

InBC Investment Corp.

Statement of Financial Information
for the Year ended March 31, 2025

Statement of Financial Information Approval

The undersigned represents the Board of Directors of the InBC Investment Corp. and approves all the statements and schedules included in this Statement of Financial Information, produced under the *Financial Information Act*.



Name: Suzanne Trottier

Title: Board Chair, InBC Investment Corp.

Date: September 18, 2025

Table of Contents

Included in audited financial statements:

Consolidated Statement of Financial Position

Consolidated Statement of Operations

Consolidated Statement of Remeasurement Gains and Losses

Consolidated Statement of Change in Net Financial Assets

Consolidated Statement of Cash Flows

Included separately:

Schedule of Debts

Schedule of Guarantee and Indemnity Agreements

Schedule of Remuneration and Expenses

Schedule of Supplier Payments



Consolidated Financial Statements of
INBC INVESTMENT CORP.
Year Ended March 31, 2025

TABLE OF CONTENTS

MANAGEMENT'S REPORT	3
<i>PLACEHOLDER FOR AUDITOR'S REPORT</i>	ERROR! BOOKMARK NOT DEFINED.
CONSOLIDATED STATEMENT OF FINANCIAL POSITION	7
CONSOLIDATED STATEMENT OF OPERATIONS AND CHANGE IN ACCUMULATED SURPLUS	8
CONSOLIDATED STATEMENT OF REMEASUREMENT GAINS AND LOSSES	8
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS	9
CONSOLIDATED STATEMENT OF CASH FLOWS	10
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS	12

MANAGEMENT'S REPORT

Management's Responsibility for the Consolidated Financial Statements

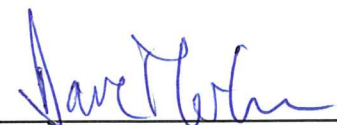
The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all of the notes to the consolidated financial statements, and for ensuring that this information is consistent, where appropriate, with the information contained in the consolidated financial statements. A summary of the significant accounting policies is described in Note 2 to the consolidated financial statements. The preparation of financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced. The internal controls are designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the consolidated financial statements.

The Board of Directors are responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Board. The Board reviews internal consolidated financial statements on a quarterly basis and external audited consolidated financial statements annually. The Board also discusses any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

The Auditor General of British Columbia conducts an independent examination, in accordance with Canadian auditing standards, and expresses their opinion on the consolidated financial statements. The external auditor has full and free access to financial management of the Corporation and meets when required. The accompanying Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the consolidated financial statements.

On behalf of InBC Investment Corp.,



David Mortimer, CPA, CA | CFO
Vancouver, BC



Jill Earthy, MBA | CEO



Independent Auditor's Report

*To the Board of Directors of InBC Investment Corp., and
To the Minister of Jobs, Economic Development and Innovation, Province of British Columbia*

Opinion

I have audited the accompanying consolidated financial statements of InBC Investment Corp. ("the Corporation"), which comprise the consolidated statement of financial position as at March 31, 2025, and the consolidated statements of operations and change in accumulated surplus, remeasurement gains and losses, change in net financial assets, and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In my opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Corporation as at March 31, 2025, and the results of its operations and change in accumulated surplus, remeasurement gains and losses, changes in net financial assets, and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of my report. I am independent of the Corporation in accordance with the ethical requirements that are relevant to my audit of the Corporation's consolidated financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence that I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other Accompanying Information

Management is responsible for the other information accompanying the consolidated financial statements. The other information comprises the information included in the InBC Investment Corp. 2024/25 Annual Service Plan Report but does not include the consolidated financial statements and my auditor's report thereon.

My opinion on the consolidated financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the consolidated financial statements, my responsibility is to read the other information that I have obtained prior to the date of my auditor's report and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or my knowledge obtained during the audit or otherwise appears to be materially misstated.

InBC Investment Corp.

Prior to the date of my auditor's report I obtained a copy of the InBC Investment Corp. 2024/25 Annual Service Plan Report. If, based on the work I have performed on this other information, I conclude that there is a material misstatement therein, I am required to report that fact in this auditor's report. I have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Those charged with governance are responsible for the oversight of the financial reporting process. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of the consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Corporation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting when the Corporation will continue its operations for the foreseeable future.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

My objectives are to obtain reasonable assurance about whether the Corporation's consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decision of users taken on the basis of these consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Corporation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Independent Auditor's Report

InBC Investment Corp.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Corporation's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Corporation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit and I remain solely responsible for my audit opinion.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and communicated with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.



Sheila Dodds, CPA, CA, CIA
Acting Auditor General of British Columbia

Victoria, British Columbia,
Canada June 27, 2025

INBC INVESTMENT CORP.

Consolidated Statement of Financial Position

(in \$000)

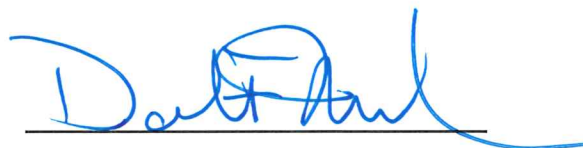
As at March 31	2025	2024
Financial Assets		
Cash	4,372	5,704
Accounts Receivable	85	342
Receivable from Province of British Columbia	2,555	1,956
Portfolio Investments - Legacy (Note 3)	69,915	74,616
Portfolio Investments - InBC Investment Corp. (Note 3)	113,074	48,654
	<u>190,001</u>	<u>131,272</u>
Liabilities		
Accounts Payable and Accrued Liabilities (Note 4)	133	104
Due to Related Parties (Note 9)	908	578
Fiscal Agency Loan - Legacy (Note 5)	2,683	9,048
Fiscal Agency Loan - InBC Investment Corp. (Note 5)	113,876	51,231
	<u>117,600</u>	<u>60,961</u>
Net Financial Assets	<u>72,401</u>	<u>70,311</u>
Non-Financial Assets		
Tangible capital assets (Note 6)	67	97
Prepaid expenses	225	217
	<u>292</u>	<u>314</u>
Accumulated Surplus	<u>72,693</u>	<u>70,625</u>
Accumulated Surplus is comprised of:		
Accumulated Operating Surplus	72,693	70,625
Accumulated Remeasurement Gains	-	-
	<u>72,693</u>	<u>70,625</u>

Commitments (Note 8)

Approved by the Board



Suzanne Trottier | Chair – Board of Directors



Daniel Muzyka | Board of Directors

INBC INVESTMENT CORP.

Consolidated Statement of Operations and Change in Accumulated Surplus

(in \$000)

For the Year Ended March 31	Budgeted Figures (Note 12)	2025	2024
Revenues:			
Venture capital investment income	-	2,036	3,824
Provincial operating contributions	12,327	8,396	6,033
Interest Income	250	334	669
Recoveries from other parties	-	12	4
	12,577	10,778	10,530
Expenses (Note 10)	12,327	8,710	6,036
Annual Operating Surplus	250	2,068	4,494
Accumulated Annual Operating Surplus, Beginning of Year	70,181	70,625	66,131
Accumulated Annual Operating Surplus, End of Year	70,431	72,693	70,625

Consolidated Statement of Remeasurement Gains and Losses

(in \$000)

For the Year Ended March 31	2025	2024
Accumulated Remeasurement Gains at the beginning of the year	-	41
Unrealized Gains attributable to:		
Derivatives	-	-
Investments	-	-
Amounts Reclassified to the Statement of Operations		
Derivatives	-	(36)
Investments	-	(5)
Change in Remeasurement (Losses) for the Year	-	(41)
Accumulated Remeasurement Gains, End of the Year	-	-

INBC INVESTMENT CORP.

Consolidated Statement of Change in Net Financial Assets

(in \$000)

For the Year Ended March 31	2025	2024
Annual Operating Surplus	2,068	4,494
Acquisition of tangible capital assets	(9)	(84)
Amortization of tangible capital assets	39	25
	30	(59)
Acquisition of prepaid expenses	(285)	(354)
Use of prepaid expenses	277	236
	(8)	(118)
Effect of Remeasurement (Losses)	-	(41)
Increase in Net Financial Assets	2,090	4,276
Net Financial Assets, Beginning of the Year	70,311	66,035
Net Financial Assets, End of the Year	72,401	70,311

INBC INVESTMENT CORP.

Consolidated Statement of Cash Flows

(in \$000)

For the Year Ended March 31	2025	2024
Operating Transactions:		
Annual Surplus	2,068	4,494
Items not involving Cash:		
Gains on Venture Capital distributions	(2,036)	(3,829)
Amortization of tangible capital assets	39	25
Impairment loss on legacy venture investment	303	-
Realized Investment Loss	-	6
Changes in non-cash Operating Working Capital:		
Accounts Receivable	257	(247)
Recoverable amount from Province of BC	(599)	(1,956)
Prepaid Expenses	(8)	(118)
Accounts Payable and Accrued Liabilities	29	(1,204)
Accrued Interest on Fiscal Agency Loan	(160)	69
Accrued Loan Interest Receivable	-	23
Due to Related Parties	330	117
Cash provided by (used for) Operating Activities	223	(2,620)
Capital Transactions:		
Acquisition of Tangible Capital Assets	(9)	(84)
Cash (used for) Capital Activities	(9)	(84)
Financing Transactions:		
Cash received from Fiscal Agency Loan – InBC Investment Corp.	1,045,967	260,724
Cash repayment of Fiscal Agency Loan – InBC Investment Corp.	(983,220)	(214,049)
Cash received from Fiscal Agency Loans - Legacy	23,206	59,555
Cash repayment of Fiscal Agency Loans - Legacy	(29,513)	(66,591)
Cash provided by Financing Activities	56,440	39,639
Investing Transactions:		
Proceeds from repayment of Loan Principal	-	5,741
Proceeds from sale of investment	-	214
Acquisition of Portfolio Investments - Legacy	(1,648)	(4,054)
Distributions from Portfolio Investments - Legacy	8,082	6,003
Acquisition of Portfolio Investments – InBC Investment Corp.	(64,615)	(44,015)
Distributions from Portfolio Investments – InBC Investment Corp.	195	138
Cash (used in) provided by Investing Activities	(57,986)	(35,973)
Increase (Decrease) in Cash	(1,332)	962

(in \$000)

For the Year Ended March 31 2025 2024

Consolidated Statement of Cash Flows (continued)

Carried forward from previous page:

Increase (Decrease) in Cash	(1,332)	962
Cash, Beginning of the Year	5,704	4,742
Cash, End of the Year	4,372	5,704

Notes to Consolidated Financial Statements

1. NATURE OF BUSINESS

InBC Investment Corp. ("the Corporation") was created on September 17, 2020 by renaming the BC Immigrant Investment Fund Ltd. (BCIIF). The BCIIF was incorporated on September 19, 2000 under the *Company Act* and was wholly owned by the Province of British Columbia.

On May 20, 2021, legislation was enacted that changed the corporate structure of the Corporation. The Corporation is now incorporated under the *InBC Investment Corp. Act*, with two shares issued. One share is held by the Minister of Finance and one share is held by the Minister of Jobs, Economic Development and Innovation. The Corporation's Board of Directors is comprised of nine members, seven of whom are from outside government.

On October 22, 2007, the B.C. Renaissance Capital Fund Ltd. (BCRCF) was incorporated under the *Business Corporations Act* and is a wholly owned subsidiary of InBC Investment Corp. The primary business of BCRCF, a Limited Partner in venture capital funds, is to stimulate economic development and generate returns.

The Corporation administers a \$500 million strategic investment fund, established for the purpose of investing to achieve a financial return and in accordance with the policy objectives of the government as set out in the mandate letter to the Corporation signed by the two ministers. The *InBC Investment Corp. Act* continues all assets, liabilities, and activities of the Corporation, including responsibility for its subsidiary, the BCRCF.

The Minister of Finance acts as a fiscal agent for the Corporation. The Corporation is exempt from federal and provincial taxes.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

These consolidated financial statements are prepared by management in accordance with generally accepted accounting principles established by the Canadian Public Sector Accounting Board.

Basis of Consolidation

The consolidated financial statements include the assets, liabilities, results of operations and cash flows of the Corporation and its wholly owned subsidiary, the BCRCF. All intercompany transactions and balances have been eliminated upon consolidation.

Revenue Recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to revenues.

Venture capital investment income represents the Corporation's portion of distribution of proceeds resulting from the divestiture of investments held by the funds. Income is recognized once all paid in capital to the fund has been returned.

Realized investment gains represent realized investment and foreign exchange gains and losses earned in operating accounts and is recognized on the sale of investments.

2. SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

Interest income from cash balances is recognized on an accrual basis. Interest income from venture capital investments, in the form of investments in convertible notes, is recognized on a cash basis.

Expenses

Expenses are reported on an accrual basis. The cost of all goods consumed and services received during the year are expensed.

Foreign Currency Translation

Foreign currency transactions are translated at the exchange rate prevailing at the date of transactions.

Monetary assets and liabilities, and non-monetary items included in the fair value measurement category denominated in foreign currencies are translated into Canadian dollars at the exchange rate prevailing at the financial statement date. Unrealized foreign exchange gains and losses are recognized in the consolidated statement of remeasurement gains and losses. In the period of settlement, realized foreign exchange gains and losses are recognized in the consolidated statement of operations, and the cumulative amount of remeasurement gains and losses is reversed in the consolidated statement of remeasurement gains and losses.

Measurement Uncertainty

The preparation of consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reporting amounts of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the period. Items requiring the use of significant estimates include the valuation of venture capital investments for any possible impairment.

Estimates are based on the best information available at the time of preparation of the consolidated financial statements and are reviewed annually to reflect new information as it becomes available. Measurement uncertainty exists in these consolidated financial statements. Actual results could differ from these estimates.

Financial Instruments

Equity instruments and derivatives quoted in an active market are measured at fair value. All other financial assets and financial liabilities are measured at cost or amortized cost. The following classification system is used to describe the basis of the inputs used to measure the fair value of financial instruments in the fair value measurement category:

- Level 1 Quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2 Market-based inputs other than quoted prices that are observable for the asset or liability either directly or indirectly
- Level 3 Inputs for the asset or liabilities that are not based on observable market data; assumptions are based on the best internal and external information available and are most suitable and appropriate based on the type of financial instrument being valued in order to establish what the transaction price would have been on the measurement date in an arm's length transaction

2. SIGNIFICANT ACCOUNTING POLICIES (*Continued*)

Unrealized gains and losses from changes in the fair value of financial instruments are recognized in the consolidated statement of remeasurement gains and losses. Upon settlement, the cumulative gain or loss is reclassified from the consolidated statement of remeasurement gains and losses and recognized in the consolidated statement of operations. Interest attributable to financial instruments is reported in the consolidated statement of operations.

All financial assets recorded at amortized cost are tested annually for impairment. When financial assets are impaired, impairment losses are recorded in the statement of operations. A write-down of an investment to reflect a loss in value is not reversed for a subsequent increase in value.

For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenue or expense.

Transaction costs are a component of cost for financial instruments measured using cost or amortized cost. Transaction costs are expensed for financial instruments measured at fair value.

i. Cash

Cash includes deposit accounts held in Canadian financial institutions, and on deposit with the Province of British Columbia. Cash balances are reported at cost.

ii. Accounts receivable

Accounts receivable are recorded at cost.

iii. Portfolio Investments

The Corporation invests in venture investments as a Limited Partner, or through acquisition of equity securities, or convertible debt with equity conversion features. These investments are reported at cost as there is no quoted market price in an active market. The cost is reported net of any recovered due diligence costs.

Investment Commitments (*Note 8*) to venture capital funds are not recorded as liabilities on the statement of financial position until a capital call is issued by the venture capital fund. The liability (*Note 4*) exists until the capital call is funded, generally within five business days.

iv. Debt and other financial liabilities

All debt and other financial liabilities are recorded using cost or amortized cost.

2. SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

Tangible Capital Assets

Tangible capital assets (*Note 6*) are initially recorded at cost, which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. The cost, less residual value of the tangible capital assets, are amortized on a straight line basis over their estimated useful life as follows:

Asset Class:	Useful Life:
Computer Hardware, software and website	3 years
Leasehold Improvements	Remainder of lease term
Office Furniture	5 years

Assets under construction are not amortized until the asset is available for productive use.

Employee Future Benefits

The Corporation accrues employee vacation entitlements, included in amounts due to related parties.

The Corporation is a member of the Public Service Pension Plan (*Note 11*). The plan is a defined benefit plan, providing pension on retirement based on the member's age at retirement, length of service and highest earnings averaged over five years. The Public Service Pension Plan is a multi-employer jointly trustee plan. As the assets and liabilities of the plan are not segregated by employer, the plan is accounted for as a defined contribution plan and any company contributions to the plan are expensed as incurred.

Segmented Disclosure

A segment is defined as a distinguishable activity or group of activities of a company for which it is appropriate to separately report financial information. The Corporation has provided definitions of segments used by the Corporation as well as presented financial information of the segments in Note 10.

3. PORTFOLIO INVESTMENTS

Portfolio Investments - Legacy

Through its subsidiary the Corporation holds investments made under agreements put in place before the *InBC Investment Corp. Act* came into force on May 20, 2021. The Corporation's subsidiary, the BCRCF, has two legacy venture investment portfolios. In portfolio one, BCRCF has investments as a limited partner in nine venture funds. In portfolio two, BCRCF invests in the BC Tech Fund as a limited partner.

Cumulative contributions and returns of capital to date for BCRCF are:

	2025	2024
Canadian Dollar Venture Funds		
Cumulative contributions to date	138,141	132,940
Cumulative returns of capital	(68,951)	(59,353)
Total Canadian Dollar Venture Funds	69,190	73,587
US Dollar Venture Funds		
Cumulative contributions to date	41,307	41,307
Cumulative returns of capital	(18,986)	(18,986)
US Dollar Venture Funds	22,321	22,321
Combined Canadian and US Dollar Funds	91,511	95,908
Less cumulative impairments	(21,596)	(21,292)
Venture Capital Investments -Legacy	69,915	74,616

During the year, impairments totaling \$303 thousand (2024: \$0) in legacy venture capital investments were identified by management and reported on the consolidated statement of operations.

Portfolio Investments – InBC Investment Corp.

The *InBC Investment Corp. Act* establishes the Corporation for the purposes of making investments that:

- Achieve a financial return
- Support the social, economic and environmental policy objectives of the government.

The following investments were made subsequent to May 20, 2021, for the purposes of the Corporation established in the *InBC Investment Corp. Act*:

3. PORTFOLIO INVESTMENTS (Continued)

	2025	2024
Canadian Dollar Venture Funds		
Cumulative contributions to date	14,260	6,846
Cumulative returns of capital	(365)	(123)
Total Canadian Dollar Venture Funds	13,895	6,723
US Dollar Venture Funds		
Cumulative contributions to date	9,697	5,777
Cumulative returns of capital	(529)	(73)
US Dollar Venture Funds	9,168	5,704
Combined Canadian and US Dollar Funds	23,063	12,427
Direct Investments (denominated in Canadian dollars)	20,687	12,141
Direct Investments (denominated in US Dollars)	31,467	6,452
Convertible Notes (denominated in Canadian dollars)	21,079	5,017
Convertible Notes (denominated in US Dollars)	16,778	12,617
Venture Capital Investments - InBC	113,074	48,654

4. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

The Corporation recognizes amounts due to venture capital investment partners as liabilities once a capital call is made. The capital call would be included in the accounts payable and accrued liabilities if a capital call is made prior to fiscal year-end and the amount due has not yet been paid. There were no outstanding capital calls at March 31, 2025 included in the accounts payable and accrued liability balance (2024: \$0).

5. FISCAL AGENCY LOAN

Fiscal Agency Loan - Legacy

InBC Investment Corp. assumed responsibility for all obligations of the BCIF when the Corporation was established under the *InBC Investment Corp. Act* on May 20, 2021. On March 31, 2017, the BCIF entered into a short-term borrowing facility with the Minister of Finance. The maximum principal amount of the facility is \$80 million. The contract was fully executed June 7, 2017. The purpose of the short-term borrowing facility is to fund venture capital commitments from BCRCF and operating expenses of InBC. The Corporation first accessed the short-term financing on October 15, 2018. At March 31, 2025, the interest rate on this legacy fiscal agency loan is 2.48%.

Fiscal Agency Loan – InBC Investment Corp.

On November 28, 2022, the Corporation entered into a borrowing facility with the Minister of Finance. The maximum principal amount of the facility is \$500 million. The purpose of the borrowing facility is to fund strategic investments as set out by the *InBC Investment Corp. Act*. The Corporation first accessed the financing on December 1, 2022. At March 31, 2025, the interest rate on the statutory fiscal agency loan is 2.48%.

6. TANGIBLE CAPITAL ASSETS

Cost	Websites, Computer Hardware & Software	Furniture & Equipment	Leasehold Improvements	2025 Total	2024 Total
Beginning balance	71	13	38	122	38
Additions	9	-	-	9	84
Year-end balance	80	13	38	131	122
Accumulated Amortization					
Beginning balance	19	1	5	25	-
Additions	24	2	13	39	25
Year-end Balance	43	3	18	64	25
Net Book Value	37	10	20	67	97

7. RISK MANAGEMENT

The investment activities of the Corporation expose it to a variety of financial risks including credit risk, market risk (which includes currency risk, interest rate risk and other price risk) and liquidity risk.

Credit Risk

The Corporation is exposed to credit risk associated with its cash deposits. This risk is mitigated by placing deposits in recognized British Columbia institutions. Credit risk arising from cash deposits is considered negligible.

The Corporation is also exposed to credit risk through investments in convertible debt instruments. The corporation may be exposed to credit risk if the returns from convertible debt instruments are below cost. The Corporation's investment portfolio diversification is based on an investment strategy developed to generate returns to cover potential losses from its higher risk investments.

Market Risk (Currency Risk, Interest Rate Risk and Other Price Risk)

Currency Risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Corporation is exposed to foreign currency exchange risk because of its investments in US venture capital funds and commitments made in US dollars.

Through the Corporation's venture capital investments, the Corporation has a total of \$8.47 million USD (2024: \$10.96 million USD) remaining in venture capital commitments and holds \$49.3 million USD in venture capital investments (2024: \$26.4 million USD). Returns generated from investments in these venture capital funds will be in US dollars. The timing and value of returns from these investments cannot be reasonably estimated and so the impact of currency rate fluctuations can also not be estimated.

7. RISK MANAGEMENT (*Continued*)

At March 31, 2025, currency risk is negligible as the Corporation has sufficient cash and financing available to satisfy commitments made.

Interest Rate Risk

Interest rate risk arises from the possibility that changes in market interest rates will affect future cash flows. The Corporation is exposed to interest rate risk through its cash and fiscal agency loans.

If the Corporation were to have experienced a 1% change in the interest rate earned this would have impacted interest income by approximately \$0.1 million (2024 - \$0.1 million) calculated as 1% of average cash balances over the year.

Other Price Risk

Other price risk is the risk that the market value of future cash flows of a financial instrument will fluctuate because of changes in market prices. The Corporation is exposed to other price risk through its Portfolio Investments. InBC's Portfolio Investments consist of investments in early-stage companies and venture capital funds carry a high risk; however, the Corporation mitigates the risk by diversifying its portfolio across industries, limiting concentration of investments, and utilizing the expertise and skills of institutional venture capital managers with a track record of commercial returns.

Liquidity Risk

Liquidity risk is the risk that the Corporation will encounter difficulty in meeting obligations associated with its financial liabilities. In connection with the Corporation's ongoing financing of operations including refinancing risk, management aims to ensure adequate liquidity of investments. The Corporation manages its liquidity risk by placing deposits in cash.

The Corporation is also exposed to liquidity risk associated with the Portfolio Investments. The Corporation cannot readily sell the investments. As the Corporation invests in early-stage venture capital investments that have a limited history of operations and whose business activities tend to be speculative, there is no assurance that such investments will provide positive future cash flows. The Corporation attempts to manage liquidity risk by diversifying its portfolio across industries, limiting concentration of investments, and utilizing the expertise and skills of institutional venture capital managers with a track record of commercial returns.

8. COMMITMENTS

The Corporation has commitments in both CAD and USD to invest as a Limited Partner in certain venture capital funds. Commitments as a Limited Partner made after the *InBC Investment Corp. Act* came into force are identified as InBC commitments, prior commitments are identified as Legacy. The following table summarizes the total investment commitments, transfers made to date and total investment commitments remaining:

	InBC	Legacy	2025	2024
Total USD investment commitments (USD)	14,803	38,987	53,790	53,790
USD investment commitments transferred to date (USD)	(6,704)	(38,612)	(45,316)	(42,829)
Remaining USD investment commitments (USD)	8,099	375	8,474	10,961
Remaining USD investment commitments translated to CAD	11,643	539	12,182	14,853
Total CAD investment commitments	55,000	151,000	206,000	176,000
CAD investment commitments transferred to date	(13,837)	(134,382)	(148,219)	(136,724)
Remaining CAD investment commitments	41,163	16,618	57,781	39,276
Aggregate remaining investment commitments	52,806	17,157	69,963	54,129

The Corporation has entered into contractual arrangements to lease office space in Vancouver and office equipment. The Corporation also has operational commitments for software licenses and operational agreements. These contractual obligations will become liabilities in the future when the terms of the contracts are met. Disclosure relates to the unperformed portion of the contracts:

	2026	2027	2028	2029	2030
Capital lease	9	9	9	9	9
Property Lease	319	133	-	-	-
Other operational commitments	126	-	-	-	-
Total	454	142	9	9	9

9. RELATED PARTY TRANSACTIONS

The Corporation is related through common ownership to all Province of British Columbia ministries, agencies, Crown corporations and all other public sector organizations. The Corporation's related parties also include key management personnel which include the directors, and senior management of the Corporation. Transactions with these entities and individuals are in the normal course of operations and are recorded at the exchange amount. Assets and liabilities with related parties include:

	2025	2024
Cash (CDP)	2,754	4,081
Accounts receivable	9	19
Recoveries from the Province of British Columbia	2,555	1,956
Fiscal Agency Loans (<i>Note 5</i>)	116,559	60,279
Due to Related Parties	908	578

The consolidated statement of operations includes the following transactions with related parties:

	2025	2024
Interest Income	334	669
Operating contributions from the Province	8,396	6,033
Interest expense	3,166	1,647
Board of Director fees	87	57
Facilities	318	301
Office and miscellaneous expenses	131	122
Professional fees	34	35
Salaries, wages and benefits	3,279	2,733

10. SEGMENTED INFORMATION

Segmented information is provided to differentiate between the results from operations relating to legacy operations that were in place at the time the *InBC Investment Corp. Act* came into effect.

InBC Operations: InBC Operations reports the revenues and expenses recognized for the purposes of the Corporation, as described in Section 4 of the *InBC Investment Corp. Act*:

The purposes of the corporation are as follows:

- a. to make investments that achieve a financial return;
- b. to make investments that support the social, economic and environmental policy objectives of the government.

InBC Operations reports the results of investments made for the purposes of the corporation under *InBC Investment Corp. Act*, and reports the expenses associated with administering those investments, including the costs of salaries and benefits, operations, and financing costs associated with the InBC Investment Corp. Fiscal Agency Loan.

Legacy Operations: Legacy Operations reports the revenues and expenses associated with investments that were made under agreements that were in place before the *InBC Investment Corp. Act* came into force on May 20, 2021. This segment reports venture capital investment income from Portfolios 1 and 2, and the costs associated with administering those investments, including investment fees and interest costs from the Legacy Fiscal Agency Loan.

The following is a summary of revenues and expenses by segment:

	InBC Operations	Legacy Operations	2025 Total	2024 Total
Revenues:				
Venture Capital Investment Income	-	2,036	2,036	3,824
Provincial operating contributions	8,396	-	8,396	6,033
Interest Income	334	-	334	669
Recoveries from other parties	12	-	12	4
	8,742	2,036	10,778	10,530
Amortization of tangible capital assets	39	-	39	25
Board of Director fees	87	-	87	57
Facilities	318	-	318	319
Interest expense	2,918	248	3,166	1,647
Investment fees	-	-	-	17
Office and miscellaneous expenses	678	-	678	506
Professional fees	340	-	340	277
Realized investment loss	-	-	-	6
Salaries, wages and benefits	3,779	-	3,779	3,182
Venture capital investment loss	-	303	303	-
Expenses	8,159	551	8,710	6,036
Annual Surplus / (Deficit)	583	1,485	2,068	4,494

11. EMPLOYEE FUTURE BENEFITS

The Corporation and its employees contribute to the Public Service Pension Plan, which is a multiemployer jointly trusted plan. The plan is a defined benefit plan, providing pension on retirement based on the member's age of retirement, length of service and highest earnings averaged over five years. The board of trustees of the plan represents plan members and employers and is responsible for the management of the plan including investment of the assets and administration of the plan. The most recent actuarial valuation for the Public Service Pension Plan as at March 31, 2023 indicated a \$4,491 million funding surplus for basic pension benefits on a going concern basis. As described in Note 2, the plan is accounted for as a defined contribution plan. For the year ended March 31, 2025, the Corporation paid \$260,013 (2024 - \$241,050) for employer contributions to the plan.

12. BUDGETED FIGURES

Budgeted figures have been provided for comparison purposes and have been derived from the 2024/25 Service Plan approved by the Board Chair in February 2024.

13. COMPARATIVE INFORMATION

Certain comparative figures have been reclassified in order to provide presentational consistency with the current year.

Schedule of Debts

1. FISCAL AGENCY LOAN

On March 31, 2017, the Corporation entered into a short-term borrowing facility with the Minister of Finance. The maximum principal amount of the credit facility is \$80 million. The contract was fully executed June 7, 2017. The purpose of the short-term borrowing facility is to meet all capital call commitments and repayment obligations to the Federal Government. The Corporation began accessing the short-term borrowing facility on October 15, 2018 in order to meet its capital call and repayment obligations. At March 31, 2025, the interest rate on the short-term borrowing facility is 2.48%. The balance of the short-term borrowing facility at March 31, 2025 was \$2,683,428.79.

On November 28, 2022, the Corporation entered into a second borrowing facility with the Minister of Finance. The maximum principal amount of the facility is \$500 million. The purpose of the borrowing facility is to fund strategic investments as set out by the *InBC Investment Corp. Act*. The Corporation first accessed the financing on December 1, 2022. At March 31, 2025, the interest rate on the statutory fiscal agency loan is 2.48%. The balance of the fiscal agency loan at March 31, 2023 was \$ 113,876,285.22

Schedule of Guarantee and Indemnity Agreements

InBC Investment Corp. has given indemnity to the following:

- Raven Indigenous Impact Fund II, L.P.
- Evok Fund II, L.P.
- Yaletown Innovation Growth Fund II, L.P.
- Amplitude Ventures Fund II, L.P.
- Pender Technology Inflection Fund II
- BrightSpark Canadian Opportunities Fund II
- Active Impact Investments Fund III
- Vanedge Capital IV LP
- TechBrew Robotics Inc. (now 4AG Robotics)
- Clarius Mobile Health Corp.
- Fulcrum Management Solutions Ltd. (dba ThoughtExchange)
- VodaSafe Inc.
- Poseidon Ocean Systems Ltd.
- Sanctuary Cognitive Systems Corporation
- Netskrt Systems Inc.
- ChopValue Manufacturing Ltd.

- Svante Technologies Inc.
- Mangrove Water Technologies Ltd.
- Arca Climate Technologies Inc.
- Aspect Biosystems Ltd.
- Reverb Therapeutics, Inc.
- Novarc Technologies Inc
- PitchBook Data, Inc

InBC Investment Corp.'s subsidiary, BC Renaissance Capital Fund Ltd (BCRCF) holds a portfolio of venture investments. Accordingly, BCRCF has entered into the following partnerships:

- ARCH Venture Fund VII, L.P.
- Azure Capital Partners III, L.P.
- iNovia Investment Fund III, L.P.
- Tandem Expansion Fund I, L.P.
- Vanedge Capital I, L.P.
- VantagePoint Clean Tech Ventures II, L.P.
- VantagePoint Venture Partners 2006 (Q), L.P.
- Yaletown Ventures II, L.P.
- BC Tech Fund, L.P.

The corporation believes that no liabilities relating to its indemnities exist at March 31, 2025.

Schedule of Remuneration and Expenses

1. Remuneration and expenses of board members

Board Member	Position	Remuneration	Expenses
Bergeron, C	Chair, Board of Directors	-	-
Campbell, K	Member, Board of Directors	-	-
James, C	Member, Board of Directors	10,884	1,446
Leong, I	Member, Board of Directors	5,465	-
Lougheed, G	Member, Board of Directors	4,544	47
Ivanova, I	Member, Board of Directors	10,638	-
Trottier, S	Chair, Board of Directors	19,685	-
Wood, H	Member, Board of Directors	-	-
Mihlar, F	Member, Board of Directors	-	-
Liao, C	Member, Board of Directors	7,280	-
Kiernan, N	Member, Board of Directors	8,581	-
Conradi, H	Member, Board of Directors	7,280	-
Muzyka, D	Member, Board of Directors	9,430	567
Scott, D	Member, Board of Directors	-	-
		83,786	2,060

2. Employees with remuneration and expenses exceeding \$75,000.

Employee	Remuneration	Expenses
Chiew, B.	88,713	
Chitroda, S.	163,428	7,956
Chui, A.	215,887	4,511
Deering, A.	130,146	10,788
Earthy, J.	282,877	41,536
Lin, J.	126,606	3,523
Lo, C.	161,806	9,769
Machin, W.	138,747	12,259
Martinez Rubio, M.	75,936	4,191
McClure, M.	82,410	61
Mortimer, D.	231,355	13,718
Nguyen, L.	411,319	18,811
Sanders, A.	94,861	4,426
Tanaka, H.	223,809	9,261
Tong, A.	123,615	4,614
Wong, S.	234,102	4,448
Zhu, E.	89,195	2,201
	2,874,812	152,072

3. Total remuneration for employees with remuneration of \$75,000 or less:

	Remuneration	Expenses
Consolidated total of employees with remuneration less than \$75,000	124,108	944

4. Reconciliation with operations statement (in '000s)

Total remuneration of the board (in '000s)	84
Board travel and other expenses not included in above	3
Board of Director fees in Statement of Operations	87
Total remuneration of employees (in '000s)	2,999
Receiver General for Canada (CPP, EI)	106
Vacation carryover, pension and changes in accrued payroll liabilities	674
Salaries, wages and benefits in Statement of Operations	3,779

Statement of Severance Agreements

5. There was one severance agreements made between InBC Investment Corp. and its non-unionized employees during fiscal year 2024/2025.

The agreement represents nine months of compensation.

Prepared under the Financial Information Regulation, Schedule 1, subsection 6(7)

Schedule of Supplier Payments

6. Alphabetical list of suppliers who received aggregate payments in excess of \$25,000 (in \$000s)

Supplier Name	Aggregate Amount
AlphaSense, Inc.	50
BC Pension Corp	479
Bennett Jones LLP	128
DealCloud Inc.	78
Inclusivity Insight Inc.	41
Lawson Lundell LLP	148
Ministry Citizen Services - OCIO	102
Ministry Citizen Services - Real Property	348
MNP LLP	33
Norton Rose Fulbright Canada LLP	183
Office of the Auditor General	32
PitchBook Data, Inc.	106
Sea to Sky Network Solutions	87
Total of aggregate payments exceeding \$25,000 paid to suppliers	1,815

7. Consolidated total paid to suppliers who received aggregate payments of less than \$25,000 (in \$000s)

Consolidated total of payments of \$25,000 or less paid to suppliers	288
---	------------

8. Reconciliation to Financial Statements (in \$000s)

Total of aggregate payments in exceeding \$25,000 paid to suppliers	1,815
Consolidated total of payments of \$25,000 or less paid to suppliers	288
Reconciling item: payments to board members not included above	87
Reconciling item: capitalized amounts included above	(39)
Reconciling item: debt service costs not included in payments above	3,166
Reconciling item: employee remuneration and expenses not included above	3,277
Reconciling item: adjustments for year-end accruals and prepaid expenses	116
Total Expenses per Consolidated Statement of Operations	8,710