | A |
| Exploration SOQUIP inc.  | preferred     |   | X |   | A |
| Financière d'Ivry  |               |   | X | X | B |
| Fonds d'investissements Focus, S.E.C.                          |               | X |   |   | C |
| Fournitures Funéraires Victoriaville Inc.                      | class A, B, D |   | X |   | A |
| G.B.A Industrial Equipment Inc.                                |               |   | X |   | B |
| Gemmar Systems International Inc.                              | preferred B   |   | X |   | A |
|  | class A       |   | X |   | A |
| Generac Portable Products Inc.                                 |               |   | X |   | A |
| Générale de Services Santé N.A. inc. <sup>3</sup>              |               |   | X | X | B |
| Gestion Sodémex inc.   | class A, B    |   | X |   | A |
| Glencoe/d'Amérique LLC   |               | X |   |   | C |
| Grohe Holding GmbH   |               |   | X | X | H |
| Groupe Drolet inc.   |               |   | X | X | A |
| Groupe Optimum inc.  | class A, B    |   | X |   | B |
| Hydroeléctrica Rio Lajas                                       |               |   |   | X | A |
| Hydro Bromptonville S.A.                                       |               |   |   | X | C |
| ICG Mezzanine Fund 2000, L.P.                                  |               | X |   |   | C |
| ICG Mezzanine Fund, L.P.                                       |               | X |   |   | C |
| Industries Davidson inc., Les                                  | class A       |   | X | X | C |
| Industries Fib-Pak inc., Les                                   |               |   | X | X | A |
| Industries John Lewis Itée, Les                                |               |   | X | X | A |
| Infrastructure and Environmental Private Equity Fund III, L.P. |               | X |   |   | C |
| Innergex Hydro inc.  |               |   |   | X | C |
| Investissements Novacap inc.                                   | class A       |   | X |   | C |
| KW Gaspé et compagnie L.P.                                     |               |   |   | X | C |
| L.I.I. Holdings Corp.  | class A       |   | X | X | B |
| LR JET Corporation   |               |   |   | X | E |
| LaGran Textiles, Limited Partnership                           |               | X |   | X | A |
| Lone Star Fund III L.P.  |               | X |   |   | D |
| MG Stratum Fund II, L.P.                                       |               | X |   |   | C |
| Manzoni International S.A.                                     | class A       |   | X | X | C |
| Mechtronix Systems Inc.  |               |   |   | X | A |
| Meridian Automative Systems Inc.                               | class A       |   | X | X | D |
| Mine Jeffrey inc.  | preferred     |   | X |   | A |
|  |               |   | X |   | A |

**INVESTMENTS IN SHARES AND BONDS OF PRIVATELY HELD COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| <b>CORPORATIONS</b>  | <b>Designation</b> | <b>Units</b> | <b>Shares</b> | <b>Convertible securities</b> | <b>Bonds</b> | <b>Investment amounts</b> |
|--|--------------------|--------------|---------------|-------------------------------|--------------|---------------------------|
| Miralta Capital II Inc.                                    | class A            |              | X             |                               | X            | A                         |
| Miralta Teramira Inc.                                      | class A            |              | X             |                               | X            | A                         |
| Mobile Storage Group, Inc.                                 |                    |              | X             |                               | X            | C                         |
| Motovan Corporation  | class A            |              | X             |                               | X            | B                         |
| Multiflor Inc. <sup>3</sup>                                |                    |              | X             |                               |              | A                         |
| NCP-EAS L.P.   |                    |              | X             |                               |              | C                         |
| Nassau Broadcasting Partners,L.P.                          |                    |              | X             |                               | X            | C                         |
| North Castle Partners II, L.P.                             |                    | X            |               |                               |              | E                         |
| Noverco Inc.   |                    |              | X             |                               |              | A                         |
|  | stock option       |              | X             |                               |              | A                         |
| NutraSweet   |                    |              | X             |                               |              | C                         |
| Oncap,L.P.   |                    | X            |               |                               |              | A                         |
| Ono Finance Plc  | warrants           |              | X             |                               | X            | C                         |
| Orleans General Insurance Company <sup>3</sup>             | class A            |              | X             |                               |              | A                         |
| Palace Entertainment, Inc.                                 |                    |              | X             |                               | X            | C                         |
| Papeteries Lafayette Limitée                               |                    |              | X             |                               |              | A                         |
| Pêcheries Marinard Itée, Les                               |                    |              | X             |                               | X            | A                         |
| Premier Caskets Corporation                                | class A            |              | X             |                               |              | A                         |
| Prémoulé inc.  |                    |              | X             | X                             |              | B                         |
| Pricoa Private Capital Partners II                         |                    | X            |               |                               |              | B                         |
| R.O. International inc.                                    |                    |              |               |                               | X            | A                         |
| RSP Hydro inc.   |                    |              |               |                               | X            | C                         |
| Ronor Innovations Inc.                                     |                    |              | X             | X                             |              | A                         |
| SIPAR - Société d'investissements en participations inc.   |                    | X            |               |                               |              | C                         |
| Sabex inc.   |                    |              | X             |                               | X            | C                         |
|  | preferred A, G     |              | X             |                               |              | A                         |
| Schroder Canadian Buy-Out Fund II Limited Partnership CLP2 |                    | X            |               |                               |              | C                         |
| Schroder Canadian Buy-Out Fund III Limited Partnership LPI |                    | X            |               |                               |              | B                         |
| Schroder Ventures European Fund II L.P.                    |                    | X            |               |                               |              | A                         |
| Sentient Asset Management pty Ltd                          |                    |              | X             |                               |              | A                         |
| Société de cogénération de St-Félicien                     |                    |              |               |                               | X            | C                         |
| Société des Chemins de fer du Québec inc.                  | class A            |              | X             |                               |              | B                         |
| Société en Commandite Biothermica Énergie                  |                    | X            |               |                               | X            | A                         |
| Société en commandite Cramex                               |                    |              |               |                               | X            | A                         |
| Société en commandite Gazmont                              |                    |              |               |                               | X            | B                         |
| Société en commandite hydro-électrique Buckingham          |                    |              | X             |                               |              | B                         |
| Société en commandite Sodémex                              |                    | X            |               |                               |              | A                         |
| Société en commandite Sodémex II                           |                    | X            |               |                               |              | B                         |
| Société en commandite Station Mont-Tremblant               |                    |              |               |                               | X            | E                         |

|   |              |   |   |   |   |
|---|--------------|---|---|---|---|
| St-Joseph Printing Ltd                        |              |   |   | X | C |
| Systèmes d'enseignes Electrobites inc.        | class A      |   | X | X | A |
| TNP Enterprises Inc.                          |              |   | X |   | C |
| Tour de Mons S.A.S., La                       |              |   | X | X | B |
|   | stock option |   | X |   | A |
| Trak inc.                                     |              |   | X | X | A |
| Trident II, L.P.                              |              | X |   |   | C |
| Tru-Circle Corporation                        | warrants     |   | X |   | A |
|   | preferred A  |   | X |   | C |
|   | class A      |   | X |   | C |
| Usines Huntingdon Canada Itée, Les            | class A      |   | X |   | A |
| VCA Co-Investment Fund No. 2 LLC              |              |   | X |   | A |
|   | preferred    |   | X |   | C |
| Vacances Air Transat A.T. inc.                |              |   |   | X | C |
| Venturion Financial Services Fund, L.P.       |              | X |   |   | B |
| Vêtements S&P inc., Les                       | class A      |   | X | X | A |
| Vista Midstream Solutions Ltd                 |              |   | X |   | B |
| William Hill Holdings Limited                 | class A, B   |   | X | X | C |
| Windward Capital Partners II, L.P.            |              | X |   |   | D |
| Wynnchurch Capital Partners Canada,L.P.       |              | X |   |   | B |
| <b>CDP Capital International<sup>2</sup></b>  |              |   |   |   |   |
| 3i Europartners III, L.P.                     |              | X |   |   | D |
| 3i UK Investment Partners                     |              | X |   |   | C |
| 3i UK Investment Partners II, L.P.            |              | X |   |   | E |
| AXA Asset Management Private Equity           |              |   | X |   | A |
| AXA Private Equity Fund                       |              | X |   |   | C |
| AXA Private Equity Fund II                    |              | X |   |   | A |
| AXA Secondary Fund L.P.                       |              | X |   |   | D |
| Advent Private Equity Fund II, L.P.           |              | X |   |   | C |
| Asia Equity Infrastructure Fund, L.P.         |              | X |   |   | E |
| Asia Pacific Growth Fund II, L.P.             |              | X |   |   | D |
| Asia Pacific Growth Fund III, L.P.            |              | X |   |   | E |
| Autodis S.A.                                  |              |   | X |   | A |
| Automotive Sealing Systems, Inc.              |              |   | X | X | C |
|   | preferred    |   | X |   | A |
| BC European Capital V                         |              | X |   |   | E |
| BC European Capital VI                        |              | X |   |   | D |
| BC European Capital VII                       |              | X |   |   | D |
| BVP Europe, L.P.                              |              | X |   |   | E |
| Baring Asia Private Equity Fund               |              | X |   |   | D |
| Blackstone Offshore Capital Partners II L.P.  |              | X |   |   | D |
| Blackstone Offshore Capital Partners III L.P. |              | X |   |   | D |
| Bodegas Nieto Senetiner S.A. <sup>3</sup>     |              |   | X |   | C |
| Brazil Private Equity Fund L.P., The          |              | X |   |   | C |
| Bruckmann, Rosser, Sherrill & Co. II, L.P.    |              | X |   |   | B |

**INVESTMENTS IN SHARES AND BONDS OF PRIVATELY HELD COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| <b>CORPORATIONS</b>                                 | <b>Designation</b> | <b>Units</b> | <b>Shares</b> | <b>Convertible securities</b> | <b>Bonds</b> | <b>Investment amounts</b> |
|---|--------------------|--------------|---------------|-------------------------------|--------------|---------------------------|
| CDP Asia International Advisory Inc.                |                    |              | X             |                               |              | B                         |
| CDP Concord Egyptian Direct Investment Fund Limited |                    | X            |               |                               |              | B                         |
| CDP Korea Telecom and Infrastructure Fund, L.P.     |                    | X            |               |                               |              | A                         |
| CVC European Equity Partners II, L.P.               |                    | X            |               |                               |              | F                         |
| Caricel inc. <sup>3</sup>                           |                    |              | X             |                               |              | B                         |
| Cemex Asia Holdings Ltd                             |                    |              | X             |                               |              | D                         |
| China Renaissance Industries, L.P.                  |                    | X            |               |                               |              | C                         |
| Compagnie financière Martin-maurel                  |                    |              | X             |                               |              | B                         |
| Compass Capital Fund Associates Ltd                 |                    |              | X             |                               |              | A                         |
| Compass Capital Fund L.P.                           |                    | X            |               |                               |              | C                         |
| Cypress Merchant Banking Partners II, L.P.          |                    | X            |               |                               |              | B                         |
| DGB Développement International Inc.                |                    |              |               |                               | X            | A                         |
| Emerging Europe Capital Investors, LDC              |                    | X            |               |                               |              | B                         |
| Exxel Capital Partners 5.5, L.P.                    |                    | X            |               |                               |              | C                         |
| Exxel Capital Partners V, L.P.                      |                    | X            |               |                               |              | D                         |
| GS Special Opportunities (Asia) Offshore Fund, L.P. |                    | X            |               |                               |              | F                         |
| GSSLA Inc. <sup>3</sup>                             |                    |              | X             |                               |              | A                         |
| Green Equity Investors III, L.P.                    |                    | X            |               |                               |              | C                         |
| Groupe Expordev <sup>3</sup>                        |                    |              | X             |                               |              | A                         |
| Harbour Group Investments III, L.P.                 |                    | X            |               |                               |              | C                         |
| Japan Venture Fund III                              |                    | X            |               |                               |              | B                         |
| KKR 1996 Fund, L.P.                                 |                    | X            |               |                               |              | D                         |
| KorAm Bank  |                    |              | X             |                               |              | E                         |
|   | preferred          |              | X             |                               |              | B                         |
| LGV 1999 Private Equity (UK), L.P.                  |                    | X            |               |                               |              | C                         |
| Mercosur Supermarkets, L.P.                         |                    | X            |               |                               |              | B                         |
| Monterrey Private Equity Fund                       |                    | X            |               |                               |              | B                         |
| Northstar Trade Finance Inc.                        |                    |              | X             |                               |              | A                         |
| Harbour Group Invertment IV, L.P.                   |                    | X            |               |                               |              | A                         |
| JW Childs Equity Partners II, L.P.                  |                    | X            |               |                               |              | C                         |
| Polish Enterprise Fund L.P.                         |                    | X            |               |                               |              | C                         |
| Pricoa Private Capital Partners II                  |                    | X            |               |                               |              | B                         |
| Renaissance Funds LDC, The                          |                    | X            |               |                               |              | C                         |
| Schroder UK Buy-Out Fund III, L.P.                  |                    | X            |               |                               |              | C                         |
| Schroder Ventures Asia Pacific Fund III, L.P.       |                    | X            |               |                               |              | B                         |
| Schroder Ventures European Fund II L.P.             |                    | X            |               |                               |              | A                         |
| Schroder Ventures European Fund L.P.                |                    | X            |               |                               |              | C                         |
| Silver Lake Partners, L.P.                          |                    | X            |               |                               |              | D                         |
| Siparex S.C.A.                                      |                    |              | X             |                               |              | A                         |

|  |              |   |   |   |   |   |
|--|--------------|---|---|---|---|---|
| Société en commandite Capimex                            |              | X |   |   |   | A |
| TA/Advent VIII, L.P.                                     |              | X |   |   |   | C |
| Violy, Byorum & Partners Holdings, LLC                   |              | X |   |   |   | C |
| <b>CDP Financial Services <sup>2</sup></b>               |              |   |   |   |   |   |
| 3660290 Canada Inc.                                      |              |   |   |   | X | A |
| @rgentum, Corp. gestion et recherche                     |              | X |   |   |   | A |
| Addenda.math inc.  |              | X |   |   |   | A |
| Alain, Guilmette and associates                          |              | X |   |   |   | D |
|  | class A      |   | X | X |   | A |
| Astra Obligations  |              | X |   |   | X | A |
| Bâtirente Obligations                                    |              | X |   |   | X | A |
| Blanchard, Roy et Associés                               | class A      |   | X | X |   | A |
| CTI Fonds Mutuels inc.                                   |              |   | X |   | X | C |
| Capital Z Financial Services Fund II, L.P.               |              | X |   |   |   | B |
| Chrystaline Arbitrage Management                         |              |   |   | X | X | A |
| Coventree Capital Group Inc.                             | class B      |   | X |   |   | A |
| Évolution FM inc. <sup>3</sup>                           | preferred DD |   | X |   |   | A |
|  |              | X |   |   |   | C |
|  | class A, AA  |   | X |   | X | A |
| Fédération des Médecins Omnipraticiens du Québec         |              | X |   |   |   | A |
| Fonds d'investissements Micro-Cap II,S.E.C.              |              | X |   |   |   | A |
| Fonds d'investissements Micro-Cap,S.E.C.                 |              | X |   |   |   | B |
| Fonds StrategicNova Amérique Latine                      |              | X |   |   |   | B |
| Fonds StrategicNova Top Gun                              |              | X |   |   |   | A |
| Fort Management Inc.                                     |              |   | X |   | X | A |
| Gestion SFL inc.   | class A      |   | X |   |   | B |
| Groupe BBSP S.A.   |              |   | X |   |   | A |
| HR Strategies Inc.                                       | class A      |   | X |   |   | A |
| HRS Asset Management Limited                             |              |   | X |   |   | A |
| Highcrest Special Opportunity Fund, L.P                  |              | X |   |   |   | C |
| Holdun Investment Management Inc.                        | class A, B   |   | X |   |   | A |
| Info Financial Consulting Group inc.                     |              |   |   |   | X | A |
| MT Asset Management Ltd                                  |              |   | X |   |   | A |
|  |              | X |   |   |   | C |
| Montrusco Croissance Québec inc.                         |              | X |   |   |   | A |
| Nova Bancorp Group (Canada) Ltd                          | class A, B   |   | X |   | X | D |
| Optimum Placements                                       |              | X |   |   |   | A |
| Orbit Mutual Funds                                       |              | X |   |   |   | A |
| Putnam Lovell Equity Partners, L.P.                      |              | X |   |   |   | C |
| Putnam Lovell Group Inc.                                 |              |   |   | X |   | D |
| SIPAR - Société d'investissements en participations inc. | class A, B   |   | X |   |   | A |
| San-Roche Financial Inc. <sup>3</sup>                    | class A      |   | X |   | X | A |
| Société en commandite Capital Cartier                    |              | X |   |   | X | H |
|  |              |   | X |   |   | A |
| Société en commandite Myriade                            |              | X |   |   |   | C |

**INVESTMENTS IN SHARES AND BONDS OF PRIVATELY HELD COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| <b>CORPORATIONS</b>                       | <b>Designation</b> | <b>Units</b> | <b>Shares</b> | <b>Convertible securities</b> | <b>Bonds</b> | <b>Investment amounts</b> |
|---|--------------------|--------------|---------------|-------------------------------|--------------|---------------------------|
| Spring Pension Fund Management Ltd        |                    |              |               | X                             |              | A                         |
| Standard Life                             |                    | X            |               |                               |              | A                         |
| StrategicNova Inc.                        |                    |              |               | X                             | X            | G                         |
| Teraxis Capital Inc. <sup>3</sup>         |                    | X            |               |                               |              | A                         |
|   |                    |              | X             |                               |              | B                         |
| Valorem Obligations Canadiennes de valeur |                    | X            |               |                               | X            | A                         |
| Valorem Tendances démographiques          |                    | X            |               |                               |              | A                         |
| <b>CDP Sofinov <sup>2</sup></b>           |                    |              |               |                               |              |                           |
| 800.com Inc.                              | preferred C, D     |              | X             |                               |              | B                         |
| 9042-0175 Québec inc.                     |                    |              |               |                               | X            | A                         |
| AEgera Thérapeutique inc.                 | preferred A, C     |              | X             | X                             |              | A                         |
| AXA Asset Management Private Equity       |                    |              | X             |                               |              | A                         |
| AXA Private Equity Fund                   |                    | X            |               |                               |              | B                         |
| Ablation Technologies Inc.                | preferred B        |              | X             |                               |              | A                         |
| Agrimage inc.                             | class A            |              | X             | X                             |              | A                         |
| Aimco World Enterprises Inc.              |                    |              | X             | X                             | X            | A                         |
| Air Data inc.                             |                    |              | X             | X                             | X            | A                         |
| Anadys Pharmaceuticals Inc.               | preferred E, F     |              | X             |                               |              | B                         |
|   | warrants           |              | X             |                               |              | A                         |
| Anapharm inc. <sup>3</sup>                | class A            |              | X             |                               |              | B                         |
|   | warrants           |              | X             |                               |              | A                         |
| Angiogène inc.                            |                    |              | X             | X                             |              | A                         |
|   | warrants           |              | X             |                               |              | A                         |
| Arc Second Inc.                           | preferred D, E     |              | X             |                               |              | B                         |
|   | warrants           |              | X             |                               |              | A                         |
| AstroVision International Inc.            | preferred A        |              | X             |                               |              | A                         |
| Atlas Venture Fund III, L.P.              |                    | X            |               |                               |              | D                         |
| Atlas Venture Fund IV, L.P.               |                    | X            |               |                               |              | C                         |
| Atrion International inc. <sup>1</sup>    | class B, C         |              | X             |                               |              | F                         |
|   | warrants           |              | X             | X                             |              | C                         |
| Auriga Ventures                           |                    | X            |               |                               |              | B                         |
| Avantcell Technologies Inc.               | class A            |              | X             |                               |              | A                         |
| Biovector Therapeutics S.A.               | class D            |              | X             |                               |              | A                         |
| Bond Face Technology inc.                 |                    |              | X             |                               | X            | A                         |
| Brightspark Holdings inc.                 |                    |              | X             |                               |              | A                         |
| Brightspark Ventures, L.P.                |                    | X            |               |                               |              | C                         |
| CML Emergency Services Inc.               |                    |              | X             |                               | X            | A                         |
|   | preferred A        |              | X             |                               |              | A                         |
| Camelot Technologies Ltd                  |                    |              | X             |                               | X            | A                         |



|  |                   |   |   |   |   |   |   |   |
|--|-------------------|---|---|---|---|---|---|---|
| Careclinix                               |                   |   | X |   |   |   |   | A |
| Chronogen Inc.                           | class A           |   | X |   |   |   |   | A |
| Commonwealth Capital Ventures III, L.P.  |                   | X |   |   |   |   |   | A |
| Compatigène Inc.                         | preferred A       |   | X |   |   |   |   | A |
|  | warrants          |   | X |   |   |   |   | A |
| D.J. LIVINGSTON & CO., INC.              | preferred A       |   | X |   |   |   |   | B |
| Dentalmatic Technologies Inc.            | class C           |   | X |   |   |   |   | B |
| Domain Partners III, L.P.                |                   | X |   |   |   |   |   | B |
| Domain Partners IV, L.P.                 |                   | X |   |   |   |   |   | B |
| EGS Private Healthcare Partnership, L.P. |                   | X |   |   |   |   |   | A |
| EOS Biotechnology Inc.                   | preferred D, E    |   |   | X |   |   |   | B |
| Entomed S.A.                             | class D           |   |   | X |   |   |   | A |
| Fermag inc.                              | class A           |   |   | X |   | X |   | A |
| Fonds Technocap Inc.                     | preferred         |   |   | X |   |   |   | F |
| Forward Ventures IV, L.P.                |                   | X |   |   |   |   |   | A |
| Galéa Network Security <sup>3</sup>      |                   |   | X | X | X |   | X | A |
| Galen Partners International II, L.P.    |                   | X |   |   |   |   |   | B |
| Galileo Laboratories Inc.                | preferred F       |   |   | X |   |   |   | B |
| GeminX Biotechnologies inc.              | warrants          |   |   | X |   | X |   | A |
|  | preferred A       |   |   | X |   |   |   | A |
| GeneChem Technologies Venture Fund L.P.  |                   | X |   |   |   |   |   | C |
| Genesis Partners II LDC                  |                   | X |   |   |   |   |   | C |
| Gilde IT Fund II                         |                   | X |   |   |   |   |   | A |
| Grocery Gateway Inc.                     | warrants          |   |   | X |   |   |   | A |
|  | preferred A       |   |   | X |   |   |   | A |
|  | class A           |   |   | X |   |   |   | A |
|  | preferred B, C, E |   |   | X |   |   |   | A |
| Hydrogen Burner Technology Inc.          |                   |   |   | X |   |   | X | D |
| IRG Groupe de recherche infomédia inc.   | class B           |   |   | X |   |   | X | A |
| Infotriever Inc.                         | warrants          |   |   | X |   |   |   | A |
|  | preferred A       |   |   | X |   |   |   | A |
| Intecom, Inc.                            |                   |   |   | X |   |   |   | B |
| Interstar Technologies Inc.              | preferred A       |   |   | X |   |   |   | A |
| J.L. Albright II Venture Fund            |                   | X |   |   |   |   |   | E |
| J.L. Albright III Venture Fund           |                   | X |   |   |   |   |   | A |
| Labcal Technologies inc.                 | warrants          |   |   | X |   | X | X | A |
|  | class A           |   |   | X |   |   |   | A |
| Laboratoires Bio-Recherches Itée         |                   |   |   | X |   |   |   | A |
| Life Imaging Systems Inc.                | warrants          |   |   | X |   |   |   | A |
|  | preferred D, E    |   |   | X |   |   |   | A |
| Logibro inc.                             | preferred B       |   |   | X |   |   |   | C |
|  | warrants          |   |   | X |   |   |   | A |
| MDS Health Ventures Inc.                 |                   |   |   | X |   |   |   | C |
|  | preferred         |   |   | X |   |   |   | A |
| MDS Life Sciences Technology Fund, L.P.  |                   | X |   |   |   |   |   | C |
| MXT Inc.                                 | class A           |   |   | X |   | X |   | A |

**INVESTMENTS IN SHARES AND BONDS OF PRIVATELY HELD COMPANIES (continued)**  
as at December 31, 2000  
(fair value - in millions of dollars)

| <b>CORPORATIONS</b>                   | <b>Designation</b> | <b>Units</b> | <b>Shares</b> | <b>Convertible securities</b> | <b>Bonds</b> | <b>Investment amounts</b> |
|---------------------------------------|--------------------|--------------|---------------|-------------------------------|--------------|---------------------------|
| MethylGene Inc.                       | class A            |              | X             |                               |              | B                         |
| Micro Optics Design Corporation       |                    |              | X             |                               |              | A                         |
| Micro-électronique Cératel inc.       |                    |              |               |                               | X            | A                         |
| Minacom Inc.                          | preferred          |              | X             |                               |              | A                         |
|                                       |                    |              | X             | X                             |              | A                         |
| Minacom Labs inc.                     |                    |              | X             |                               |              | A                         |
| Morphometrix Technologies Inc.        | warrants           |              | X             |                               |              | A                         |
|                                       | preferred A        |              | X             |                               |              | B                         |
| Mosaic Venture Partners II, L.P.      |                    | X            |               |                               |              | B                         |
| Motus Technologies inc. <sup>3</sup>  | class A            |              | X             |                               |              | A                         |
| NTB Neurotrophic Bioscience Inc.      | preferred A, B     |              | X             |                               |              | A                         |
| Nertec Design inc.                    | class A            |              | X             |                               |              | A                         |
| NetActive Inc.                        | preferred A, B     |              | X             |                               |              | C                         |
| Neuroscience Partners, L.P.           |                    | X            |               |                               |              | C                         |
| Neuroscience Pharma (NPT) Inc.        | warrants           |              | X             |                               |              | B                         |
| New Enterprise Associates 9, L.P.     |                    | X            |               |                               |              | C                         |
| New Enterprise Associates VIII, L.P.  |                    | X            |               |                               |              | C                         |
| Nexia Biotechnologies inc.            |                    |              | X             |                               |              | C                         |
|                                       | warrants           |              | X             |                               |              | A                         |
| ONSET Enterprise Associates, III L.P. |                    | X            |               |                               |              | C                         |
| ONSET IV, L.P.                        |                    | X            |               |                               |              | B                         |
| Organogel Canada Itée                 | warrants           |              | X             |                               | X            | A                         |
|                                       | class A            |              | X             |                               |              | A                         |
| Orisar inc.                           | preferred A        |              | X             |                               |              | A                         |
| PHS Mems                              | class P            |              | X             | X                             |              | B                         |
| PROCRÉA Biosciences inc.              |                    |              | X             |                               |              | A                         |
| Pharma Laser Inc.                     | class A            |              | X             |                               |              | A                         |
|                                       | warrants           |              | X             |                               |              | A                         |
| Phoenix Gas Systems LLC               |                    | X            |               |                               |              | A                         |
| Phoenix Hydrogen Systems LLC          |                    | X            |               |                               |              | A                         |
| Photolumen Itée                       |                    |              |               |                               | X            | A                         |
| PlannSoft Management Solution Inc.    | class A            |              | X             | X                             | X            | A                         |
| ProQuest Investments, L.P.            |                    | X            |               |                               |              | C                         |
| PyroGenesis inc.                      | class A            |              | X             |                               |              | B                         |
| Qualiac-Inférence                     |                    |              | X             |                               |              | A                         |
| Quantiscript Inc.                     |                    |              | X             |                               |              | A                         |
| RTP Pharma Inc.                       | warrants           |              | X             |                               |              | A                         |
|                                       |                    |              | X             | X                             |              | B                         |
| SMT Hydrasil inc. <sup>3</sup>        |                    |              | X             | X                             |              | A                         |

|  |                         |   |   |   |   |   |
|--|-------------------------|---|---|---|---|---|
| SS8 Networks Inc.                                    | preferred A, B          |   | X |   |   | A |
| Sabex inc.   |                         |   | X |   | X | D |
|  | preferred A, H          |   | X |   |   | A |
| Sanderling Venture Partners IV, L.P.                 |                         | X |   |   |   | D |
| Semantix Inc. <sup>3</sup>                           |                         |   | X |   | X | A |
|  | preferred               |   | X |   |   | A |
| SiGe Microsystems Inc.                               | preferred               |   | X |   |   | B |
| Silanis Technology Inc.                              | preferred B             |   | X |   |   | B |
| Silonex Inc.   | class A, B              |   | X |   |   | A |
| Silver Lake Partners, L.P.                           |                         | X |   |   |   | D |
| Skulogix Inc.  |                         |   | X |   |   | A |
|  | preferred A, B          |   | X |   |   | C |
| Société de Développement du Magnésium,S.E.C.         |                         | X |   |   |   | A |
| SpaceVest II, L.P.                                   |                         | X |   |   |   | C |
| Spike Broadband Systems Inc.                         | preferred D<br>warrants |   | X |   |   | C |
|  |                         |   | X |   |   | A |
| T2C2 Bio, Limited Partnership                        |                         | X |   |   |   | C |
| T2C2 Info, Limited Partnership                       |                         | X |   |   |   | C |
| TA Associates - Advent VII, L.P.                     |                         | X |   |   |   | A |
| Technologies Innovations AIKS inc.                   |                         |   | X | X | X | A |
| Télogène inc.  | preferred E, G          |   | X |   |   | A |
| Tetra Technologies inc. <sup>3</sup>                 | class A                 |   | X | X |   | A |
| Theralipids Inc.                                     | warrants                |   | X | X | X | A |
|  | preferred B             |   | X |   |   | A |
| Therion Biologics Corporation                        | warrants                |   | X |   |   | A |
|  | preferred B             |   | X |   |   | A |
| TransMedics, Inc.                                    | preferred A             |   | X |   |   | A |
| Valadeo Technologies Corp. <sup>3</sup>              | preferred A             |   | X |   |   | A |
|  |                         |   | X | X | X | A |
| Ventures West B.C. Technology Investment Fund, The   |                         | X |   |   |   | B |
| Viacell Inc.   | preferred H             |   | X |   |   | A |
| Virocell Inc.  | stock option            |   | X |   |   | A |
|  | preferred B             |   | X |   |   | A |
| X-Cepto Therapeutics Inc.                            | preferred B             |   | X |   |   | A |
| Zarix Inc.   | preferred C             |   | X |   |   | B |
|  | warrants                |   | X |   |   | A |
| Zycos Inc.   |                         |   | X |   |   | B |
| <b>CDP Montréal Mode Investissements<sup>2</sup></b> |                         |   |   |   |   |   |
| Esteem Fashions Inc.                                 | class A, E              |   | X |   | X | A |
| Modes Freedom inc.                                   |                         |   |   |   | X | A |

**INVESTMENTS IN SHARES AND BONDS OF PRIVATELY HELD COMPANIES (continued)**

as at December 31, 2000

(fair value - in millions of dollars)

| CORPORATIONS | Designation | Units | Shares | Convertible securities | Bonds | Investment amounts |
|--------------|-------------|-------|--------|------------------------|-------|--------------------|
|--------------|-------------|-------|--------|------------------------|-------|--------------------|

Difference between investments reflected in the annual list and those on the record at the Caisse: 17 debentures convertible files privately held company shares.

<sup>1</sup> Insider

<sup>2</sup> Investment made or held by the Caisse or one of its subsidiaries pursuant to the first four paragraphs of subsection 37.1 of the Act Respecting the Caisse .

<sup>3</sup> Investment made or held by the Caisse or one of its subsidiaries pursuant to the last paragraph of subsection 37.1 of the Act Respecting the Caisse .

In this table are listed the major investments in shares and bonds of private corporations. This table does not account for the hedging of foreign exchange risks. This table is subject to the disclosure standards applicable to the annual list of such investments.

The annual list must not provide any information deemed to be detrimental to the operations of the Caisse, to its economic interests or competitiveness or which may reveal an intended transaction, a transaction or series of transactions in process or which may cause prejudice to a company. Consequently, there may occasionally exist differences between the investments in the annual list and those recorded in the books of the Caisse, at December 31. However, whenever possible and without transgressing the above standards, the annual list states the total amount of these differences.

Pursuant to agreement, the specific value of investments in any private company (according to the definition of the Québec Securities Act) does not appear in this list unless the company has agreed to such disclosure.

**STATEMENT OF REAL ESTATE HOLDINGS  
as at December 31, 2000**

| Location     | Land and buildings  |
|--------------|---|
| <b>CADIM</b> |   |
| Anjou        | Land, Résidentiel,  |
| Anjou        | Land, Parc d'affaires                                     |
| Baie-Comeau  | 115, boulevard Comeau                                     |
| Brampton     | 2 et 4, Silver Maple Court                                |
| Brampton     | 930, North Park Drive                                     |
| Burlington   | 3485, Harvester Road                                      |
| Burnaby      | 7341/82, Winston et 3921/99, 4279/7299<br>Phillips Street |
| Calgary      | 3916, 56th Avenue S.E.                                    |
| Calgary      | 615, Macleod Trail South                                  |
| Calgary      | 9110, Macleod Trail                                       |
| Cambridge    | 135, Chamlers Street                                      |
| Charlesbourg | 4155, 4e Avenue West                                      |
| Darmouth     | Highfield Park Drive and Joseph Young                     |
| Dorval       | 450 to 455, avenue Racine                                 |
| Edmonton     | 11211, 104th Avenue                                       |
| Etobicoke    | 277, 279, Humberline Drive                                |
| Etobicoke    | 44, 50, Fasken Drive                                      |
| Fonthill     | 20, Candoro Drive   |
| Gloucester   | 2750, Carousel Drive                                      |
| Kitchener    | 801/809, Victoria Street North                            |
| Kitchener    | 324, Highland Road West                                   |
| Kingston     | 1020, Pembridge Crescent                                  |
| Laval        | Land, Sainte-Dorothée                                     |
| London       | 405/415 Wharncliffe Road South                            |
| London       | Land, Heartstone  |
| Longueuil    | 3460, chemin Chambly                                      |
| Longueuil    | 325, rue Joliette   |
| Longueuil    | 695, boulevard Saint-Charles                              |
| Markham      | 300, John Street  |
| Markham      | 430 Cochrane Drive  |
| Markham      | 951, Denison  |
| Markham      | 80, 90, Centurian Drive                                   |
| Mississauga  | 30, Elm Drive   |
| Mississauga  | 2100, Sherobee Road                                       |
| Mississauga  | 2700, Aquitaine Drive                                     |
| Mississauga  | 6465, Millcreek Drive                                     |
| Mississauga  | 3476, Glen Erin Drive                                     |
| Mississauga  | 1030, 1050, 1070, 1090, 1110, Kamato Road                 |
| Mississauga  | 1515, 1545, 1565, 1585, Britania Road                     |
| Mississauga  | 1625, 1635, 1645, 1655, Sismet Road                       |
| Mississauga  | 2299, Drew Road   |

| Location         | Land and buildings   |
|------------------|--|
| Mississauga      | 5511, 6625, 6645, 6665, 6685, 6705, 7025,<br>Tomken Road   |
| Mississauga      | 7634, 7650, 7676, 7686, 7720, Kimbel Street                |
| Moncton          | 1380, Mountain Road  |
| Montréal         | 1170, rue Peel   |
| Montréal         | Land, 2020, rue University                                 |
| Montréal         | 1500 and land of 1800, avenue McGill College               |
| Montréal         | 360, rue Saint-Antoine West                                |
| Montréal         | 800, place Victoria  |
| Niagara Falls    | 717, Bruce Avenue  |
| North Vancouver  | 801, Marine Drive  |
| North York       | 1177, 1179, 1181, 1183, Finch Avenue West                  |
| Oakville         | 1229, Marlborough  |
| Ottawa           | 1541, Riverside Drive                                      |
| Pointe-Claire    | 1325, boulevard Hymus                                      |
| Québec City      | 1 to 8, place Mérici                                       |
| Québec City      | Land Mérici  |
| Québec City      | Land, 690, boulevard René-Lévesque East                    |
| Richmond Hill    | 1250, 1255, Reid Street                                    |
| Richmond Hill    | 45, West Wilmot Street                                     |
| Richmond Hill    | 9030, 9040, Leslie   |
| Rivière-du-Loup  | Land, 385, rue Lafontaine                                  |
| Sainte-Catherine | 3605, boulevard Marie-Victorin                             |
| Sainte-Foy       | 2828, rue du Général                                       |
| Scarborough      | 567, Scarborough Golf Club Road                            |
| Scarborough      | 3391, 3401, 3411, McNicoll Avenue                          |
| Sherbrooke       | 3300, rue Des Chênes                                       |
| Sherbrooke       | 2775 and 2835, rue du Manoir                               |
| St. Catherines   | 64 et 76, Roehampton Avenue                                |
| St. Catherines   | 87/97, Rockwood Ave. and 100, Woodrow                      |
| St. Catherines   | 234, Oakdale Ave. and 16, Capner Street                    |
| St. Catherines   | 333, Meadows Blvd.   |
| St. Catherines   | 64, Permillia Street                                       |
| Toronto          | 725, Warden Avenue   |
| Toronto          | 1770/90, Eglinton East and 1530/70 Victoria<br>Park Avenue |
| Toronto          | 443, University  |
| Vancouver        | 2110 West 43rd Avenue                                      |
| Vaughan          | 140 et 141, Staffern Drive                                 |
| Verdun           | Land, portion of lot 4740 et al.<br>(Île des Sœurs)        |
| Whitby           | 900, Dundas Street   |

| Location                        | Land and buildings                       |
|---------------------------------|--|
| <b>Foreign investments</b>      |  |
| Billerica<br>(Mass., U.S.)      | 158 and 160 Concord Road                 |
| Charlotte<br>(N.C., U.S.)       | 839 Scaleybark Road                      |
| Columbia<br>(Maryland., U.S.)   | 5458 Harpers Farm Road                   |
| Fairfield<br>(Calif., U.S.)     | 3001 North Texas Street                  |
| Gloucester<br>(Mass., U.S.)     | 145, Essex Avenue                        |
| Greensboro<br>(N.C., U.S.)      | 1921 New Garden Road                     |
| Lisle<br>(Ill., U.S.)           | 1769 Robin Lane                          |
| Manassas<br>(Virginia, U.S.)    | 10303 7 <sup>th</sup> Regiment Drive     |
| Newport Beach<br>(Calif., U.S.) | 880 Irvine                               |
| Newport Beach<br>(Calif., U.S.) | 1700, 16 <sup>th</sup> Avenue            |
| New York<br>(N.Y., U.S.)        | 6 West 107 <sup>th</sup> Street          |
| New York<br>(N.Y., U.S.)        | 108 West 15 <sup>th</sup> Street         |
| New York<br>(N.Y., U.S.)        | 210 West 89 <sup>th</sup> Street         |
| New York<br>(N.Y., U.S.)        | 230 East 44 <sup>th</sup> Street         |
| New York<br>(N.Y., U.S.)        | 231 to 237 Second Avenue                 |
| New York<br>(N.Y., U.S.)        | 235 and 237 West 48 <sup>th</sup> Street |
| New York<br>(N.Y., U.S.)        | 359 Second Avenue                        |
| New York<br>(N.Y., U.S.)        | 401 West 56 <sup>th</sup> Street         |
| Nice<br>(France)                | 24, rue Saint-François de Paule          |
| North Dallas<br>(Tex., U.S.)    | 9030 - 9050 Markville Drive              |
| Piaseczno<br>(Poland)           | rue Julianowska                          |

| Location                        | Land and buildings                              |
|---------------------------------|---|
| <b>CADIM (continued)</b>        |   |
| Piaseczno<br>(Poland)           | Wifjska   |
| Reston<br>(Virginia, U.S.)      | 11013 Beacontree Lake Drive                     |
| San Diego<br>(Calif., U.S.)     | 17115 West Bernado Drive                        |
| San Francisco<br>(Calif., U.S.) | 303, Second Street                              |
| Southfield<br>(Michigan, É.-U.) | 23 275, Riverside Drive                         |
| Varsovie<br>(Poland)            | 39, Mokotowska                                  |
| Vista<br>(Calif., U.S.)         | 333-365 Emerald Drive North                     |
| Woodridge<br>(Ill., U.S.)       | 2472 Emerald Court                              |
| <b>IVANHOE</b>                  |   |
| Barrie                          | Land Simcoe                                     |
| Beaconsfield                    | 50, boulevard St-Charles                        |
| Belleville                      | 390 North Front Street                          |
| Brantford                       | 84 Lynden Road                                  |
| Brossard                        | 2150, boulevard Lapinière                       |
| Burlington                      | 777 Guelph Line                                 |
| Burlington                      | 900 Maple Avenue                                |
| Burlington                      | 901 Guelph Line                                 |
| Burlington                      | 3365 Fairview Street                            |
| Burnaby                         | 4710 and 4720 Kingsway                          |
| Calgary                         | 901 64 <sup>th</sup> Avenue NE                  |
| Calgary                         | 171 Colborne Street                             |
| Calgary                         | 100 Anderson Road SE                            |
| Calgary                         | 2525 36 <sup>th</sup> Street NE                 |
| Charlesbourg                    | 4296, 1 <sup>ere</sup> Avenue                   |
| Chatham                         | 100 King Street West                            |
| Côte-Saint-Luc                  | 7155, chemin Côte-St-Luc                        |
| Dartmouth                       | 21 Micmac Boulevard                             |
| Delson                          | 1000, boulevard Georges-Gagné and adjacent land |
| Dollard-des-Ormeaux             | 3237, boulevard des Sources                     |
| Dorval                          | 310, avenue Dorval                              |
| Dundas                          | 2-101 and Osler Drive                           |
| Edmonton                        | 2323, 111 <sup>th</sup> Street                  |
| Edmonton                        | 2331 66 <sup>th</sup> Street NW                 |

| Location        | Land and buildings  |
|-----------------|---|
| Edmonton        | 111 <sup>th</sup> Street and 51st Avenue                                |
| Etobicoke       | 500 Rexdale Blvd  |
| Greenfield Park | 345 to 545, boulevard Taschereau  |
| Hull            | 320, boulevard St-Joseph  |
| Kingston        | 945, Gardiners Road   |
| Kingston        | 1040 to 1096 Princess Street  |
| Lachine         | 2972, rue Remembrance   |
| LaSalle         | 2101, avenue Dollard  |
| Laval           | Autoroute 15 (boul. Saint-Martin) and land                              |
| Laval           | Land, Projet Centre-ville   |
| Laval           | Land, boul. St-Elzéar   |
| Laval           | 2900 rue Édouard Montpetit and land                                     |
| Laval           | 901, boulevard Curé-Labelle   |
| Laval           | 2999, autoroute 440 and land  |
| Lethbridge      | 200, 4 <sup>th</sup> Ave. S.  |
| Lévis           | Land, route du Président-Kennedy  |
| Lloydminster    | 5211 44 <sup>th</sup> Street  |
| London          | 509 Commissioners Road  |
| Longueuil       | 1401, chemin Chambly  |
| Markham         | 5000 Highway 7  |
| Mascouche       | Land, Mascouche/Lachenaie   |
| Mascouche       | Land, montée Masson   |
| Mercier         | Land, boul. St-Jean-Baptiste  |
| Mississauga     | 1250 South Service Road   |
| Mississauga     | 6711 and 6733 Mississauga Rd.   |
| Montréal        | 705, rue Sainte-Catherine West  |
| Montréal        | 3801, route Transcanadienne   |
| Montréal        | 7999, boul. les Galeries d'Anjou  |
| Montréal        | 1500, avenue McGill College   |
| Montréal        | 677 to 685, Ste-Catherine West  |
| Montréal        | 1745 to 1775, rue Fleury East   |
| Montréal        | 4815, rue Buchan and land   |
| Montréal        | 4901, rue Jean-Talon West   |
| Montréal        | 4300 to 4700 and 4950, rue de la Savane                                 |
| Montréal        | 5010, rue Paré and land   |
| Montréal        | 4801 to 4885, 2615 to 2865, avenue Van Horne and adjacent land          |
| Montréal        | 7500, rue Victoria  |
| Montréal        | Land, rue Jean-Talon West (lots 100-2, 9 of village de Côte-des-Neiges) |
| Montréal-Nord   | 6000, boulevard Henri-Bourassa Est                                      |
| Mont-Royal      | 2305, chemin Rockland   |
| Mont-Royal      | 2375, rue Lucerne   |
| Nanaimo         | 6631 Island Highway N   |
| Newmarket       | 17600 Yonge Street  |

| Location                       | Land and buildings                            |
|--------------------------------|---|
| Niagara Falls                  | 7555 Montrose Road                            |
| North York                     | 1800 Sheppard Av East                         |
| Oakville                       | 240 Leighland Avenue                          |
| Oshawa                         | 419 King Street West                          |
| Ottawa                         | 100 Bayshore Drive                            |
| Pincourt                       | 107, boulevard Cardinal-Léger                 |
| Québec City                    | 440, rue Bouvier                              |
| Repentigny                     | 86 and 100, boulevard Brien and adjacent land |
| Repentigny                     | 175, rue Notre-Dame                           |
| Richmond                       | 1400, 6551 No. 3 Road                         |
| Rosemère                       | 201 to 257, boulevard Labelle                 |
| Scarborough                    | 5107 Sheppard Avenue East                     |
| Saint Albert                   | 300 36 <sup>th</sup> Street NE                |
| Saint-Hubert                   | 5025, boulevard Cousineau and land            |
| Saint John's                   | 430 Topsail Road                              |
| Saint-Laurent                  | 3205, boul. Côte Vertu                        |
| Saint-Laurent                  | 3105/3333, boul. Côte Vertu                   |
| Saint-Léonard                  | Land, rues Jean-Talon Est and Provencher      |
| Saint-Léonard                  | Land, rue Jean-Talon Est (near Palerme)       |
| Saint-Léonard                  | 4325 to 4505, rue Jean-Talon Est              |
| Sainte-Agathe                  | Land, chemin Palomino                         |
| Sainte-Foy                     | 2452, boulevard Laurier and adjacent land     |
| Sainte-Foy                     | 2700, boul. Laurier                           |
| Surrey                         | 2695 Guilford Town Centre                     |
| Sydney                         | 800 Grand Lake Rd                             |
| Thornhill                      | 800 Stell West Avenue                         |
| Timmins                        | 1500 Riverside Drive West                     |
| Toronto                        | 65 Skyway                                     |
| Toronto                        | 4763 to 4781 Yonge Street                     |
| Trois-Rivières                 | 4015, boulevard des Forges                    |
| Trois-Rivières                 | 4125, boul. Des Forges                        |
| Vancouver                      | 650, West 41th Avenue                         |
| Victoria                       | 221 to 3147 Douglas Street                    |
| Victoria                       | 775 Finlayson St                              |
| Waterloo                       | 550 King Street North                         |
| Windsor                        | 3100 Howard Avenue                            |
| Windsor                        | Tecumseh Blvd. and Lauzon Road                |
| Windsor                        | 2700 Tecumseh Road West                       |
| Windsor                        | 3155 Howard Avenue                            |
| Winnipeg                       | 1555 Regent Avenue West                       |
| <b>Foreign investments</b>     |   |
| Alexandria<br>(Virginia, U.S.) | 5801 Duke Street                              |
| Omaha<br>(Nebraska, U.S.)      | 3001 South 144 <sup>th</sup> Street           |

## STATEMENT OF REAL ESTATE HOLDINGS (continued)

as at December 31, 2000

| Location                        | Land and buildings                         | Location   | Land and buildings   | Location                    | Land and buildings   |
|---------------------------------|--|------------|--|-----------------------------|--|
| <b>IVANHOE (continued)</b>      |  |            |  |                             |  |
| San Jose<br>(Calif., U.S.)      | 1 Eastridge Mall                           | Blainville | Land, industriel   | Montréal                    | Land rue Jarry East  |
| Savannah<br>(Georgia, U.S.)     | 1405 Abercorn Ext.                         | Brossard   | 8705, boulevard Taschereau                                 | Ottawa                      | 160, Elgin   |
| Tampa<br>(Fla., U.S.)           | Land, International Plaza                  | Burlington | 5575, North Service Road                                   | Pointe-<br>aux-Trembles     | 12675, rue Sherbrooke Est  |
| Chattanooga<br>(Tenn., U.S.)    | 271 Northgate Mall                         | Calgary    | 9 <sup>th</sup> and 10 <sup>th</sup> Avenues S.W. and S.E. | Québec City                 | Land, boulevard l'Ormière  |
| Elizabethtown<br>(Ky., U.S.)    | 1704 North Dixie Highway                   | Chandler   | 175, rue Daigneault and adjacent land                      | Québec City                 | Land, Maizerets  |
| Gainesville<br>(Fla., U.S.)     | 6419 Newberry Road                         | Chicoutimi | 1212 and 1324, boulevard Talbot and adjacent land          | Québec City                 | 690 and 700, rue St-Cyrille East   |
| Holland<br>(Mich., U.S.)        | 12331 James Street                         | Chicoutimi | 299, rue des Saguenéens                                    | Québec City                 | 801, chemin Saint-Louis  |
| Kingsport<br>(Tenn., U.S.)      | 2101 Fort Henry Drive                      | Edmonton   | Land, Edmonton Parkade                                     | Québec City                 | 5700 to 5780, boulevard des Gradins  |
| Lancaster<br>(Penn., U.S.)      | 142 Park City Center                       | Gaspé      | 39, montée Sandy Beach                                     | Québec City                 | 565 to 585, boulevard Lebourgneuf  |
| Las Vegas<br>(Nev., U.S.)       | 4300 Meadows Lane, Suite 10                | Jonquière  | 3460, boulevard Saint-François and adjacent land           | Regina                      | 1801 Hamilton Street   |
| Minnetonka<br>(Minn., U.S.)     | 12401 Wayzata Boulevard                    | Kamloops   | 2189 Troon Way   | Richmond                    | 13140, 13155, 13200, 13211, 13231, 13251, 13260 Delf Place and land  |
| Omaha<br>(Nebr., U.S.)          | 10000 California Street                    | Laval      | Land, Dagenais, Autoroute 440                              | Richmond                    | 13511, 13551, 13571, 13575, 13700, 13775, 13777 and 13800 Commerce Parkway   |
| Savannah<br>(Georgia, U.S.)     | 7804 Abercorn Extension                    | Laval      | Land, Midlick, Autoroute 440                               | Rimouski                    | 419, boulevard Jessop  |
| Taylor<br>(Mich., U.S.)         | 2300 Eureka Road                           | Laval      | Land, Technoval  | Rimouski                    | 80 to 84 and 114, rue Saint-Germain  |
| Wauwatosa<br>(Wisconsin, É.-U.) | 2500, North Mayfair Road                   | Laval      | 440, rue Armand Frappier                                   | Rivière-du-Loup             | 298, boulevard Thériault and adjacent land   |
|                                 |  | Laval      | 3080, 3090 and 3100, boulevard le Carrefour                | Roberval                    | 1221, boulevard Saint-Dominique  |
|                                 |  | Laval      | 2525, boulevard Daniel-Johnson                             | Saint-Georges-<br>de-Beauce | 8585, boulevard Lacroix  |
|                                 |  | Laval      | 1 to 4, place Laval  | Saint-Laurent               | 3333, boul. Cavendish  |
|                                 |  | Montréal   | 1155, rue Metcalfe   | Saint-Laurent               | 3300, 3350 to 3450, 3500 and land, chemin de la Côte-Vertu   |
|                                 |  | Montréal   | 360, rue Saint-Jacques                                     | Saint-Laurent               | 1055 to 1105, 1435 to 1473, 1475 to 1499, rue Bégin  |
|                                 |  | Montréal   | 2020, rue University                                       | Saint-Laurent               | 4400, 4405, 4420 to 4440, 4445, 4448 to 4454, 4475, 4488 to 4492, 4500 to 4520, 4600 to 4620, 4700 to 4720, rue Garand |
|                                 |  | Montréal   | 1010, rue Sherbrooke West                                  | Saint-Laurent               | 655 to 817 and land, rue Gougeon   |
|                                 |  | Montréal   | 700, rue de La Gauchetière West                            | Saint-Laurent               | Land, chemin Côte-de-Liesse  |
|                                 |  | Montréal   | 1-5, Place Ville-Marie                                     | Saint-Laurent               | Land, rue Pitfield   |
|                                 |  | Montréal   | Land, rue Queen  | Saint-Laurent               | 4150, 4155, 4200, 4205 to 4395, 4300 to 4320, 4400 to 4420, 4405 to 4515, rue Poirier                                  |
|                                 |  | Montréal   | Angle Saint-Antoine et Bleury                              | Saint-Laurent               | 1400, rue Pomba  |
|                                 |  | Montréal   | Land, rue Duke   | Saint-Laurent               | 4600 to 4650, rue Thimens  |
|                                 |  | Montréal   | 896 to 902, rue Sainte-Catherine West                      | Saint-Laurent               | 6969, 7031 to 7045, 7875, 7905, 7945 to 7955, 8085 to 8089, route Transcanadienne                                      |
|                                 |  | Montréal   | Land, angle Duke and Wellington                            | Saint-Léonard               | 6801, boulevard des Grandes Prairies   |
|                                 |  | Montréal   | Land, angle King and Wellington                            | Sainte-Foy                  | 880 and 930, chemin Sainte-Foy   |
|                                 |  | Montréal   | Land, Multimédia phases 1, 2, 3                            | Sainte-Foy                  | 1000 and 1020, route de l'Église   |
|                                 |  | Montréal   | 46 to 50 to 80, rue Queen                                  |                             |  |
|                                 |  | Montréal   | 71c to 87, rue Prince                                      |                             |  |
|                                 |  | Montréal   | 1200, avenue McGill College                                |                             |  |
|                                 |  | Montréal   | 1981, avenue McGill College                                |                             |  |
|                                 |  | Montréal   | 500, rue Sherbrooke Ouest                                  |                             |  |
|                                 |  | Montréal   | 747, Square Victoria                                       |                             |  |
|                                 |  | Montréal   | 752 to 772, rue Sherbrooke Ouest                           |                             |  |
|                                 |  | Montréal   | 1055, boulevard René-Lévesque Est                          |                             |  |
|                                 |  | Montréal   | 2000, rue Notre-Dame Est                                   |                             |  |
|                                 |  |            |  |                             |  |
| <b>PENYORK PROPERTIES</b>       |  |            |  |                             |  |
| Burlington                      | 1100 Burloak Road                          |            |  |                             |  |
| Mississauga                     | 2600, 2630 Skymark Avenue and land         |            |  |                             |  |
| North York                      | 90 Sheppard Avenue East                    |            |  |                             |  |
| North York                      | 5001, 5150 and 5160 Yonge Street           |            |  |                             |  |
| Toronto                         | 55 University Avenue                       |            |  |                             |  |
|                                 |  |            |  |                             |  |
| <b>SITQ IMMOBILIER</b>          |  |            |  |                             |  |
| Alma                            | 705, avenue du Pont Nord and adjacent land |            |  |                             |  |
| Baie d'urfé                     | Land                                       |            |  |                             |  |

| Location                           | Land and buildings  |
|------------------------------------|---|
| <b>SITQ IMMOBILIER (continued)</b> |   |
| Sainte-Foy                         | 2875, boulevard Laurier   |
| Saskatoon                          | 255 Second Avenue North   |
| Surrey                             | 12827 and 12835 King George Highway   |
| Thetford Mines                     | 8051, boulevard Smith Nord and adjacent land  |
| Toronto                            | Steeles Ave. East & Woodbine Ave.   |
| Trois-Rivières                     | 225, rue des Forges   |
| Trois-Rivières-Ouest               | 4520, boulevard Royal and 4000 to 4100, boulevard des Récollets   |
| Vancouver                          | 1075 West Georgia Street  |
| Vancouver                          | 495,505, 555 and 580 Burrard Street   |
| Vancouver                          | 1055 Dunsmuir Street  |
| Vancouver                          | 533 and 535 Hornby Street   |
| Vancouver                          | 1508 Broadway   |
| Vancouver                          | 2020 and 2030 West Broadway   |
| Vancouver                          | 1130 and 1166 West Pender Street  |
| Victoria                           | 1644 Hillside Avenue  |
| Westmount                          | 1 to 4, Westmount Square  |
| Winnipeg                           | Land, Main Street   |
| Winnipeg                           | 201 Portage Avenue  |
| <b>Foreign investments</b>         |   |
| Amarillo<br>(Tex., U.S.)           | 600 South Tyler Street  |
| Austin<br>(Tex., U.S.)             | 7600 Burnet Road  |
| Austin<br>(Tex., U.S.)             | 5307 IH 35  |
| Banbury<br>(England)               | Castle Street et Parsons Street   |
| Baton Rouge<br>(Louisiana, U.S.)   | 450 Laurel Street   |
| Bellevue<br>(Wash., U.S.)          | 320 108 <sup>th</sup> Avenue NE   |
| Bellevue<br>(Wash., U.S.)          | 3650 and 3660 131 ST Avenue SE  |
| Denver<br>(Colo., U.S.)            | 4300 and 4500 Cherry Creek South Drive  |
| Everette<br>(Wash., U.S.)          | 12121 Admiralty Way   |
| Farmer's Branch<br>(Tex., U.S.)    | 13456 Midway, 4100 Alpha, 4001, 4020, 4040, 4099, 4100, 4101 McEwen, 4000 S. McEwen, 4000 N. McEwen, 4141 Blue Lake |

| Location                           | Land and buildings  |
|------------------------------------|---|
| Forth Worth<br>(Tex., U.S.)        | 500 Throckmorton Street   |
| Glendale<br>(Calif., U.S.)         | 4300 Cherry Creek South Drive   |
| Huntington Beach<br>(Calif., U.S.) | 7755 Center Avenue  |
| Issaquah<br>(Wash., U.S.)          | 22011 SE 51 <sup>st</sup> Avenue and 5150 220 <sup>th</sup> Avenue SE |
| Juarez<br>(Mexico)                 | Azlécas and Panamericano  |
| Los angeles<br>(Calif., U.S.)      | 1888 Century Park East  |
| McKinney<br>(Tex., U.S.)           | 1600 Redbud Drive   |
| Paris<br>(France)                  | 42, avenue Friedland  |
| Paris<br>(France)                  | 52, rue d'Anjou   |
| Paris<br>(France)                  | 4, 6, 8, rue d'Alsace   |
| Paris<br>(France)                  | 13, Esplanade du Général de Gaulle                                    |
| Paris<br>(France)                  | 20, Bis Jardins Boieldieu   |
| Paris<br>(France)                  | 1, rue Carpeaux   |
| Paris<br>(France)                  | 11 and 13, cours Valmy  |
| Plano<br>(Tex.,U.S.)               | 1700 Coit Road  |
| Puteaux<br>(France)                | 14, rue de la République  |
| Richmond<br>(Virginia, U.S.)       | 18200 to 18700 Union Hill Rd N.E.                                     |
| Round Rock<br>(Tex.,U.S.)          | 1111 North IH-35  |
| San Diego<br>(Calif., É.-U.)       | 401, West « A » Street  |
| Santa Ana<br>(Calif., U.S.)        | 1551 N. Tustin Avenue   |
| Seattle<br>(Wash., U.S.)           | Land, Ballard-Virginia  |
| Seattle<br>(Wash., U.S.)           | 1420 5 <sup>th</sup> Avenue   |

| Location                        | Land and buildings                      |
|---------------------------------|---|
| Seattle<br>(Wash., U.S.)        | Land, 1941 Westlake                     |
| Shreveport<br>(Louisiane, U.S.) | 400 Texas Street                        |
| St-Ouen<br>(France)             | 28 to 60, rue Andouin and Quay de Seine |
| Washington D.C.<br>(U.S.)       | 1776 Eye Street, Republic Place         |
| Washington D.C.<br>(U.S.)       | 2100, 2110, 2120, Washington Blvd.      |
| Westlake Hills<br>(Tex.,U.S.)   | 3811 Bee Caves Road                     |



**STATEMENT OF PROPERTIES HELD FOR RESALE  
as at December 31, 2000**

| <b>Location</b>          | <b>Address</b>                            |
|--------------------------|---|
| Alma                     | 1055, rue Du Pont Sud                     |
| Baie-Comeau              | 300, boulevard LaSalle                    |
| Beaupré                  | 1000, boulevard Beaupré, apt. 101 and 102 |
| Gaspé                    | 142, boulevard Gaspé                      |
| Hull                     | 214, boulevard de la Cité-des-Jeunes      |
| Jonquière                | 2675, boulevard du Royaume                |
| La Baie                  | 993 to 997 and 1013, rue Bagot            |
| Lachine                  | 795, 1re Avenue                           |
| Magog                    | 1750, rue Sherbrooke                      |
| Montréal                 | 4148 to 4154, rue Adam                    |
| Port-Cartier             | 24, boulevard des Îles                    |
| Québec City              | 2 to 50, 80 rue St-Jean                   |
| Québec City              | 135 to 163, rue Des Chênes Ouest          |
| Québec City              | 5237, boulevard Wilfrid-Hamel             |
| Rimouski                 | 40 to 44 and 70, rue Saint-Germain Est    |
| Saint-Jean-sur-Richelieu | 800, boulevard Industriel                 |
| Sherbrooke               | 908 to 920, 12e avenue Nord               |
| Trois-Rivières           | 525, rue Charlevoix                       |
| Vanier                   | 989 to 999, Pierre-Bertrand               |
| Vanier                   | 955, Pierre-Bertrand                      |

The properties herein above mentioned are held by the Caisse or one of the following subsidiaries: Placements P.H.C. inc. and 3097-1618 Québec inc.

**15** CHANGES IN PRIVATE EQUITY  
as at December 31

|                        | Cost   | Fair value |        |       |       |       |       |       |       |       |       |
|------------------------|--------|------------|--------|-------|-------|-------|-------|-------|-------|-------|-------|
|                        | 2000   | 2000       | 1999   | 1998  | 1997  | 1996  | 1995  | 1994  | 1993  | 1992  | 1991  |
| In millions of dollars | 12,839 | 15,290     | 12,001 | 6,899 | 4,621 | 3,503 | 2,817 | 2,288 | 2,278 | 1,715 | 1,802 |
| Number of investments  | 781    | 781        | 636    | 491   | 367   | 269   | 206   | 183   | 149   | 124   | 128   |

**16** ADMINISTRATIVE STATISTICS  
as at December 31  
(fair value - in millions of dollars)

|  | 2000    | 1999    | 1998   | 1997   | 1996   |
|--|---------|---------|--------|--------|--------|
| Total assets under management                              | 124,934 | 106,003 | 86,861 | 70,959 | 61,533 |
| Investment management expenses and administrative expenses | 63.4    | 57.5    | 45.9   | 36.2   | 35.4   |
| Amount in basis points                                     | 5.1     | 5.4     | 5.3    | 5.1    | 5.8    |
| Total assets under management per employee                 | 637.4   | 401.5   | 372.8  | 325.5  | 274.7  |
| Number of depositors                                       | 20      | 20      | 20     | 19     | 18     |
| Number of employees  | 196     | 264     | 233    | 218    | 224    |

The Caisse establishes the general orientations concerning the management of global assets, as well as the investment policies and optimal allocation of the various asset classes for the Group as a whole.

**17** ADMINISTRATIVE STATISTICS - EXTERNAL MANAGEMENT  
as at December 31  
(fair value - in millions of dollars)

|  | 2000   | 1999   | 1998   | 1997   | 1996   |
|--|--------|--------|--------|--------|--------|
| <b>CDP Global Asset Management</b>   |        |        |        |        |        |
| Investments in foreign shares at fair value <sup>1</sup>                           | 22,638 | 21,897 | 15,589 | 12,044 | 10,499 |
| Expenses related to international consultants, securities handling and safekeeping | 12.7   | 11.3   | 10.4   | 13.1   | 12.5   |
| Amount in basis points   | 5.6    | 5.2    | 6.7    | 10.9   | 11.9   |
| <b>CDP Private Equity</b>  |        |        |        |        |        |
| Private investments at fair value <sup>1</sup>                                     | 15,349 | 12,057 | 6,912  | 4,621  | 3,503  |
| Investment management expenses and administrative expenses                         | 35.3   | 24.4   | 17.7   | 12.1   | 9.0    |
| Amount in basis points   | 23.0   | 20.2   | 25.6   | 26.2   | 25.7   |
| <b>CDP Real Estate</b>   |        |        |        |        |        |
| Real estate investments and mortgages at fair value <sup>1</sup>                   | 16,441 | 13,796 | 10,206 | 6,765  | 5,559  |
| Investment management expenses and administrative expenses                         | 50.6   | 39.5   | 25.1   | 20.1   | 18.5   |
| Amount in basis points   | 30.8   | 28.6   | 24.6   | 29.7   | 33.3   |

<sup>1</sup> Included in total assets under management.

External management is based on management orientations for global assets, and on investment policies and optimal allocation of various asset classes as determined by the Caisse.

## BOARD OF DIRECTORS

**Jean-Claude Scraire**<sup>1, 2, 3, 4, 5</sup>  
Chairman of the Board and Chief Executive Officer

**Guy Morneau**<sup>5</sup>  
Deputy Chairman of the Board  
President and General Manager  
Régie des rentes du Québec

**Jean-Claude Bachand**<sup>1, 3</sup>  
Counsel  
Fraser Milner Casgrain

**Luc Bessette**<sup>1, 2, 3</sup>  
President  
Commission administrative des régimes de retraite et d'assurances

**Rodrigue Biron**<sup>2, 3</sup>  
Corporate Director  
Rodrigue Biron et Associés

**Alban D'Amours**<sup>2</sup>  
President  
Confédération des caisses populaires et d'économie Desjardins du Québec

**Yves Filion**<sup>1</sup>  
Deputy Chief Executive Officer  
Hydro-Québec

**Jean-Yves Gagnon**<sup>4</sup>  
Chairman and Chief Executive Officer  
Société de l'assurance automobile du Québec

**Gilles Godbout**<sup>5</sup>  
Deputy Minister  
Ministère des Finances  
Gouvernement du Québec

**Thomas O. Hecht**  
Chairman Emeritus  
Technologies IBEX

**Marc Laviolette**  
President  
Confédération des syndicats nationaux

**Henri Massé**<sup>3</sup>  
President  
Fédération des travailleurs et travailleuses du Québec

**Nicole Trudeau**<sup>5</sup>  
Member and Vice-President  
Commission municipale du Québec

## SENIOR MANAGEMENT

**Jean-Claude Scraire**<sup>8</sup>  
Chairman of the Board and Chief Executive Officer

**Michel Nadeau**<sup>8</sup>  
Assistant General Manager  
CDP group and President  
CDP Global Asset Management

**Jean-Claude Cyr**<sup>8</sup>  
Executive Vice-President  
CDP group  
Investment Planning and Management

**Bertrand Lauzon**<sup>8</sup>  
Executive Vice-President  
CDP group  
Finance and Information Technologies

**Fernand Perreault**<sup>8</sup>  
Senior Vice-President  
CDP group and President  
CDP Real Estate

**Claude Séguin**<sup>8</sup>  
President  
CDP Private Equity

## MANAGEMENT

**Claude Bergeron**<sup>8</sup>  
Legal Affairs

**Ginette Depelteau**  
Corporate Secretary

**Robert Desnoyers**<sup>8</sup>  
Human Resources  
Advisory Direction

**Philippe Gabelier**<sup>8</sup>  
Institutional and Corporate Affairs

**François Geoffrion**<sup>8</sup>  
Strategic Development

**Richard Guay**  
Depositors' Accounts Management

**Ginette Hains**  
Strategic Information and Intelligence

**Réjeanne Lizotte**  
Auditing

**Jean-Guy Talbot**  
Corporate Development

## CDP GLOBAL ASSET MANAGEMENT

**Michel Nadeau**  
President  
CDP Global Asset Management and Assistant General Manager  
CDP group

**André Duchesne**  
Fixed Income and Currencies

**François Grenier**  
Sectorial Equity Management

**Hubert Lapierre**<sup>8</sup>  
Canadian Stock Markets

**Pierre Lussier**<sup>8</sup>  
Strategic Management of Asset Mix

**Yves Moquin**  
Tactical Investments

**Mario Therrien**  
Varan Tactical Asset Management

## CDP Advisory Services

*New Business Advisory Direction*

*Management*  
**Nicolas Toutoungi**  
Vice-President

**Geneviève Gallouet**  
Associate Vice-President

## CDP REAL ESTATE

**Fernand Perreault**<sup>7</sup>  
President  
CDP Real Estate, Senior Vice-President  
CDP group and Chairman of the Board of the CDP Real Estate subsidiaries

**André Charest**  
Vice-President  
Administration and Finance

**Pierre Duhaime**  
Vice-President  
Investments Management

**Louise Poirier-Landry**  
Vice-President  
Structured Financing and New Products

**Geneviève B. Beaulieu**  
Corporate Secretary of the CDP Real Estate subsidiaries

**Karen Laflamme**  
Director  
Administration and Finance

**Cadim**  
*Real estate portfolio company residential and non-conventional investments management in new markets*

800, square Victoria  
Bureau 4400  
Case postale 118  
Montréal (Québec) H4Z 1B7  
Tel.: (514) 875-3360  
Fax: (514) 875-3327  
<http://cadim.cdpcapital.com>

*Management*  
**André Collin**  
President and Chief Operating Officer

**Richard Dansereau**  
Vice-President  
Investments

**Sylvie Drouin**  
Vice-President  
Legal Affairs

**Pierre Gibeault**  
Vice-President  
Investments

**Pierre Gamache**  
Managing Director  
Cadim-FSTQ New Markets Fund

**Pierre Buron**  
Director  
Portfolio Management

**Guy Charette**  
Senior Director  
Financing

**Sylvain Charpentier**  
Director  
Investments

**Ron Cheshire**  
Director  
Capital Markets

**Marc Lapointe**  
Director  
New Markets

**Serge Leduc**  
Director  
Acquisitions

**Line Lefebvre**  
Senior Director  
Finance and Treasury

**Alain Maheu**  
Director  
Investments Management

**Andrew Oksher**  
Managing Director, Asia

**Martine Philibert**  
Director  
Special Projects  
Investments

**Andrée Roy**  
Director  
Mezzanine Financing

*Board of Directors*<sup>9</sup>  
**André Charest**  
Vice-President  
Administration and Finance  
CDP Real Estate

**André Collin**  
President and Chief Operating Officer  
Cadim inc.

**Pierre Duhaime**  
Vice-President  
Investments Management  
CDP Real Estate

**Jean-Yves Gagnon**  
Chairman of the Board and General Manager  
Société de l'assurance automobile du Québec

**Ghislaine Laberge**  
Consultant in Real Estate Financing

**Alain Lapointe**  
Director, Centre for International Business Studies  
École des Hautes Études Commerciales

**Michel Sanschagrin**  
Vice-President and General Manager  
Actuarial and Control Services  
Industrial Alliance

**Alain Tessier**  
Consultant  
Finance and Information Technologies  
CDP Group

**Board of directors** *The Board of Directors consists of the Chief Executive Officer of CDP Capital, who is the Chairman, depositors' representatives, namely as at December 31, 2000, the President and General Manager of Régie des rentes du Québec, the Chairman of the Commission administrative des régimes de retraite et d'assurances, the Chairman and Chief Executive Officer of the Société de l'assurance automobile du Québec, as well as members of the business community and the co-operative sector and labour union leaders.*

<sup>1</sup> **Audit Committee** *The Audit Committee examines the annual and quarterly financial statements and recommends their approval to the Board of Directors. It also evaluates the mandate and the nature of the audit work performed and monitors the effectiveness of the internal-control systems and mechanisms.*

<sup>2</sup> **Resources Committee** *The Resources Committee receives proposals, submits its opinions and makes recommendations to the Board of Directors regarding human, financial and computer resources. More specifically, it studies the remuneration policy and the operating and capital budgets.*

<sup>3</sup> **Resources Committee – Senior Management** *The Resources Committee – Senior Management examines the process used to appoint members of CDP's senior management, defines their respective responsibilities and ensures the succession plan is appropriate. The committee also receives proposals, submits opinions and makes recommendations to the Board of Directors regarding the senior management organization chart, and the selection and hiring of any member of senior management. For the position of Chairman and Chief Executive Officer, it makes its recommendations to the Québec government.*

<sup>4</sup> **Real Estate Portfolio Management Committee** *The Real Estate Portfolio Management Committee (the CDP Real Estate Board of Directors) studies the annual strategic plan, receives management reports and approves or recommends certain investment proposals to the CDP's Board of Directors.*

<sup>5</sup> **Ethics, Professional Conduct and Corporate Governance Committee** *The Ethics, Professional Conduct and Corporate Governance Committee studies reports on the application of the Code of Ethics and Professional Conduct and on the exercise of the CDP's voting rights. It provides opinions on any matter covered by the Code or pertaining to its application, as required. It also ensures that the Corporate Governance Policy is updated.*

**Investment Committees** *CDP has eight investment committees and sub-committees. The main mandate of the Investment Steering Committee is to review general investment policy as well as specific policies arising therefrom, including sectorial policies, monitoring of depositors' investment policies, and general risk management as well as performance analysis. It also provides opinions and makes recommendations as required, as well as overseeing the activities of the team responsible for management of depositor accounts. The Integrated Risk Management Committee, sub-committee of the Investment Steering Committee, proposes strategic risk management orientations and policies for the entire CDP group, recommends priority work plans to assign resources to the most important risk elements, harmonizes the methods, systems and models used to identify and analyze risk, reviews the structure for delegation of authority and the approval limits and monitors risk to ensure it is managed properly. As for the Equity Management, Interest Rate Management and Currency Management Committees, they propose sector-based investment policies, approve management methods and oversee the investment activities of their sectors. The Asset Allocation Active Management Committee provides tactical and strategic management of fund allocation and investment positions among the major asset categories. The CDP Real Estate Committee and the CDP Private Equity Committee have a mandate to propose sector-based investment policies, ensure client satisfaction and quality of service, determine strategic orientations suited to Québec's economy and ensure a flow of information among all the components of the CDP group.*

<sup>6</sup> *Ex officio chairman of the Board of Directors of CDP Private Equity subsidiaries.*

<sup>7</sup> *Ex officio chairman of the Board of Directors of CDP Real Estate subsidiaries.*

<sup>8</sup> *Member of the Steering Committee.*

<sup>9</sup> *Fernand Perreault, Ex officio chairman of the Board of Directors of CDP Real Estate subsidiaries.*

**Ivanhoe**

Owner, manager and property developer of shopping centres

413, rue Saint-Jacques  
Bureau 700  
Montréal (Québec) H2Y 3Z4  
Tel.: (514) 841-7600  
Fax: (514) 841-7762  
<http://www.ivanhoe.ca>

**Management****René Tremblay**

President and Chief Operating Officer

**Paul S. Chehab**

Vice-President  
Acquisitions

**Claude Dion**

Vice-President  
Shopping Centres, Spain

**Pierre Lalonde**

Vice-President  
Joint Venture Investments

**Gervais Levasseur**

Vice-President  
Finance

**Gilbert Vocelle**

Vice-President  
Operations

**Gilbert Boulanger**

Vice-President  
Central Europe

**Roger Laberge**

Vice-President  
Market Development and Special Projects

**Jean Laramée**

Vice-President  
Development and Construction

**Board of Directors<sup>9</sup>****Claude Caty**

Chief Investment Officer  
Fiducie globale des régimes complémentaires de retraite de la STCUM

**André Charest**

Vice-President  
Administration and Finance  
CDP Real Estate

**Claude Dalphond**

Consultant

**Pierre Duhaime**

Vice-President  
Investments Management  
CDP Real Estate

**Reynald N. Harpin**

Vice-President  
Investments  
Office buildings and Business parks

Caisses de retraite  
Alcan Adminco inc.

**Ronald M. Kirshner**

Consultant

**Alain Lapointe**

Director, Centre for International Business Studies  
École des Hautes Études Commerciales

**Raymond Laurin**

Vice-President  
Administration  
Comité de retraite du Mouvement Desjardins

**Jacques Perron**

President and General Manager  
Association de bienfaisance et de retraite des policiers et policières de la CUM

**Michel Sanschagrin**

Vice-President and General Manager  
Actuarial and Control Services  
Industrial Alliance

**René Tremblay**

President and Chief Operating Officer  
Ivanhoe

**SITQ IMMOBILIER**

Owner, manager and property developer of office buildings, business parks and small shopping centres

380, rue Saint-Antoine Ouest

Bureau 6000  
Montréal (Québec) H2Y 3X7  
Tel.: (514) 287-1852  
Fax: (514) 287-0871  
<http://www.sitq.com>

**Management****Claude Legault**

President and Chief Operating Officer

**Jean-Louis Dubé**

Senior Vice-President  
Operations

**Louiselle Paquin**

Senior Vice-President  
Finance

**Yvon Tessier**

Senior Vice-President  
Investments

**Daniel Archambeault**

Vice-President  
Office buildings and Business parks

**Sylvain Boily**

Vice-President  
Shopping Centers Division

**Michel Cyr**

Vice-President  
Development and Construction

**Jean-François Fournier**

Vice-President  
Partnerships Management

**Rémi Gagnon**

Vice-President  
Legal Affairs

**André Girard**

Vice-President  
Asset Management and Operational Services

**Pierre Lefebvre**

Vice-President  
Administration

**Daniel Brisson**

Manager  
Development

**Board of Directors<sup>9</sup>****Claude Caty**

Chief Investment Officer  
Fiducie globale des régimes complémentaires de retraite de la STCUM

**Jean Cartier**

Assistant Vice-Rector  
Human Resources  
Fonds commun de placement des régimes de retraite de l'Université Laval

**André Charest**

Vice-President  
Administration and Finance  
CDP Real Estate

**Claude Dalphond**

Consultant

**Pierre Duhaime**

Vice-President  
Investments Management  
CDP Real Estate

**Léopold Gagnon**

President  
GANOTEC Inc.

**Francine Harel-Giasson**

Professor  
École des Hautes Études Commerciales

**Reynald N. Harpin**

Vice-President  
Investments  
Alcan Adminco inc.

**Raymond Laurin**

Vice-President  
Administration  
Comité de retraite du Mouvement Desjardins

**Claude Legault**

President and Chief Operating Officer  
SITQ IMMOBILIER

**Jacques Perron**

President and General Manager  
Association de bienfaisance et de retraite des policiers et policières de la CUM

**Pen York Properties Inc.**

2680 Skymark Avenue, Suite 100  
P.O. Box 50  
Mississauga, Ontario L4W 5L6  
Tel.: (905) 624-3330  
Fax: (905) 624-2141  
[www.penyork.com](http://www.penyork.com)

**Management****David Hicks**

Vice-President  
Operations

**Lisette Roy**

Corporate Secretary

**Board of Directors<sup>9</sup>****Jean-Louis Dubé**

Senior Vice-President  
Operations  
SITQ IMMOBILIER

**Claude Legault**

President and Chief Operating Officer  
SITQ IMMOBILIER

**Louiselle Paquin**

Senior Vice-President  
Finance  
SITQ IMMOBILIER

**Jacques Perron**

President and General Manager  
Association de bienfaisance et de retraite des policiers et policières de la CUM

**CDP Mortgages**

Mortgage loans and securities

1981, avenue McGill College  
6<sup>e</sup> étage  
Montréal (Québec) H3A 3C7  
Tel.: (514) 842-3261  
Fax: (514) 847-2397  
<http://hypcdpq.cdpcapital.com>

**Management****Jean C. Pinard**

President and Chief Operating Officer

**Ken Gordon**

Vice-President, PHC

**Guy Hénault**

Vice-President, Québec

**Réjean Falardeau**

Administrative Director

**Rock Daneau**

Director  
Procedures and Securitization

**Lucien Goulet**

Director, Québec City Office

**Tino Masecchia**

Director  
Mortgage Investments, Canada

**Board of Directors<sup>9</sup>****André Charest**

Vice-President  
Administration and Finance  
CDP Real Estate

**Jean-Claude Cyr**

Executive Vice-President  
Investment Planning and Management  
CDP group

**Pierre Duhaime**

Vice-President  
Investments Management  
CDP Real Estate

**Jean-Yves Gagnon**

Chairman of the Board and Chief Executive Officer  
Société de l'assurance automobile du Québec

**Ghislaine Laberge**

Consultant in Real Estate  
Financing

**Peter Martin**

Consultant

**Jean C. Pinard**

President and Chief Operating Officer  
CDP Mortgages

## CDP PRIVATE EQUITY

### Management

**Claude Séguin**  
President

**GINETTE Depelteau<sup>10</sup>**  
Corporate Secretary of CDP  
Private Equity subsidiaries

**Guy Kavanagh<sup>10</sup>**  
Director  
Investment Administration

**Anatole Pouliot<sup>10</sup>**  
Director  
Business Development

## REGIONAL NETWORK

### CDP Accès Capital

*Network of investment companies*

1-888-PME-3456  
2001, avenue McGill College  
7<sup>e</sup> étage  
Montréal (Québec) H3A 1G1  
Tel.: (514) 847-2611  
Fax: (514) 847-5978  
<http://accesscapital.cdpcapital.com>

### Management<sup>10</sup>

**Paul Juneau**  
President

**Michel Lefebvre**  
Director

**Yves Cusson**  
Director  
Investments Management

**Michel Paquette**  
Director  
Investments Management

**CDP Accès Capital**  
**Abitibi-Témiscamingue**  
2403, boul. Jean-Jacques Cossette  
Val d'Or (Québec) J9P 6Y3  
Tel.: (819) 825-6855  
Fax: (819) 825-0450

**Raymond Roberge**  
Director  
[rroberge@cdpcapital.com](mailto:rroberge@cdpcapital.com)

**CDP Accès Capital Acadie**  
910, rue Main  
Bureau 104  
Moncton (New Brunswick)  
EIC 1G6  
Tel.: (506) 382-9688  
Fax: (506) 382-9689

**Denis Lanteigne**  
Director  
[dlanteigne@cdpcapital.com](mailto:dlanteigne@cdpcapital.com)

**CDP Accès Capital**  
**Bas-Saint-Laurent**  
125, rue de l'Évêché Ouest  
C.P. 97  
Rimouski (Québec) G5L 7B7  
Tel.: (418) 725-2717  
Fax: (418) 722-4727

**Pierre Bédard**  
Director  
[pibedard@cdpcapital.com](mailto:pibedard@cdpcapital.com)

**CDP Accès Capital**  
**Centre-du-Québec**  
1416, rue Michaud  
Drummondville (Québec)  
J2C 7V3  
Tel.: (819) 475-2975  
Fax: (819) 475-5107

**Laury Harvey**  
Director  
[lharvey@cdpcapital.com](mailto:lharvey@cdpcapital.com)

**Errold Mayrand**  
Director  
[emayrand@cdpcapital.com](mailto:emayrand@cdpcapital.com)

**CDP Accès Capital Estrie**  
65, rue Belvédère Nord  
Bureau 290  
Sherbrooke (Québec) J1H 4A7  
Tel.: (819) 822-1400  
Fax: (819) 822-1232

**André Bonneau**  
Director  
[anbonneau@cdpcapital.com](mailto:anbonneau@cdpcapital.com)

**Lisette Therrien**  
Director  
[ltherrien@cdpcapital.com](mailto:ltherrien@cdpcapital.com)

**CDP Accès Capital**  
**Gaspésie-les-Îles**  
142, boulevard de Gaspé  
Gaspé (Québec) G4X 1A9  
Tel.: (418) 368-8939  
Fax: (418) 368-3547

**Claude Côté**  
Director  
[ccote@cdpcapital.com](mailto:ccote@cdpcapital.com)

**CDP Accès Capital**  
**Laval-Laurentides-Lanaudière**  
3100, boulevard Daniel-Johnson  
Bureau 800  
Laval (Québec) H7T 2L1  
Tel.: (450) 688-2089  
Fax: (450) 688-2204

**Yves Dufresne**  
Director  
[ydufresne@cdpcapital.com](mailto:ydufresne@cdpcapital.com)

**Daniel Schneider**  
Director  
[dschneider@cdpcapital.com](mailto:dschneider@cdpcapital.com)

**CDP Accès Capital**  
**Montérégie**  
Place Montérégie  
101, boulevard Roland-Therrien  
Bureau 420  
Longueuil (Québec) J4H 4B9  
Tel.: (450) 670-1551  
Fax: (450) 670-3553

**Paul-André Locas**  
Director  
[plocas@cdpcapital.com](mailto:plocas@cdpcapital.com)

**CDP Accès Capital Montréal**  
2001, avenue McGill College  
7<sup>e</sup> étage  
Montréal (Québec) H3A 1G1  
Tel.: (514) 847-2611  
Fax: (514) 847-2311

**Charles Cazabon**  
Director  
[ccazabon@cdpcapital.com](mailto:ccazabon@cdpcapital.com)

**Jacques Tremblay**  
Director  
[jtremblay@cdpcapital.com](mailto:jtremblay@cdpcapital.com)

**CDP Accès Capital**  
**Outaouais**  
15, rue Buteau  
Bureau 230-9  
Hull (Québec) J8Z 1V4  
Tel.: (819) 771-9898  
Fax: (819) 771-2882

**Léon Lajoie**  
Director  
[llajoie@cdpcapital.com](mailto:llajoie@cdpcapital.com)

**CDP Accès Capital**  
**Québec-Chaudière-**  
**Appalaches**  
1000, route de l'Église  
Bureau 690  
Sainte-Foy (Québec) G1V 3V9  
Tel.: (418) 650-9199  
Fax: (418) 652-7916

**Gilles Desharnais**  
Associate Director  
[gdesharnais@cdpcapital.com](mailto:gdesharnais@cdpcapital.com)

**Serge Olivier**  
Associate Director  
[solvier@cdpcapital.com](mailto:solvier@cdpcapital.com)

**CDP Accès Capital**  
**Saguenay-Lac-Saint-Jean**  
3780, rue Panet  
Jonquière (Québec) G7X 0E5  
Tel.: (418) 547-2274  
Fax: (418) 547-6680

**Claude Potvin**  
Director  
[cpotvin@cdpcapital.com](mailto:cpotvin@cdpcapital.com)

**Board of Directors<sup>11, 12</sup>**  
**Reynald Brisson**  
Chartered Accountant  
R. Brisson & Associés

**Christiane Germain**  
President and General Manager  
Hôtel Germain des Prés

**Claudine Harnois**  
Chief Operating Officer  
Groupe Harnois inc.

**Paul Juneau**  
President  
CDP Accès Capital

**Germain Jutras**  
Attorney  
Jutras & Associés

**Emmanuel Marcotte**  
President  
Planification financière  
Marcotte & Marcotte

**Pierre Parent**  
President and General Manager  
Groupe Promexpo

**Normand Provost**  
President  
CDP Capital d'Amérique

**Nicole Trudeau**  
Vice-President  
Commission municipale du Québec

**CDP Capital d'Amérique**  
*Medium-size and large companies*

2001, avenue McGill College  
6<sup>e</sup> étage  
Montréal (Québec) H3A 1G1  
Tel.: (514) 847-2612  
Fax: (514) 847-2493  
<http://capdamer.cdpcapital.com>

**Management<sup>10</sup>**  
**Normand Provost**  
President

**Paul-Henri Couture**  
Vice-President

**Ghislain Gauthier**  
Vice-President

**Luc Houle**  
Vice-President

**Gilles Laurin**  
Vice-President

**Diane Favreau**  
Director

**Andrée Boudreault**  
Director

**Board of Directors<sup>11, 12</sup>**  
**Sylvie Archambault**  
Vice-President  
Eastern Region  
Société immobilière du Canada

**Rodrigue Biron**  
Corporate Director  
Rodrigue Biron et Associés

**Roger Chiniara**  
Financial Advisor

**Thomas O. Hecht**  
Chairman Emeritus  
Technologies IBEX

**Pierre Michaud**  
Chairman of the Board  
Réno-Dépôt

**Michel Nadeau**  
Assistant General Manager  
CDP group and  
President  
CDP Global Asset Management

**Normand Provost**  
President  
CDP Capital d'Amérique

**Alain Rhéaume**  
President and Chief  
Executive Officer  
Microcell SCP

**John D. Thompson**  
Deputy Chairman of the Board  
Montréal Trust

**CDP Capital**  
**Communications**  
*Companies in the communications  
and telecommunications industries*

2001, avenue McGill College  
7<sup>e</sup> étage  
Montréal (Québec) H3A 1G1  
Tel.: (514) 847-2614  
Fax: (514) 847-5980  
<http://capcomm.cdpcapital.com>

### Management<sup>10</sup>

**Pierre Bélanger**  
President

**Hélène Bélanger**  
Vice-President

### Board of Directors<sup>11, 12</sup>

**Pierre Bélanger**  
President  
CDP Capital Communications

**Luc Bessette**  
President

Commission administrative des  
régimes de retraite et d'assurances

**Jean-Claude Delorme**  
Corporate Director and Consultant

**Denis Dionne**  
President  
CDP Sofinov

**Yves Filion**  
Deputy Chief Executive Officer  
Hydro-Québec

**Lorraine Maheu**  
Vice-President  
Finance and Administration and  
Chief Financial Officer  
Air Transat

**Paul Major**  
Corporate Director

**Michel Nadeau**  
Assistant General Manager  
CDP group and  
President  
CDP Global Asset Management

<sup>10</sup> G. Depelteau, G. Kavanagh, A. Pouliot, Ex officio members of the Management of CDP Private Equity subsidiaries.

<sup>11</sup> Jean-Claude Scraire, Ex officio member of the Board of Directors of CDP Private Equity subsidiaries.

<sup>12</sup> Claude Séguin, Ex officio member of the Board of Directors of CDP Private Equity subsidiaries.

**CDP Capital International***Investments and International Networking*

1981, avenue McGill College  
5<sup>e</sup> étage  
Montréal (Québec) H3A 3C7  
Tel.: (514) 847-2615  
Fax: (514) 847-2383  
<http://capintern.cdpcapital.com>

**Management  
Guy Choinière**

Vice-President  
Infradev

**Serge L. Desjardins**

Vice-President

**Pierre Piché**

Director

Latin America

**Jacques Savard**

Director

Accès Capital International

**Board of Directors<sup>13, 14</sup>****Jean-Claude Bachand**

Counsel

Fraser Milner Casgrain

**Gretta Chambers**

Corporate Director

**Emmanuel G. Kampouris**

President

Bethune Import-Export and  
Executive Vice-President  
Québec Association of Export  
Trading Houses

**Marc Laviolette**

President

Confédération des  
syndicats nationaux

**Michel Nadeau**

Assistant General Manager

CDP group and  
President

CDP Global Asset Management

**Fernand Perreault**

Senior Vice-President

CDP group and  
President

CDP Real Estate

**Louis Roquet**

President and General Manager

Investissement Québec

**Advisor****Bernard Lamarre**

Chairman of the Board

Groupe Bellechasse Santé

**CDP Sofinov***Companies in the high-tech industry*

1981, avenue McGill College  
13<sup>e</sup> étage  
Montréal (Québec) H3A 3C7  
Tel.: (514) 847-2613  
Fax: (514) 847-2628  
<http://sofinov.cdpcapital.com>

**Management****Denis Dionne**

President

**Pierre Pharand**

Vice-President  
Information Technologies

**Board of Directors<sup>13, 14</sup>****Line Boisvert**

Executive Portfolio Manager  
CDP Global Asset Management

**Jacques M. Brault**

Senior Vice-President

National Bank Financial

**Denis Dionne**

President

CDP Sofinov

**Claude Lajeunesse**

President and Vice-Chancellor

Ryerson Polytechnic University

**Serge Martin**

President

Martin International

**Guy Morneau**

President and General Manager

Régie des rentes du Québec

**Advisors****Marc J. Jetté**

President

MarkeTek

**Livia Masnaghetti**

CEO's Advisor

BCE Emergis

**CDP Financial Services***Financial services companies*

1981, avenue McGill College  
13<sup>e</sup> étage  
Montréal (Québec) H3A 3C7  
Tel.: (514) 847-5999  
Fax: (514) 847-5950  
<http://serfin.cdpcapital.com>

**Management****Denis Auclair**

Director

**Diane Elsliger**

Director

**Board of Directors<sup>13, 14</sup>****Nathalie Bourque**

Partner

National Public Relations

**Claude Dalphond**

Consultant

**Gilles Godbout**

Deputy Minister

Ministère des Finances du Québec

**Nicole Lacombe**

Portfolio Manager

Gestion de portefeuille Natcan

**Michel Nadeau**

Assistant General Manager

CDP group and  
President

CDP Global Asset Management

**Nancy Orr-Gaucher**

President

Le Groupe Dynamis

**Gaston Pelletier**

Vice-President and Administrator

Optimum, Gestion de placements

**Élaine Phénix**

President

Phénix Capital

**OTHER BUSINESS  
INVESTMENTS****Capital Teraxis**

*Private investments in mutual  
fund brokers*

700, boulevard Lebourgneuf  
Bureau 10  
Québec (Québec) G2J 1E2  
Tel.: (418) 627-0029  
Fax: (418) 627-5177  
[lgteraxis@sympatico.ca](mailto:lgteraxis@sympatico.ca)

**Michel Fragasso**

President and Chief

Executive Officer

**Groupe Expordev***Marketing of value-added products*

2001, avenue McGill College  
Bureau 580  
Montréal (Québec) H3A 1G1  
Tel.: (514) 285-2244  
Fax: (514) 285-2288  
<http://www.expordev.com>

**Claude Baillargeon**

President and Chief

Executive Officer

**Montréal Mode International***Fashion industry*

3265, avenue Jean-Béraud  
Laval (Québec) H7T 2L2  
Tel.: (450) 978-6633  
Fax: (450) 978-6630

**Chantal Levesque**

President

**Claude Gilbert**

Vice-President

Sales and Marketing

**Alain Lévesque**

Vice-President

Finances

**Sodémex**

*Private investments in junior  
exploration companies*

2525, boulevard Laurier  
Sainte-Foy (Québec) G1V 2L2  
Tel.: (418) 656-4331  
Fax: (418) 656-6577

**Denis Landry**

President

**T<sup>2</sup>C<sup>2</sup>**

*Expertise to bring promising  
new technologies to the market*

1550, rue Metcalfe  
Bureau 502  
Montréal (Québec) H3A 1X6  
Tel.: (514) 842-9849  
Fax: (514) 842-1505  
<http://t2c2.capital.com>

**Bernard Coupal**

President

**Bertrand Cayrol**

Vice-President

T<sup>2</sup>C<sup>2</sup> / Bio

**André Duquenne**

Vice-President

T<sup>2</sup>C<sup>2</sup> / Info

**INTERNATIONAL  
NETWORK****Europe****MAIN OFFICE – FRANCE**

Caisse de dépôt et placement du  
Québec (CDP)  
Tel.: (33 1) 56 69 25 30  
Fax: (33 1) 45 62 02 04

**Gérard Dussillo**

General Manager

[gdussillo@cdpcapital.com](mailto:gdussillo@cdpcapital.com)

**Jean Plamondon**

Vice-President

Investment

[jplamondon@cdpcapital.com](mailto:jplamondon@cdpcapital.com)

**Sylvain Pelletier**

Vice-President

Real Estate

[spellletier@cdpcapital.com](mailto:spellletier@cdpcapital.com)

**POLAND**

Tel.: (48 22) 622-0934

Fax: (48 22) 622-3139

**Renata Milczarek**

Managing Director

[rmilczarek@cdpcapital.com](mailto:rmilczarek@cdpcapital.com)

**BELGIUM**

SITQ EUROPE

Tel.: (32 2) 644-4165

Fax: (32 2) 644-4806

[sitq1000@wanadoo.be](mailto:sitq1000@wanadoo.be)

**Jean-Paul Mouzin**

President and Managing Director

**Guy Pelletier**

Vice-President

Joint Venture Investments

**Asia****MAIN OFFICE –  
HONG KONG**

CDP Asia Investments

Fax: (852) 2586 6222

Fax: (852) 2802 3803

**Jean Lamothe**

President

[jlamothe@cdpcapital.com](mailto:jlamothe@cdpcapital.com)

**Luc Villette**

Managing Director

[lvillette@cdpcapital.com](mailto:lvillette@cdpcapital.com)

**Serge Lépine**

Managing Director

[slepine@cdpcapital.com](mailto:slepine@cdpcapital.com)

**THAILAND**

Tel.: (66 2) 262-0581

Fax: (66 2) 262-0580

**Alain Berdugo**

Director

[aberdugo@cdpcapital.com](mailto:aberdugo@cdpcapital.com)

**Latin America****ARGENTINA**

Tel.: (54 11) 47 42 39 53

Fax: (54 11) 47 42 33 12

**Bruno Arsenault**

Commercial Director

Expordev

[expordev@fibertel.com.ar](mailto:expordev@fibertel.com.ar)

**MEXICO**

Tel.: (52 5) 545-1204/1224

Fax: (52 5) 545-1246

**Dennis Stevens**

Managing Director

[dstevens@cdpcapital.com](mailto:dstevens@cdpcapital.com)

<sup>13</sup> *Jean-Claude Scraire, Ex officio member of the Board of Directors of CDP Private Equity subsidiaries.*

<sup>14</sup> *Claude Séguin, Ex officio member of the Board of Directors of CDP Private Equity subsidiaries.*

## GLOSSARY

### **Active management**

Management style that involves building a portfolio with a weighting different from the index. The objective is to outperform a market or a benchmark index.

### **Administered asset**

Asset with respect to which Québec CDP subsidiaries provide administrative services on behalf of client-owners. These services include administration of real estate property and management of securitized loans. The subsidiaries charge administration fees for these services. Administered asset is not included in the statement of cumulative net assets.

### **Asset under management**

Asset managed by the subsidiaries on behalf of client-owners. Management services, which are more comprehensive than mere administrative services, include selection of investments and provision of advice. The subsidiaries charge administration fees for these services. Asset under management is not included in the statement of cumulative net assets.

### **Authorized investment**

An investment in a more or less long-term project that the Québec CDP has decided to undertake but for which it has not yet made any disbursements.

### **Business cycle**

More or less regular fluctuations in business conditions over a period of time. The five phases of the cycle are expansion, peak, recession, trough and recovery.

### **CMBS**

Commercial mortgage-backed securities, in this instance, sequential-payment bonds secured by a mortgage on a group of commercial mortgage loans.

### **Cost**

Amount paid to acquire a security. This amount is used as the basis for calculation of any increase or decrease in the security's value.

### **Cyclical management**

Management style based on the phases of the economic cycle and their impact on the value of certain types of investment.

### **Deposit on loans of securities**

A transaction involving the sale of a security and the commitment by the vendor to buy back the security at a set price and date.

### **Depositors' assets**

The financial situation and the operating results stemming from deposits made by depositors are presented in the cumulative financial statements and represent depositors' assets. The latter share net assets and net investment income.

### **Derivative financial instruments**

Also known as derivatives, the value of these financial instruments is derived from a commodity or underlying asset they represent. Forward and option contracts are good examples of this type of instrument

### **Direct investment**

Any investment made directly in a company.

### **Economic return**

The impact of investments on the economy as a whole, for example when they enable a company to expand, and thus increase its activities and create new jobs.

### **Fair value**

Exchange value that would be agreed on by competent parties acting freely in competitive conditions.

### **Fund of funds**

A fund that invests in multiple hedge funds with different investment styles in order to smooth out the potential inconsistency of returns if all the assets were invested in a single hedge fund. These funds offer an effective way for an investor to gain exposure to a range of hedge funds and strategies without having to commit substantial assets or resources to specific asset allocation, portfolio construction and individual hedge fund selection.

### **Indirect investment**

Any investment made in an investment fund or in a limited partnership company, which in turn invests in various companies.

**Internal rate of return**

Discount rate for which the present value of net inflows of funds resulting from an investment project is equal to the present value of the outflows required to realize the investment.

**Liquid**

A market is said to be liquid when both buyers and sellers can, under normal market conditions, readily find other investors buying or selling the same securities. A security is said to be liquid when it can be found easily on the market, and trades in quantities permitting sizable transactions but without significant impact on its market price.

**Market capitalization**

Valuation of a business or a group of businesses, based on the value of listed stocks and obtained by multiplying the number of common shares outstanding by their market price.

**Mutual fund**

A mutual fund pools the money of many people and invests it in stocks, bonds or other securities to pursue a specific financial objective. The fund is managed by professional money managers who select the particular securities that they believe will help the fund achieve the shareholders' "mutual" goal.

**Option**

A contract giving its holder the right, although not the obligation, to buy (call option), or sell (put option) a commodity or a financial asset, at a set price within a predetermined period of time.

**Passive management**

Management style that calls for building a portfolio that reproduces the weighting of the chosen benchmark. The goal is to obtain a return similar to that of the market or index.

**Private company**

Any company whose shares are not listed on a stock exchange and are usually held by a limited number of shareholders. Transfer of ownership of such shares is usually subject to restrictions.

**Private investment**

An investment made in a private or public company following discussions and negotiations. At the Québec CDP, equity as well as mortgage and real estate investments are included in that definition.

**Private placement**

Investment in securities offered directly by an issuer to a limited number of investors without going through the stock market.

**Public company**

Any private-sector company whose shares are listed on a stock exchange. Securities may trade on the floor or over-the-counter.

**Real estate**

Buildings and land held in a real estate portfolio.

**Realized investment**

An investment in a company which has been partially or entirely paid by the investor at the time financial reporting is prepared.

**Sectorial management**

Management style based on the selection of securities within a single industry, with no geographic restrictions. Selection is made according to international trends in the given sector and macroeconomic factors.

**Securitization**

Operation by which certain assets (mortgages, for example) are sold to a company that finances their acquisition by issuing marketable securities.

**Segregated fund**

Investment fund sold by insurance companies. As opposed to mutual funds, segregated funds usually include a partial or total guarantee covering the invested capital over a long period, commonly 10 years. The guarantee may range from a minimum of 75% of the purchase price to more than 100% in certain funds.

**Standard deviation**

A measure of the spread between a given return on a specific date and the average return.



**Structural management**

Management style based on the balance between different asset classes, such as fixed-income and variable-income securities, within a portfolio.

**Time value**

Difference between the market value of an option, for example, and its intrinsic value, that is the difference between the market value of the underlying asset and the exercise price of a call option.

**Total assets under management**

Includes depositors' assets and assets administered and under management on clients' behalf.

**Value at risk**

The negative effect, the risk of change to market prices and rates can have on the value of a portfolio during a given period.

**Venture capital**

Capital invested in new companies that often show strong potential for innovation but whose owner-operators, partners or shareholders lack the necessary resources to finance long-term projects. Also applies to investments in private companies by investors who do not take part in the day-to-day management of operations.

**Volatility**

A market or a security is said to be volatile when it is subject to or undergoes rapid price changes. The beta coefficient is used to calculate the volatility of a security relative to the market as a whole.

Operations Report 2000 is produced by the  
Public Affairs Services.

This publication and the Highlights 2000 are  
available on the Internet : [www.cdpcapital.com](http://www.cdpcapital.com)

Information: (514) 842-3261  
[info@cdpcapital.com](mailto:info@cdpcapital.com)

Ce rapport est disponible en français.

Legal Deposit 2001 – Bibliothèque nationale du  
Québec, ISBN 2-550-37202-6  
ISSN 1207-3083, ISSN 1480-8102 (online)

Coordination and production: Sarah Marchand  
Graphic design: Isabelle Véronneau



Caisse de dépôt et placement  
du Québec

1981, avenue McGill College, Montréal (Québec) H3A 3C7  
Telephone: (514) 842-3261 Fax: (514) 847-2498  
[www.cdpcapital.com](http://www.cdpcapital.com)