



**LIQUOR
DISTRIBUTION
BRANCH**

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH

Statements of Financial Information

For the Fiscal Year Ended March 31, 2014





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Liquor Distribution Branch

Financial Statements

March 31, 2014

(in thousands of dollars)

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of the British Columbia Liquor Distribution Branch have been prepared by management in accordance with International Financial Reporting Standards. Any financial information contained elsewhere in the annual report has been reviewed to ensure consistency with the financial statements.

Management is responsible for the integrity of the financial statements and has established systems of internal control to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and financial records are properly maintained to facilitate the preparation of financial statements in a timely manner.

The Office of the Auditor General of British Columbia has performed an independent audit of the financial statements of the Liquor Distribution Branch. The Auditor's Report outlines the scope of this independent audit and expresses an opinion on the financial statements of the Liquor Distribution Branch.



R. Blain Lawson
General Manager and Chief Executive Officer



Roger M. Bissoondatt, CPA, CA, CMA
Chief Financial Officer

Vancouver, British Columbia
May 15, 2014



INDEPENDENT AUDITOR'S REPORT

To the Minister of Justice, Province of British Columbia

I have audited the accompanying financial statements of the British Columbia Liquor Distribution Branch, which comprise the statements of financial position as at March 31, 2014 and of comprehensive income, due (to) from the Province of British Columbia and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

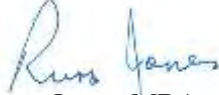
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or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

In my view, the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements present fairly, in all material respects, the financial position of the British Columbia Liquor Distribution Branch as at March 31, 2014, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Victoria, British Columbia
May 16, 2014


Russ Jones, MBA, CA
Auditor General

Liquor Distribution Branch
Statements of Comprehensive Income
For the years ended March 31, 2014 and 2013

(in thousands of dollars)

Year ended March 31,	Note	2014	2013
Sales	4	2,943,695	2,950,417
Less commissions and discounts		(198,170)	(196,331)
Net sales		2,745,525	2,754,086
Cost of sales		(1,581,463)	(1,540,783)
Gross profit		1,164,062	1,213,303
Administration expenses	5,13	(280,587)	(279,422)
Transportation expenses	5	(13,724)	(12,122)
Marketing expenses	5	(5,246)	(4,687)
Net operating income		864,505	917,072
Other income		12,474	12,487
Net income and comprehensive income		876,979	929,559

The accompanying notes are an integral part of these financial statements.

Liquor Distribution Branch

Statements of Due (To) From the Province of British Columbia

For the years ended March 31, 2014 and 2013

(in thousands of dollars)

Year Ended March 31,	2014	2013
Balance beginning of year	1,076	8,900
Net income and comprehensive income	(876,979)	(929,559)
Payments to the Province of British Columbia	875,476	921,735
Balance end of year	(427)	1,076


The accompanying notes are an integral part of these financial statements.

Liquor Distribution Branch
Statements of Financial Position
As at March 31, 2014 and 2013

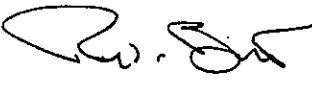
(in thousands of dollars)

As at March 31,	Note	2014	2013
ASSETS			
NON-CURRENT ASSETS			
Property and equipment	6	46,308	47,610
Intangible assets	7	9,939	11,732
Prepaid expenses - long term	8	1,860	2,709
		<u>58,107</u>	<u>62,051</u>
CURRENT ASSETS			
Due from Province of British Columbia	9	-	1,076
Inventories	10	87,730	88,555
Prepaid expenses	8	5,998	7,570
Accounts receivable	11	8,960	9,327
Cash		765	18,783
		<u>103,453</u>	<u>125,311</u>
TOTAL ASSETS		<u><u>161,560</u></u>	<u><u>187,362</u></u>
LIABILITIES			
NON-CURRENT LIABILITIES			
Other long-term liabilities	12,13,14	25,165	24,200
		<u>25,165</u>	<u>24,200</u>
CURRENT LIABILITIES			
Due to Province of British Columbia	9	427	-
Accounts payable and accrued liabilities	14,15	135,968	163,162
		<u>136,395</u>	<u>163,162</u>
TOTAL LIABILITIES		<u><u>161,560</u></u>	<u><u>187,362</u></u>

Approved for issue on May 15, 2014 by:



 R. Blain Lawson
 General Manager and Chief Executive Officer



 Roger M. Bissoondatt, CPA, CA, CMA
 Chief Financial Officer

The accompanying notes are an integral part of these financial statements.

Liquor Distribution Branch

Statements of Cash Flows

For the years ended March 31, 2014 and 2013

(in thousands of dollars)

Year Ended March 31,	Note	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income and comprehensive income		876,979	929,559
Adjustments for:			
Depreciation and amortization		15,810	16,173
(Gain) loss on retirement/disposal of property and equipment		(334)	332
Rent and lease amortization		272	(219)
Accrued employee benefits		895	2,205
		<u>893,622</u>	<u>948,050</u>
Change in long-term assets		849	5,988
Change in working capital		(24,559)	(20,411)
		<u>869,912</u>	<u>933,627</u>
CASH FLOWS USED IN INVESTING ACTIVITIES			
Acquisition of property and equipment	6	(10,685)	(9,891)
Acquisition of intangible assets	7	(2,262)	(525)
Proceeds from disposal of property and equipment		566	25
		<u>(12,381)</u>	<u>(10,391)</u>
CASH FLOWS USED IN FINANCING ACTIVITIES			
Payments to the Province of British Columbia	9	(875,476)	(921,735)
Payments on capital leases		(49)	(50)
Payments on tenant improvement loans		(24)	(30)
		<u>(875,549)</u>	<u>(921,815)</u>
NET (DECREASE) INCREASE IN CASH		<u>(18,018)</u>	<u>1,421</u>
CASH - BEGINNING OF YEAR		<u>18,783</u>	<u>17,362</u>
CASH - END OF YEAR	21	<u><u>765</u></u>	<u><u>18,783</u></u>

The accompanying notes are an integral part of these financial statements.

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2014 and 2013

(Tabular amounts in thousands of dollars)

1. Purpose of the Branch

The British Columbia Liquor Distribution Branch (the LDB) is one of two branches of the Province of British Columbia (the Province) responsible for the beverage alcohol industry in British Columbia and reports to the Attorney General and Minister of Justice.

The LDB obtains its authority for operation from the *British Columbia Liquor Distribution Act* (the Act). As stated in Section 2 of the Act, the LDB has the exclusive right to purchase liquor for resale and reuse in the Province in accordance with the provisions of the *Importation of Intoxicating Liquors Act (Canada)*.

The LDB is reported in the public accounts on a modified equity basis, in a manner similar to a commercial Crown corporation.

2. Basis of presentation

(a) Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS).

(b) Basis of measurement

The financial statements have been prepared on the historical cost basis. The accounts have been prepared on a going concern basis.

(c) Functional and presentation currency

These financial statements are presented in Canadian dollars, which is the LDB's functional currency. All financial information has been rounded to the nearest thousand.

(d) Use of estimates and judgements

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the LDB's accounting policies. Actual results could differ from those estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

In determining and applying accounting policies, judgement is often required where the choice of specific policy, assumption or account estimate to be followed could materially affect the reported results or net position of the LDB, should it later be determined that a different choice would be more appropriate.

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2014 and 2013

(Tabular amounts in thousands of dollars)

Management considers the following to be areas of significant judgement and estimation for the LDB due to greater complexity and/or being particularly subject to the exercise of judgement:

- i) **Property and equipment**
The determination of the useful economic life and residual values of property and equipment is subject to management estimation. The LDB regularly reviews all of its depreciation rates and residual values to take account of any changes in circumstances, and any changes that could affect prospective depreciation charges and asset carrying values.
- ii) **Employee benefits – Retiring allowances**
Employees who are eligible to retire and receive pension benefits under the Public Service Pension Plan are granted full vacation entitlement for the final calendar year of service. The LDB recognizes a liability and an expense for retiring allowances when benefits are earned and not when these benefits are paid. These obligations are valued by independent actuaries.

3. Significant accounting policies

The accounting policies below have been applied consistently to all periods presented in these financial statements, unless otherwise indicated.

(a) Foreign currency translation

The LDB in the normal course of business purchases product in foreign currency. Any foreign currency transactions are translated into Canadian dollars at the rate of exchange in effect at the transaction date. Any foreign currency denominated monetary assets and liabilities are stated using the prevailing rate of exchange at the date of the statement of financial position.

(b) Financial instruments

Financial assets are recognized when the LDB has rights or other access to economic benefits. Such assets consist of cash or a contractual right to receive cash or another financial asset. The LDB derecognizes a financial asset when the contractual rights to the cash flows from the asset have expired or have been transferred and all the risks and rewards of ownership are substantially transferred.

All of the LDB's financial assets are designated as loans and receivables and deposits. The LDB initially recognizes loans and receivables and deposits on the date that they originate.

Financial liabilities are recognized when there is an obligation to transfer benefits and that obligation is a contractual liability to deliver cash or another financial asset. Financial liabilities are derecognized when they are extinguished.

Financial assets and liabilities are offset and the net amount presented in the statement of financial position when, and only when, the LDB has a legal right to offset the amounts and

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2014 and 2013

(Tabular amounts in thousands of dollars)

intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

The LDB has the following categories of financial assets and financial liabilities:

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise when the LDB provides money, goods or services directly to a debtor with no intention of trading the receivable. They are included in current assets, except for maturities of greater than 12 months after the statement of financial position date which are classified as non-current assets. Loans and receivables are initially recognized at fair value plus any directly attributable transaction costs.

Subsequent to initial recognition, loans and receivables are measured at amortized cost using the effective interest method, less any provision for impairment. Any resulting income or expense is recognized in the statement of comprehensive income. Loans and receivables include accounts receivable, cash on hand and bank deposits in transit.

i) **Accounts receivable**

Accounts receivable are recognized initially at the invoice amount, which approximates the fair value.

A provision for impairment of trade receivables is established when there is objective evidence that the LDB will not be able to collect all amounts due according to the terms of the receivables. The carrying amount of accounts receivable is reduced through the use of an allowance account, and the amount of the loss is recognized in the statement of comprehensive income. The amount of the provision is the difference between the asset's carrying value and the present value of the estimated future cash flows discounted at the original effective interest rate. Subsequent recoveries of amounts previously written off are credited to other income.

ii) **Cash and cash equivalents**

Cash and cash equivalents include cash on hand, bank deposits in transit, and bank overdrafts. Bank overdrafts are shown as bank indebtedness in current liabilities on the statement of financial position.

Financial liabilities held at amortized cost

Financial liabilities are initially recognized at fair value and subsequently measured at amortized cost using the effective interest method and include accounts payable, tenant improvement loans, and bank indebtedness. Any resulting income or expense is recognized in the statement of comprehensive income.

i) **Accounts payable**

Accounts payable are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the payment is due within one year or less and non-current liabilities if the payment is due more than one year from the statement of financial position date.

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2014 and 2013

(Tabular amounts in thousands of dollars)

ii) Bank indebtedness

Bank indebtedness is shown in current liabilities and included within cash and cash equivalents on the statement of cash flows as it forms an integral part of the LDB's cash management.

(c) Property and equipment

Property and equipment are measured at historical cost less accumulated depreciation and accumulated impairment losses. Historical cost includes expenditures that are directly attributable to the acquisition of the items. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the LDB and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of comprehensive income during the financial period in which they are incurred. When parts of an item of property and equipment have different useful lives, they are accounted for as separate items (major components) of property and equipment.

i) Construction in process

Construction in process is carried at cost less any impairment loss. Cost includes professional fees, materials, direct labour, any other costs directly attributable to bringing the assets to a working condition for their intended use, and the costs of dismantling and removing the items and restoring the site on which they are located. When these assets are ready for their intended use, they are transferred into the appropriate category. At this point, depreciation commences on the same basis as the other property and equipment.

ii) Assets held under finance leases

Refer to 3(f).

(d) Intangible assets

Where computer software is not an integral part of a related item of property and equipment, the software is capitalized as an intangible asset.

Acquired computer software licenses are capitalized on the basis of the costs incurred to acquire and bring them into use. Direct costs associated with the production of identifiable and unique internally generated software products controlled by the LDB that will generate economic benefits exceeding costs beyond one year are capitalized. Direct costs include software development employment costs including those of contractors used. Where assets are under construction over a period of time, these costs are recorded in a construction in progress account until put into use.

Costs associated with maintaining computer software programs are recognized as an expense as incurred.

Other development expenditures that do not meet these criteria are recognized as an expense as incurred. Development costs previously recognized as an expense are not recognized as an asset in a subsequent period.

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2014 and 2013

(Tabular amounts in thousands of dollars)

Intangible assets acquired by the LDB have finite lives and are measured at cost less accumulated amortization and accumulated impairment losses.

(e) Depreciation of non-financial assets

No depreciation is provided on land or assets in the course of construction. Depreciation on other assets is calculated using the straight-line method to allocate their cost to their residual values over their estimated useful lives, as follows:

Buildings	2.5 - 5% per annum
Leasehold improvements	a minimum of 10% per annum or a rate sufficient to amortize the cost over the remaining life of the respective lease
Furniture, fixtures, vehicles and equipment	10 - 25% per annum
Information systems	25% per annum
Computer software development costs	25% per annum

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at each date of the statement of financial position.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognized in the statement of comprehensive income.

(f) Leases

When assets are financed by leasing agreements that transfer substantially all of the risks and rewards of ownership to the LDB (finance leases), the assets are treated as if they had been purchased outright, and the corresponding liability to the leasing company is included as an obligation under finance leases. Finance leases are capitalized at the lease's commencement at the lower of the fair value of the leased property and the present value of the minimum lease payments. Each lease payment is allocated between the liability and finance charges so as to achieve a constant rate on the finance balance outstanding. The corresponding rental obligations, net of finance charges, are included in other long-term payables and current payables, as appropriate. The interest element of the finance cost is charged to the statement of comprehensive income over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. The property and equipment acquired under finance leases are depreciated over the shorter of the useful life of the asset and the lease term.

All other leases are operating leases and the costs are recorded on a straight-line basis over the lease term. The value of any lease incentive received to take on an operating lease (for example, rent-free periods and tenant allowances) is recognized as deferred income and is recognized over the life of the lease.

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2014 and 2013

(Tabular amounts in thousands of dollars)

(g) Inventories

The LDB's inventories are valued at the lower of cost and net realizable value. Inventories are determined on a weighted average cost basis. Cost of inventories comprises all cost of purchase to bring inventories to a LDB distribution centre and includes supplier invoiced value, freight, duties and taxes. Net realizable value represents the estimated selling price for inventories less the costs to sell.

(h) Impairment of assets

Assets that are subject to depreciation and amortization are reviewed at each statement of financial position date to determine whether there is any indication that assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent, if any, of the impairment loss. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (CGUs), which are based on the LDB's individual stores.

Non-financial assets that suffered an impairment loss are reviewed for possible reversal of the impairment at each reporting date. An impairment loss is reversed if there is an indication that there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized. This reversal would be recognized immediately in the statement of comprehensive income.

(i) Employee benefit plans

The LDB and its employees contribute to the Public Service Pension Plan in accordance with the *Public Service Pension Plans Act*. Defined contribution plan accounting is applied to the multi-employer defined benefit pension plan because sufficient information is not available to apply defined benefit accounting. Accordingly, contributions are expensed as they become payable. Employees are also entitled to specific retirement benefits as provided for under collective agreements and terms of employment. These benefits are accounted for as an expense and a liability in the period incurred.

(j) Provisions

Provisions are recognized if, as a result of a past event, the LDB has a legal or constructive obligation upon which a reliable estimate can be made, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are calculated on a discounted basis where the effect is material to the original undiscounted provision. The carrying amount of the provision increases in each period to reflect the passage of time and the unwinding of the discount.

(k) Revenue recognition

Reported revenue represents the fair value of consideration received or receivable in exchange for goods and services provided to third parties in the course of ordinary activities. Revenue is recognized when the risks and rewards of ownership are substantially transferred.

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2014 and 2013

(Tabular amounts in thousands of dollars)

Revenue is stated net of estimated returns and excludes provincial sales tax, federal goods and services tax, container recycling fees and container deposits.

(l) Other income

Revenue that is ancillary to the sales of beverage alcohol is recognized as other income. Other income includes revenue from beverage container handling fees, border point collections, and customs clearing administrative fees.

(m) Recent accounting developments

i) *New standards, interpretations, and amendments of standards adopted by the LDB*

On April 1, 2013, the LDB adopted three new standards that were issued by the International Accounting Standards Board (IASB).

Amendment to International Accounting Standards (IAS) 1, 'Presentation of financial statements' – the standard requires grouping of items presented in other comprehensive income (OCI) on the basis of whether they will be potentially re-classified to profit or loss in the future (reclassification adjustments). The LDB has evaluated this standard and determined there is no significant impact on the financial statements.

Amendment to IAS 16, 'Property, plant and equipment' – the standard clarifies that spare parts and servicing equipment are classified as property, plant and equipment rather than inventory when they meet the definition of property, plant and equipment. The LDB has evaluated this standard and determined there is no significant impact on the financial statements.

IFRS 13, 'Fair value measurement' – the standard aims to improve consistency and reduce complexity by providing a precise definition of fair value and a single source of fair value measurement and disclosure requirements for use across IFRS. The LDB has evaluated this standard and determined there is no significant impact on the financial statements.

ii) *Standards and interpretations issued but not yet effective and not yet adopted by the LDB*

The following new IFRS standards, amendments and interpretations to existing standards have been published by the IASB and are relevant to the LDB. They are not yet effective and have not been early adopted. The impact on the financial statements has not yet been assessed.

Amendment to IAS 32, 'Financial instruments: Presentation' - Offsetting financial assets and financial liabilities - the amendment clarifies some of the requirements for offsetting financial assets and financial liabilities on the statement of financial position; specifically, the meaning of "currently has a legally enforceable right to set-off". This amendment is effective January 1, 2014.

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2014 and 2013

(Tabular amounts in thousands of dollars)

Amendment to IAS 36, 'Impairment of assets' – Recoverable amount disclosures for non-financial assets – the amendment clarifies the disclosure requirements in respect of fair value less costs of disposal. There are also two new disclosure requirements: additional information about the fair value measurement of impaired assets when the recoverable amount is based on fair value less costs of disposal; and information about the discount rates that have been used when the recoverable amount is based on fair value less costs of disposal using a present value technique. This amendment is effective January 1, 2014.

IFRS 9, 'Financial instruments' – The standard impacts the classification and measurement of financial assets. IFRS 9 retains but simplifies the mixed measurement model and establishes two primary measurement categories for financial assets: amortised cost and fair value. The basis of classification depends on the entity's business model and the contractual cash flow characteristics of the financial asset. IFRS 9 is the first standard issued as part of a wider project to replace IAS 39, '*Financial Instruments: Recognition and measurement*'. The effective date of IFRS 9 has been delayed pending the finalisation of the impairment and classification and measurement requirements in IAS 39.

iii) *Other ongoing developments which may impact the LDB*

IAS 17 'Leases' - The IASB has issued an exposure draft which proposes a single approach to lease accounting that would ensure that all assets and liabilities arising under lease contracts are recognized in the statement of financial position.

Amendment to 'Introduction to Public Sector Accounting Standards' - The Public Sector Accounting Board has issued an exposure draft which proposes to amend the set of standards to be followed by a non-business government partnership with only public sector entity partners; and clarify the transitional provisions for a government organization (now classified as a government component) and for a non-business government partnership and a government business partnership with only public sector entity partners. The implications of the proposals include the following:

- certain government organizations, that are not currently following the standards for governments in the Public Sector Accounting Handbook (i.e., are following the standards applicable to publicly accountable enterprises in Part I of the Chartered Professional Accountants Canada Handbook – Accounting or standards for not-for-profit organizations in the PSA Handbook), will become government components and need to transition;
- government partnerships, including government business partnerships, may need to transition to the proposed source of generally accepted accounting principles if they issue general purpose financial statements.

4. Sales

Total sales reported include sales to retail customers, licensed establishments, licensee retail stores and agency stores. These amounts do not include subsequent resale by licensed establishments, licensee retail stores and agency stores.

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2014 and 2013

(Tabular amounts in thousands of dollars)

	2014	2013
	\$	\$
Retail customers	1,178,276	1,195,825
Licensee retail stores	1,025,544	1,026,630
Licensed establishments	471,999	468,236
Agency stores	267,876	259,726
	<u>2,943,695</u>	<u>2,950,417</u>

5. Operating expenses

The LDB's operating expenses are comprised of:

	2014	2013
	\$	\$
Administration costs	280,587	279,422
Transportation	13,724	12,122
Marketing	5,246	4,687
	<u>299,557</u>	<u>296,231</u>

	2014	2013
	\$	\$
Salaries, wages and benefits	162,771	165,264
Rents	39,696	37,949
Bank charges	24,027	23,264
Other administrative expenses	17,203	15,780
Depreciation and amortization	15,810	16,173
Transportation	13,724	12,122
Repairs and maintenance	7,488	7,218
Data processing	6,088	6,132
Marketing	5,246	4,687
Professional services	4,877	4,712
Loss prevention	2,627	2,930
	<u>299,557</u>	<u>296,231</u>

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2014 and 2013

(Tabular amounts in thousands of dollars)

6. Property and equipment

	Land & land improvements	Buildings & building improvements	Leasehold improvements	Furniture, fixtures, vehicles & equipment	Held assets under finance leases	Information systems	Construction in process	Total
March 31, 2013								
Opening net book value	1,072	3,118	29,845	7,962	12	7,215	13,760	62,984
Assets reclassified (Note 7)	-	-	-	-	-	-	(12,730)	(12,730)
Additions	-	15	10	1,877	-	1,214	6,775	9,891
Transfers	-	-	5,774	569	-	-	(6,343)	-
Disposals (cost)	-	-	(4,467)	(506)	-	(457)	-	(5,430)
Disposals (accumulated depreciation)	-	-	4,111	506	-	457	-	5,074
Depreciation charge	-	(181)	(5,481)	(3,498)	(12)	(3,007)	-	(12,179)
Closing net book value	1,072	2,952	29,792	6,910	-	5,422	1,462	47,610
March 31, 2013								
Cost	1,073	21,458	60,790	33,882	3,900	77,843	1,462	200,408
Accumulated depreciation	(1)	(18,506)	(30,998)	(26,972)	(3,900)	(72,421)	-	(152,798)
Net book value	1,072	2,952	29,792	6,910	-	5,422	1,462	47,610
March 31, 2014								
Opening net book value	1,072	2,952	29,792	6,910	-	5,422	1,462	47,610
Assets reclassified (Note 7)	-	-	-	(27)	-	-	(60)	(87)
Additions	30	234	-	2,387	-	2,323	5,711	10,685
Transfers	-	-	2,776	606	-	992	(4,374)	-
Disposals (cost)	(130)	(947)	(539)	(363)	-	(57)	-	(2,036)
Disposals (accumulated depreciation)	-	875	548	352	-	56	-	1,831
Depreciation charge	(2)	(182)	(5,941)	(2,855)	-	(2,715)	-	(11,695)
Closing net book value	970	2,932	26,636	7,010	-	6,021	2,739	46,308
March 31, 2014								
Cost	973	20,745	63,027	36,485	3,900	81,101	2,739	208,970
Accumulated depreciation	(3)	(17,813)	(36,391)	(29,475)	(3,900)	(75,080)	-	(162,662)
Net book value	970	2,932	26,636	7,010	-	6,021	2,739	46,308

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2014 and 2013

(Tabular amounts in thousands of dollars)

7. Intangible assets

	Intangible Assets	Construction in process	Total
March 31, 2013			
Opening net book value	1,537	934	2,471
Assets reclassified (Note 6)	-	12,730	12,730
Additions	340	185	525
Transfers	13,295	(13,295)	-
Amortization charge	(3,994)	-	(3,994)
Closing net book value	11,178	554	11,732
March 31, 2013			
Cost	18,229	554	18,783
Accumulated amortization	(7,051)	-	(7,051)
Net book value	11,178	554	11,732
March 31, 2014			
Opening net book value	11,178	554	11,732
Assets reclassified (note 6)	-	60	60
Additions	321	1,941	2,262
Transfers	720	(720)	-
Amortization charge	(4,115)	-	(4,115)
Closing net book value	8,104	1,835	9,939
March 31, 2014			
Cost	19,270	1,835	21,105
Accumulated amortization	(11,166)	-	(11,166)
Net book value	8,104	1,835	9,939

8. Prepaid expenses

Prepaid expenses include insurance, software maintenance, and wine futures. The LDB purchases select products up to three years in advance to secure future delivery of these products as part of its ongoing business practices. These products are normally purchased in foreign currency and are translated to Canadian dollars at the spot exchange rate in effect at the transaction date. At March 31, 2014, the LDB has recorded \$5.2 million (2013 - \$8.2 million) of prepaid wine futures for delivery in fiscal years 2015 and 2016.

	2014	2013
	\$	\$
Wine futures	5,168	8,187
Other prepaids	2,690	2,092
	<u>7,858</u>	<u>10,279</u>
Long-term portion	(1,860)	(2,709)
Current portion	<u>5,998</u>	<u>7,570</u>

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2014 and 2013

(Tabular amounts in thousands of dollars)

9. Due to/from Province of British Columbia

The LDB uses the Province's financial and banking systems to process and record its transactions. The amount due from the Province represents the accumulated net financial transactions with the Province. During the year, the total receipts from the Province were \$2.13 billion (2013- \$2.19 billion) and the total payments to the Province were \$3.01 billion (2013- \$3.11 billion).

10. Inventories

	2014	2013
	\$	\$
Store inventory	58,489	55,888
Warehouse inventory	29,241	32,667
	<u>87,730</u>	<u>88,555</u>

During the year, inventories that were recognized as cost of sales amounted to \$1.6 billion (2013 - \$1.5 billion).

11. Accounts receivable

	2014	2013
	\$	\$
Trade accounts receivable and other items	9,986	10,100
Provision for doubtful accounts	(1,026)	(773)
Accounts receivable and other items - net	<u>8,960</u>	<u>9,327</u>

Receivables past due but not impaired are \$433,000 (2013 - \$672,000). During the year the LDB expensed \$527,000 (2013 -\$127,000) in bad debts expense.

12. Other long-term liabilities

The LDB's other long-term liabilities are comprised of:

	2014	2013
	\$	\$
Retirement benefit obligation (note 13(b))	13,754	13,340
WorkSafe BC claims accrual (note 13(c))	7,900	7,600
Long-term portion of deferred lease liabilities (note 14)	2,486	2,390
Long-term portion of obligation under finance lease	4	30
Other	1,021	840
	<u>25,165</u>	<u>24,200</u>

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2014 and 2013

(Tabular amounts in thousands of dollars)

13. Employees' benefit plans and other employment liabilities

(a) Public Service Pension Plan

The LDB and its employees contribute to the Public Service Pension Plan (the Plan), a jointly trustee pension plan. The Public Service Pension Board of Trustees, representing Plan members and employers, is responsible for overseeing the management of the Plan, including investment of the assets and administration of benefits. The Plan is a multi-employer contributory pension plan. Basic pension benefits are defined. The Plan has approximately 56,000 active Plan members and 41,000 retired Plan members.

Every three years, an actuarial valuation is performed to assess the financial position of the Plan and the adequacy of Plan funding. The actuarial valuation done for March 31, 2011 indicated the Plan had a deficit of \$226 million for basic pension benefits. As a result, effective April 1, 2012, employee and employer contributions to the basic account each increased by 0.4% of salaries. Also effective April 1, 2012, in order to remain compliant with the *Income Tax Act* and to strengthen inflation protection, new contribution rates for the inflation adjustment account (IAA) was implemented. The employee contribution rate to the IAA was reduced by 0.25% of salary while the employer contribution rate increased by 0.25% of salary. The net impact of these two rate changes was an increase to the employee contribution rate of 0.15% and an increase to employer contribution rates of 0.65%.

The total amount paid into this pension plan by the LDB for the year ended March 31, 2014 was \$11.1 million for employer contributions (2013 - \$11.1 million), which was recorded in administration expenses.

The next valuation of the Plan will be as at March 31, 2014 with results available in early 2015. Defined contribution pension plan accounting is applied to the Plan as there is no consistent and reliable basis for allocating the obligation, Plan assets and cost to individual entities participating in the Plan.

(b) Retirement benefits

Employees are entitled to specific non-pension retirement benefits as provided for under collective agreements and terms of employment. The future liability for this obligation amounts to \$13.8 million (2013 - \$13.3 million), which represents future employees' retirement benefits outside of the Plan and is included in other long-term liabilities. The amount expensed in the current year was \$414 thousand (2013 - \$379 thousand).

(c) WorkSafe BC outstanding claims

The LDB self-funds worker's compensation claims. The LDB recognizes a liability and an expense for claims that are in progress at the year-end. This liability of \$7.9 million (2013 - \$7.6 million) is valued by independent actuaries.

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2014 and 2013

(Tabular amounts in thousands of dollars)

14. Deferred lease liabilities

	2014	2013
	\$	\$
Deferred rent	2,920	2,564
Deferred tenant allowances	178	263
Deferred tenant improvement loans	7	31
	<u>3,105</u>	<u>2,858</u>
Less current portion	(619)	(468)
Long-term portion	<u>2,486</u>	<u>2,390</u>

15. Accounts payable and accrued liabilities

	2014	2013
	\$	\$
Trade payables	73,429	79,217
Accrued liabilities	59,020	80,630
Other payables	2,873	2,798
Current portion of obligation under finance lease	27	49
Current portion of deferred lease liabilities (note 14)	619	468
	<u>135,968</u>	<u>163,162</u>

16. Contractual commitments

(a) Leases

The LDB leases various stores, offices and warehouses under non-cancellable operating lease agreements. The leases have varying terms, escalation clauses and renewal rights.

The minimum lease expenditures charged to the statement of comprehensive income during the year is \$29.8 million (2013 - \$28.5 million). These expenditures include property taxes and common area costs.

Future commitments for operating leases for the LDB premises are as follows:

	2014	2013
	\$	\$
Total future minimum rental payments under non-cancellable operating leases expiring:		
Not later than one year	29,251	28,249
Later than one year and not later than five years	76,179	74,659
Later than five years and not later than 25 years	16,421	17,684
	<u>121,851</u>	<u>120,592</u>

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2014 and 2013

(Tabular amounts in thousands of dollars)

(b) BC liquor store fees

For the year ended March 31, 2014, the LDB paid the Liquor Control and Licensing Branch \$419,400 (2013 - \$420,300) for license fees. The fee is based on the sales in each government liquor store.

(c) Vancouver distribution property

On March 27, 2014, the Ministry of Technology, Innovation and Citizens' Services announced that a purchase sales agreement was in place with the Musqueam, Squamish and Tsleil-Waututh First Nations to sell the property currently housing the Vancouver distribution centre, a BC liquor store and administration offices. The terms of the sale is expected to be complete before the fall of 2014.

All LDB operations currently carried out on the property will continue for the foreseeable future. The LDB expects to be fully operational in a new warehouse facility in 2017 and will lease the current building from the new owners until that time.

The property has a carrying value of \$2.6 million at March 31, 2014 and is included in property and equipment.

(d) Payroll processing

The LDB has initiated a project to transfer payroll processing to the BC Public Service Agency. The project is expected to be completed in the fall of 2014.

Other contractual commitments have been disclosed elsewhere in the notes to the financial statements.

17. Contingent items

The LDB is the sole importer of beverage alcohol in the Province. The LDB, as the importer of record, has the future liability for customs duty on import beer of \$0.5 million (2013 - \$0.5 million) based upon the value of the agents' inventories at March 31, 2014.

The LDB is the defendant in legal actions and it is not expected that the ultimate outcome of these claims will have a material effect on the financial position of the LDB.

18. Capital management

The LDB does not retain any equity. Net income is returned to the Province. The LDB has no externally imposed capital requirements.

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2014 and 2013

(Tabular amounts in thousands of dollars)

19. Related party transactions

(a) Province of British Columbia

The LDB is related through common ownership to all Province ministries, agencies and Crown corporations. Transactions with these entities are generally considered to be in the normal course of operations and are recorded at the exchange amount, unless disclosed separately in these financial statements.

(b) Key management compensation

The LDB's executive management committee is defined as key management. At March 31, 2014, there were 9 (2013 - 9) members on the executive committee.

	2014	2013
	\$	\$
Salaries and short-term benefits	1,121	1,078
Post-employment benefits	88	80
Fees for services	249	138
	<u>1,458</u>	<u>1,296</u>

Other related party transactions have been disclosed elsewhere in the notes to the financial statements.

20. Financial risk factors

The LDB is exposed to the following risks related to its financial assets and liabilities:

- Credit risk
- Liquidity risk
- Market risk

It is management's opinion that the LDB is not exposed to significant credit, liquidity or market risk arising from these instruments.

Credit risk

Credit risk is the risk of financial loss to the LDB due to customer inability to pay for product or a counterparty to a financial instrument failing to meet its contractual obligations. The LDB's exposure to credit risk is related only to the value of accounts receivable in its normal course of business, and the LDB manages this risk by minimizing the amount of transactions which require recovery. The LDB continually monitors and manages the collection of receivables. See accounts receivable note 3(b) for further disclosure on credit risk.

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2014 and 2013

(Tabular amounts in thousands of dollars)

Liquidity risk

Liquidity risk is the risk that the LDB will be unable to meet its financial obligations as they become due.

The LDB manages liquidity risk primarily by monitoring cash flows and by maintaining the ability to borrow funds through the Province.

Market risk

Market risk is the risk that changes in the market prices, such as foreign exchange rates and interest rates, will affect the LDB's income or the value of its financial instruments.

While the majority of the LDB's transactions are in Canadian dollars, the LDB also transacts in Euros and US dollars. These transactions are in the normal course of business. The LDB's exposure to foreign currency risk could impact the accounts payable of the LDB. A 10% movement in the exchange rate between the Canadian dollar and the other currencies listed above would not have a material impact on the LDB.

The LDB currently does not hold any debt or equity securities and as such is not exposed to interest rate risk. As the LDB has no significant interest-bearing assets and liabilities, the LDB's income and operating cash flows are substantially independent of changes in market interest rates.

21. Reclassification

For fiscal 2014, the LDB has changed the presentation of the statement of cash flows from the direct method to the indirect method. The prior year's statement of cash flows has been restated for comparability.

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2014

Schedule of Debts

B.C. Liquor Distribution Branch's long term debt is not secured by debt instruments nor is it covered by sinking funds or reserves.

Prepared under the Financial Information Regulation, Schedule 1, section 4.

Schedule of Guarantee and Indemnity Agreements

Listing of Indemnities Approved by Risk Management Branch and In Force

	Fiscal 2013/14	Date of Risk Management Approval
1	Hitachi ID Systems Inc. and LDB <i>Master Software License and Service Agreement</i>	September 24, 2013
2	OpenDNS Inc. and LDB <i>Umbrella Guest Wifi Service</i>	March 12, 2014
3	Prosci Inc and LDB <i>License Agreement</i>	March 19, 2014

Prepared under the Financial Information Regulation, Schedule 1, section 5.

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2014

Schedule of Remuneration and Expenses (unaudited)

Name	Remuneration	Expenses	Total
Anand, P.	\$ 91,292	\$ 1,844	\$ 93,136
Apolinario, F.	88,791	359	89,150
Bissoondatt, R.	147,172	11,436	158,608
Branham, G.	100,674	20,547	121,221
Brown, R.	83,169	0	83,169
Caldwell, D.	83,867	7,177	91,044
Campbell, C.	81,959	19,639	101,598
Campbell, D.	75,249	193	75,442
Cann, R.	75,690	77	75,767
Cesar, C.	83,940	0	83,940
Chan, D.	82,906	1,675	84,581
Cheung, L.	98,367	6,507	104,874
Chow, H.	94,659	631	95,290
Chu, E.	92,756	5,039	97,795
Cournoyer, V.	82,176	228	82,404
Davidson, R.	76,173	2,213	78,386
Deng, W.	81,043	0	81,043
Deo, K.	87,561	0	87,561
Dobrozdravich, T.	89,887	5,917	95,804
Dockstader, R.	76,054	0	76,054
Elder, T.	83,100	10,159	93,259
Farley, D.	116,805	8,020	124,825
Ferrara, R.	95,268	6,453	101,721
Fiander, M.	79,292	1,410	80,702
Fong, J.	89,826	0	89,826
Ford, D.	85,693	5,752	91,445
Gauthier, G.	87,164	10,227	97,391
Gibney, D.	86,618	1,482	88,100
Giesbrecht, K.	81,894	652	82,546
Gilmore, K.	77,432	1,619	79,051
Groff, A.	77,402	113	77,515
Haller, L.	90,052	17,986	108,038
Huh, B.	78,914	0	78,914
James, R.	95,824	3,036	98,860
Jing, J.	92,425	0	92,425
Johnson, R.	77,079	1,884	78,963
Kapeluck, D.	80,964	29	80,993
Kelly, M.	78,053	2,532	80,585
Kent, D.	96,452	1,353	97,805
Kho, P.	96,229	2,745	98,974

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2014

Schedule of Remuneration and Expenses (unaudited)

Name	Renumeration	Expenses	Total
Kimm-Jones, R.	78,504	1,519	80,023
Kok, R.	89,903	1,824	91,727
Koo, S.	77,132	3,006	80,138
Kuromi, G.	87,510	1,320	88,830
Lai, H.	78,553	7,852	86,405
LaRoche, A.	90,828	6,835	97,663
Lau, T.	88,781	2,506	91,287
Lawson, R.	178,348	26,269	204,617
Lee, T.	80,240	0	80,240
Lee, T.	93,764	1,209	94,973
Leitch, S.	77,843	415	78,258
Lemieux, J.	76,187	25	76,212
Leung, A.	75,054	1,800	76,854
Lew, W.	83,155	235	83,390
Ling, S.	88,873	1,773	90,646
Low, E.	106,345	2,182	108,527
McDonnell, K.	103,149	10,386	113,535
McEwan, E.	89,209	5,733	94,942
McGauley, A.	81,173	2,120	83,293
McGowan, P.	83,253	2,938	86,191
Mcphate, A.	87,408	7,302	94,710
Michael, W.	106,225	9,788	116,013
Miles, D.	80,393	1,049	81,442
Moen, J.	78,109	998	79,107
Mogg, D.	81,645	14	81,659
Mohn, D.	95,371	5,925	101,296
Mok, K.	87,439	101	87,540
Molnar, Z.	93,216	2,486	95,702
Morse, D.	92,781	2,829	95,610
Nanji, A.	100,976	9,485	110,461
Negara, V.	77,990	0	77,990
Ngui, C.	78,768	0	78,768
Northcote, S.	91,624	1,234	92,858
Olynyk, Z.	88,840	795	89,635
Pablo, A.	76,010	1,248	77,258
Parry, P.	97,131	2,768	99,899
Patten, M.	95,343	6,352	101,695
Peng, V.	77,754	1,327	79,081
Perlova, E.	86,901	1,260	88,161
Petersen, S.	90,963	1,788	92,751

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2014

Schedule of Remuneration and Expenses (unaudited)

Name	Renumeration	Expenses	Total
Philip, B.	78,305	9,470	87,775
Poppema, J.	79,893	3,738	83,631
Primrose, R.	78,769	0	78,769
Procopio, M.	122,834	1,942	124,776
Randhawa, P.	94,887	3,692	98,579
Robertson, J.	97,184	2,636	99,820
Schiedel, S.	87,365	3,636	91,001
Seeley, P.	95,936	1,418	97,354
Shariff, A.	88,829	1,437	90,266
Shaw, A.	76,983	2,207	79,190
Shklover, M.	81,731	2,495	84,226
Shrieves, R.	76,311	1,921	78,232
Starck, C.	90,016	2,746	92,762
Strasser, J.	89,168	3,454	92,622
Tomlinson, N.	84,160	621	84,781
Tougas, R.	99,041	467	99,508
Tran, A.	76,913	1,611	78,524
Tymo, N.	88,914	6,481	95,395
Wang, J.	81,288	1,675	82,963
Willis, K.	77,483	955	78,438
Wilson, K.	182,862	14,474	197,336
Wong, A.	97,758	483	98,241
Wong, J.	77,271	0	77,271
Yee, B.	79,024	1,339	80,363
Zhao, X.	92,559	1,968	94,527
Zheng, S.	85,371	1,898	87,269
Zheng, W.	86,420	0	86,420
Amounts Over \$75,000	\$ 9,539,837	\$ 368,394	\$ 9,908,231
Amounts Under \$75,000	\$ 122,926,272	\$ 1,202,595	\$ 124,128,867
Grand Total	<u>\$ 132,466,109</u>	<u>\$ 1,570,989</u>	<u>\$ 134,037,098</u>

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2014

Remuneration and Expense Reconciliation (unaudited)

	2013/14
Total remuneration (T4) - employees	132,466,109
Reconciling items:	
Employer paid benefits	30,285,001
Outside temporary services & meal allowances	29,866
WCB & Cost recoveries	(608,714)
Labour allocated to Capital Projects	(420,033)
Year end adjustments (Net)	2,043,395
Year end payroll accruals	(42,478)
Pre-retirement payments	(1,273,492)
Other	291,402
	<u>\$ 162,771,056</u>
Total per Statement of Revenue and Expenditure	
Operating Expenses - Salaries and Wages	<u>\$ 162,771,056</u>
	<u>\$ 162,771,056</u>
Variance	<u><u>\$ -</u></u>

Prepared under the Financial Information Regulation, Schedule 1, subsection 6(2)

Statement of Severance Agreements

During the fiscal year ended March 31, 2014, there were two severance agreements made between the LDB and non-unionized employees. The agreements represented 6 to 12 months of salary and benefits.

Prepared under the Financial Information Regulation, Schedule 1, subsection 6(8)

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2014

Schedule of Payments (unaudited)

Supplier Name	Amount
0739829 BC LTD	114,059
0745248 BC LTD	114,521
0751394 BC LTD	42,834
0885242 BC LTD	215,955
0916294 BC LTD	32,711
0917382 BC LIMITED	362,832
0925621 BC LTD	80,739
0940999 BC LTD	92,507
0957765 BC LTD	820,942
0964246 BC LTD	44,913
218241 BC LTD	53,635
2601-2609 WESTVIEW DRIVE LEASEHOLDS LIMITED	303,144
297296 BC LIMITED	107,371
33 ACRES BREWING COMPANY INC	341,586
385728 BC LIMITED	1,864,968
3873731 CANADA INC DBA ACTION INVENTORY SERVICES	651,263
448844 BC LIMITED	30,634
490 REID VENTURES LIMITED	154,927
517244 BC LIMITED	168,110
586041 BC LTD	71,713
627022 BC LIMITED	228,630
6599559 CANADA INC	121,892
688003 BC LTD	139,590
A & K LA BOUTIQUE DU VIN	109,893
AA IMPEX LIMITED	34,056
ABLE-ONE SYSTEMS INC.	247,125
AC WINE SYNDICATE INC	1,637,729
ACCESS GAS SERVICES INC	89,877
ACCURATE GLASS LIMITED	101,161
ACCURATE LOCK & SAFE CO LIMITED	110,935
AFIC EXIM (CANADA) CORPORATION	3,069,309
ALAN & THERESA WALKER	38,098
ALBERTA DISTILLERS LIMITED	12,370,398
ALLEN BRANDS INC	2,926,208
ALLOY BRANDS INC	1,143,061
ALTUS WINES INC	63,677
AM/PM MOBILE SOLUTIONS INC	773,730
AMATI CORPORATION	31,012
AMERICAN INVESTMENTS LIMITED	115,001
ANARONA WINES LIMITED	88,467
ANDREW PELLER LIMITED	58,230,623
ANISOFT GROUP INC	159,767
ANNEX CONSULTING GROUP INC	130,334
ANTERRA WESTBANK TOWNE CENTRE LIMITED	273,707

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2014

Schedule of Payments (unaudited)

Supplier Name	Amount
ANTHEM KRC SALISH PLAZA LTD	233,230
AON REED STENHOUSE	145,995
APKIS INC	94,525
APOLLO INDUSTRIES LIMITED	29,754
APOSTOLOS GOURTZIOVALITIS	46,654
APPELLATION WINE MARKETING INC	1,815,755
AQUATERRA MANAGEMENT LIMITED	266,627
AQUILINI BRANDS	1,428,139
ARC DIGITAL CANADA CORP	30,334
ARCH EAGLE PROPERTIES LIMITED	98,690
ARCTURUS LP	211,086
ARROW LEAF CELLARS INC	63,010
ARROWHEAD BREWING COMPANY	301,396
ARTISAN SAKEMAKER AT GRANVILLE ISLAND	182,458
ARTISAN WINES LIMITED	292,694
ASI PLASTICS	45,934
ATLAS SIGN & AWNING COMPANY	378,290
AUSTEVILLE PROPERTIES LIMITED	327,354
AUTHENTIC WINE & SPIRITS MERCHANTS	12,916,136
AVALON LAND CORP	1,230,773
AXIS PLANNING INC	95,233
B&L SECURITY PATROL (1981) LIMITED	93,264
BACARDI CANADA INC	22,532,220
BACCHUS GROUP, THE	4,391,970
BANDSTRA TRANSPORTATION SYSTEMS LTD	871,287
BANK OF AMERICA NATIONAL ASSOCIATION	4,013,054
BAR GLOBAL DISTRIBUTION LIMITED	51,204
BARBIERI DEVELOPMENTS LTD	468,223
BARCA ENTERPRISES LTD	67,375
BARREL SELECT INC	68,420
BC FLUORESCENT SALES & SERVICE LIMITED	117,140
BC GOVERNMENT EMPLOYEES' UNION	2,142,634
BC HYDRO	2,087,570
BCIMC REALTY CORPORATION	697,398
BEAM GLOBAL CANADA INC	8,824,291
BECKVILLE WOODCRAFTS LIMITED	1,031,612
BELL CANADA	208,221
BENCH 1775 WINERY	447,633
BENTALL KENNEDY (CANADA) LP	598,262
BEVERAGE HANDLING SYSTEMS LIMITED	48,548
BEVERAGE INTERNATIONAL DISTRIBUTORS	76,380
BEXWELL ENTERPRISE INC	40,586
BIG RIDGE BREWING COMPANY	31,508
BIG RIVER BREWING COMPANY	76,883
BIG ROCK BREWERY INC	5,349,530

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2014

Schedule of Payments (unaudited)

Supplier Name	Amount
BLACK FLY BEVERAGE COMPANY INC	57,089
BLACKBURN YOUNG OFFICE SOLUTIONS INC	25,344
BLASTED CHURCH VINEYARDS INC	822,508
BLUE NOTE WINE & SPIRITS INC	1,281,747
BOMBER BREWING CORPORATION	69,503
BONVIDA WINES (BC) CORPORATION	83,107
BOULTBEE REALTY LIMITED	871,462
BRAINS II CANADA INC	326,872
BRAVO BEER CORPORATION	860,272
BREWERS' DISTRIBUTOR LIMITED	410,684,747
BRIAN SHEPHERD	25,710
BRICK BREWING CO	83,922
BRIDGE BREWING CORP	354,781
BRINKS CANADA LIMITED	373,603
BROOK POONI ASSOCIATES INC	56,859
BROOKFIELD JOHNSON CONTROLS	27,247
BROOKS BAY HOLDINGS LTD	32,377
BROWN-FORMAN BEVERAGES WORLDWIDE	6,165,527
BRUCE ASHLEY GROUP	5,029,239
BUCCI INVESTMENT CORPORATION	330,218
BULLDOG BAG LIMITED	233,393
BURROWING OWL ESTATE WINERY LIMITED	158,665
BURROWS & LUONGO	1,219,387
CA CANADA COMPANY	96,981
CALLAHAN CONSTRUCTION COMPANY LTD	343,620
CAMBIE STREET PROPERTIES INC	754,704
CANADA DRY MOTT'S INC	1,761,733
CANADA FUTURE INVESTMENT CO	204,124
CANADA POST CORPORATION	312,757
CANADIAN DOORMASTER ELECTRIC LIMITED	40,880
CANADIAN FREIGHTWAYS	43,225
CANADIAN ICEBERG VODKA CORPORATION	239,264
CANADIAN PROJECT PARTNERS	25,743
CANNERY BREWING CO, THE	1,338,593
CANREAL MANAGEMENT CORPORATION IN TRUST	161,173
CARLSBERG CANADA INC	5,767,995
CASSINI CELLARS	26,755
CDW CANADA INC.	207,226
CEDAR CREEK ESTATE WINERY	1,435,120
CELINE TURENNE	48,426
CENTRAL CITY BREWING CO	4,043,560
CENTURY GROUP LANDS CORPORATION	292,523

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
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Schedule of Payments (unaudited)

Supplier Name	Amount
CENTURY MARKETING CORP	133,524
CHAMPLAIN SQUARE LP	272,508
CHARLIE GATT CONSTRUCTION LTD	36,946
CHARTON HOBBS INC	17,830,764
CHATEAU DES CHARMES WINES LIMITED	559,095
CHEMAINUS INVESTMENTS LIMITED PARTNERSHIP	44,336
CHERYL COULDWELL, MATT COULDWELL	57,101
CHESTNUT PROPERTIES LIMITED	316,015
CHILKOOT BREWING COMPANY LIMITED	150,698
CHOICE IMPORT AGENCIES	169,078
CHRISTOPHER STEWART WINE & SPIRITS INC	3,932,169
CHURCH AND STATE WINES, INC - OLIVER	51,093
CITY OF KAMLOOPS	214,298
CITY OF VANCOUVER	1,146,144
CITY TRANSFER INC	97,609
CLARKE TRANSPORT	547,865
CLEARBROOK TOWN CENTRE LIMITED	326,886
CLEARWATER ENTERPRISES LIMITED	49,299
COAST LIGHTING (VI) LIMITED	106,088
COBEES ENTERPRISE LIMITED	356,523
COLLEGE HEIGHTS PLAZA	134,798
COLLIERS MACAULAY NICOLLS INC	137,858
COLUMBIA PLACE COLUMBIA SQUARE HOLDINGS INC	462,645
COMMERCIAL LOGISTICS INC	3,572,498
COMOX PACIFIC EXPRESS LTD	43,737
COMPUGEN INC	119,956
CONSTELLATION BRANDS CANADA INC	21,434,675
CONSUMING VENTURES INC	695,982
CONTAINER WORLD FORWARDING SERVICES INC.	72,497
CONTROL TEMP LTD.	32,873
COORS BREWING COMPANY GOLDEN BREWERY	41,841
CORAL ENVIRONMENTS LIMITED	50,090
CORBY DISTILLERIES LIMITED	40,514,167
CORPORATE CLASSICS CATERERS	38,551
CORPORATE EXPRESS CANADA INC	31,290
COWICHAN MINI MALL LTD.	135,090
CP PACKAGING CORP	37,519
CRAFT BEER IMPORTERS CANADA INC	509,967
CRAIG HOLDINGS LTD	33,174
CRAIG STREET BREWING CO LTD	43,137
CRANNOG ALES LIMITED	399,852
CREATIVE TRADE SRO	146,152
CRESTON VALLEY MALL LIMITED	68,594
CROSBY PROPERTY MANAGEMENT LTD	500,539

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
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Schedule of Payments (unaudited)

Supplier Name	Amount
CRU EXPORT MANAGEMENT GROUP LTD.	896,198
CULIN IMPORTERS LIMITED	145,903
CUSTOM PAPER LIMITED	142,157
D WAY BEVERAGE INC	376,596
DASILVA DEVELOPMENTS LIMITED	161,074
DATATECH BUILDING LP	190,753
DATAVANTAGE CORPORATION	67,488
DAVAMCO CHARTERS INC	59,750
DAVID HERMAN & SON LIMITED	4,502,766
DAYTON MILLS CONSTRUCTION LTD	353,640
DEAD FROG BREWERY	2,065,463
DEAN'S OILFIELD SERVICES LTD	167,113
DEEP COVE BREWERS AND DISTILLERS INC	68,699
DELEGAT'S WINE ESTATE LTD	3,896,241
DELFI GROUP INC, THE	8,212,724
DELL CANADA INC.	546,747
DEMERARA DISTILLERS LIMITED	151,680
DIAGEO CANADA INC	55,763,606
DIAMOND ESTATES WINES & SPIRITS LIMITED	1,084,316
DIGIPOS STORE SOLUTIONS	120,997
DILLON CONSULTING LIMITED	110,590
DIRECT SOURCE INTERNATIONAL INC	417,399
DIRECT WINES LIMITED	228,861
DIRTY LAUNDRY VINEYARD	26,574
DO ALL ENTERPRISES	236,868
DODWELL REALTY LTD.	522,685
DOGWOOD SIGN & LIGHT MAINTENANCE	58,998
DOLLARTON SHOPPING CENTRE	249,274
DOMAINE PINNACLE INC	252,460
DONALD WILLIAMS	37,155
DORSET REALTY GROUP	1,087,817
DREAM WINES CORPORATION	1,540,389
DRIFTWOOD BREWING	5,843,817
DRIFTWOOD PROPERTIES LIMITED	39,079
DTM SYSTEMS CORPORATION	1,615,486
DYNAMIC CHOCOLATES ULC	73,335
E&J GALLO WINERY	12,867,819
EARTH WINES	68,869
EDGAR DESIGNS	238,107
EDOKO FOOD IMPORTERS LIMITED	69,648
EMPSON CANADA	872,292
ENCAN CONSTRUCTION LTD.	41,073
ENCORP PACIFIC CANADA	48,469,148

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2014

Schedule of Payments (unaudited)

Supplier Name	Amount
ENERPRO SYSTEMS CORP	69,759
ENERSYS CANADA INC	42,888
ENOTECA BACCO	521,032
ENVIRO-VAC	150,132
EPIC IMAGING	164,283
EPP DESK, TRANSLINK	84,403
ERNST AND YOUNG LLP	39,305
EVOLUTION FINE WINES LIMITED	762,292
EXPRESS DATA LIMITED	187,303
F&G DELIVERY LIMITED	1,382,366
FAIRON FREIGHT	38,394
FERNIE BREWING CO	1,670,146
FIFTH GENERATION INC	75,427
FINEVINE IMPORTS INC	30,464
FIREWEED BREWING CORP	5,328,876
FIRST CAPITAL CORPORATION	984,510
FOREMOST WINE DOMAINES	83,356
FORRESTER SWITZERLAND GMBH	40,723
FORSYTHE	150,428
FORTISBC	466,010
FORTY CREEK DISTILLERY	1,447,114
FORWARD HOLDING LTD	52,727
FOUNTANA BEVERAGE CORP	29,025
FOUR WINDS BREWING COMPANY LTD	365,473
FRASER LAKE SHOPPING CTR INC	39,888
FREDDY'S BREW PUB	26,466
FREE HOUSE WINES & SPIRITS LIMITED	1,400,902
FRESHTAP POUR SYSTEM INC	339,952
FULL LINE SPECIALTIES INC	27,412
G PALOUBIS & SON INC	333,726
G4S CASH SOLUTIONS (CANADA) LIMITED	136,928
GALIANO ISLAND	44,411
GALILEO WINE & SPIRITS LTD	377,208
GARTNER CANADA, CO.	157,203
GDI SERVICES (CANADA) LP	185,530
GEE RICK HOLDINGS LIMITED	226,179
GEHRINGER BROS ESTATE WINERY	1,391,303
GENERAL PROPERTIES LIMITED	54,756
GEORGES DUBOEUF	46,567

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
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Schedule of Payments (unaudited)

Supplier Name	Amount
GERRY WEST	36,171
GIFFARD	85,485
GIVEX CANADA CORP	143,253
GLENMORE PRINTING	1,391,096
GLENORA DISTILLERS	29,860
GLOBAL KNOWLEDGE NETWORK (CANADA) INC #911210	63,603
GLOBAL WINE MERCHANTS INC	33,383
GLOBEFILL INC	287,629
GOLD MEDAL MARKETING	108,615
GOLDEN ACRES VENTURES LTD	34,481
GOLDEN MASONIC CENTRE SOCIETY	74,430
GOODBYE GRAFFITI INC	26,755
GORDON OSTERLOH	88,745
GRAFF RETAIL GROUP	274,430
GRANT THORNTON LLP	52,093
GRANVILLE ISLAND BREWING COMPANY	22,831,746
GRAUMAN PACKAGING LTD	235,607
GRAY MONK CELLARS	3,093,031
GREAT WEST LIFE ASSURANCE CO	675,265
GREAT WESTERN BREWING CO LIMITED	1,070,235
GREEN AVENUE AGENCY INC	30,340
GREEN LEAF BREWING CORPORATION	66,654
GROSVENOR CANADA LIMITED	278,260
GROUND LABS PTE LIMITED	33,400
GUELPH TWINES LIMITED	82,535
GUILDFORD TOWN CENTRE LIMITED PARTNERSHIP	284,384
GULF ISLANDS BREWERY LIMITED	656,752
GUY ANDERSON WINES LTD.	454,355
GWL REALTY ADVISORS INC, ITF	517,304
HARBOUR CENTRE COMPLEX LIMITED	327,412
HARDING FORKLIFT SERVICES LIMITED	729,286
HAWTHORNE MOUNTAIN VINEYARDS	326,891
HAYS SPECIALIST RECRUITMENT (CANADA) INC	175,612
HEARTHSTONE PROPERTIES LIMITED	373,415
HELIOS SERVICES GROUP LTD.	34,034
HEMLOCK PRINTERS LIMITED	33,592
HENRY OF PELHAM FAMILY ESTATES	527,717
HERITAGE QUAY DEVELOPMENTS LIMITED	27,079
HERITAGE REALTY PROPERTIES LIMITED	157,927
HESTER CREEK ESTATE WINERY	981,683
HEWLETT PACKARD (CANADA) LIMITED	433,732
HI-BRIDGE CONSULTING CORP	303,601
HIGHWOOD DISTILLERS LIMITED	1,745,116
HILTON VANCOUVER METROTOWN	30,505

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
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Schedule of Payments (unaudited)

Supplier Name	Amount
HIRAM WALKER & SONS LIMITED	1,510,224
HITACHI ID SYSTEMS INC	64,246
HODGSON ELECTRIC INC	64,807
HODGSON FREIGHTWAYS LIMITED	48,695
HOG'S BREATH COFFEE CO LTD	50,020
HORIZON WINES INC	791,351
HOWARD NEMTIN & ASSOCIATES LIMITED	48,135
HOWE SOUND BREWING	2,560,623
HOYNE BREWING COMPANY LTD	2,384,445
HP ADVANCED SOLUTIONS	33,581
HUGH & MCKINNON REALTY LTD IN TRUST	124,131
HWP WHISTLER'S MARKETPLACE LTD.	471,318
IBM CANADA LIMITED	595,605
ICON FINE WINE AND SPIRITS LTD	2,217,732
IN DEVELOPMENT CONSTRUCTION	100,661
INDEPENDENT DISTILLERS	980,783
INLAND KENWORTH	78,667
INN AT LAUREL POINT	37,302
INNISKILLIN OKANAGAN VINEYARDS INC	4,864,737
INNISKILLIN WINES INC	922,085
INSIGHT WEST MARKETING RESEARCH INC	152,607
INTEPLAST BAGS & FILMS CORPORATION	1,026,632
INTER URBAN DELIVERY SERVICE LTD	25,918
INTERNATIONAL CELLARS INC	6,860,654
INTERNATIONAL WEB EXPRESS	243,599
INVESTORS GROUP TRUST CO LIMITED	274,224
IPS (INTEGRITY-PAAHI SOLUTIONS INC)	292,114
IREDALE GROUP ARCHITECTURE	30,803
IRON MOUNTAIN CANADA CORPORATION	38,278
IRONWOOD DEVELOPMENTS LIMITED	405,839
ISABELLA WINERY LTD	161,537
ISLAND SPIRITS DISTILLERY CORPORATION	110,961
JAMES L PETERSON	32,768
JDA SOFTWARE CANADA LIMITED	241,130
JDK SIGN MAINTENANCE	42,023
JENSEN, O	53,696
JF HILLEBRAND CANADA INC	195,138
JH SHEERE & ASSOCIATES	103,178
JIM PATTISON DEVELOPMENTS LTD	98,124
JNE RETAIL EQUIPMENT LIMITED	98,517
JOE BORRELLI INC	85,737
JOHN ALLEN BREWING CO LIMITED, THE	75,707
JOHN F KELLY & ASSOCIATES	670,492
JOHNSTON EQUIPMENT CO LIMITED	115,551

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
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Schedule of Payments (unaudited)

Supplier Name	Amount
JOIE VENTURES INC	120,932
JOVAN POCEKOVIC	29,015
KAM KWAN SING	486,394
KAMLOOPS ASPHALT LTD	31,411
KEALY BEVERAGE COMPANY INC.	41,758
KELLAND FOODS HOLDINGS LIMITED	165,966
KEN MAYER STUDIOS	198,339
KENWAY INTERNATIONAL TRADING LIMITED	639,648
KERRISDALE STATION LTD	153,894
KEVINGTON BUILDING CORP	416,364
KING DAY TRADING LIMITED	38,102
KING'S CROSS SHOPPING CENTRE	275,235
KINGSGATE MALL LP	315,371
KOBAIR HOLDINGS LIMITED	55,246
KONSTANT	117,689
KPMG	145,904
KROMBACHER BRAUEREI	316,041
LA BRASSERIE MCAUSLAN INC	1,059,632
LABATT BREWERIES OF CANADA	18,236,139
LAKE BREEZE VINEYARDS	92,400
LAKE VIEW CREDIT UNION	75,864
LANDMARK SELECTIONS LIMITED	8,633,439
LAUGHING STOCK VINEYARDS	32,519
LAWREN MONETA CULINARY MEDIA	50,201
LE VIEUX PIN WINERY	26,905
LEAVITT MACHINERY	97,940
LEGION STREET HOLDINGS LTD	25,385
LEVELTON CONSULTANTS LIMITED	150,658
LGA CONSULTING INC	58,424
LIBER GROUP INC	35,133
LIBERTY SPECIALTY IMPORTS INC	2,769,320
LIFFORD WINE & SPIRITS INC	4,875,002
LIGHTHOUSE BREWING COMPANY INC	4,962,174
LIMESTONE LEARNING INC.	90,384
LIQUOR CONTROL BOARD OF ONTARIO	28,294
LOCKE PROPERTY MANAGEMENT IN TRUST	64,140
LONE TREE CELLARS	264,500
LONG TABLE DISTILLERY LIMITED	153,085
LONGWOOD BREW PUB LIMITED	81,271
LONGWOOD BREWERY LTD	413,776
LOON PROPERTIES INC	493,128
LORENZ AGAVE SPIRITS	88,672
LULU ISLAND WINERY LTD	1,266,173
LUXURY LIQUOR	136,366

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
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Schedule of Payments (unaudited)

Supplier Name	Amount
LYNN VALLEY SHOPPING CTR	433,432
MAAST PROPERTIES & INVESTMENTS LIMITED	34,433
MACKENZIE VENTURES LIMITED	51,730
MAGNOTTA CORPORATION	83,430
MAGNUM CONSULTANTS LIMITED	131,101
MAISON DES FUTAILLES	597,688
MALINDA DISTRIBUTORS INC	142,017
MANULIFE CANADIAN PROPERTY PORTFOLIO	158,918
MAPLE LEAF PROPERTY MGMT	348,310
MARCON ELEMENTS HOMES LTD	112,856
MARCUS VON ALBRECHT / VON ALBRECHT & ASSOC.	95,898
MARINE PROMENADE PROPERTIES INC	217,622
MARINER SQUARE LIMITED PARTNERSHIP	60,588
MARK ANTHONY GROUP INC	85,356,597
MARKAT WINES LTD	57,706
MARQUIS WINE CELLARS	484,815
MARRAM FINE WINES LIMITED	268,654
MCCLELLAND PREMIUM IMPORTS	1,111,204
MCWILLIAM'S WINES PTY LTD	28,650
MEAGHERS DISTILLERY LIMITED	1,347,538
MESA HOLDINGS	31,931
METAFORE TECHNOLOGIES INC	477,335
MICROSERVE BUS COMP SERV LTD	547,074
MICROSOFT CANADA INC	451,348
MID ISLAND CONSUMER SERVICE CO-OPERATIVE	38,447
MIKE WEIR WINE	537,376
MILL BAY CENTRE	129,026
MINHAS CREEK CRAFT	29,097
MINISTER OF FINANCE	13,829,079
MISSION SPRINGS DEVELOPEMENTS LIMITED	114,057
MITCHELL PRESS LIMITED	1,162,574
MJS BEVERAGE CONCEPTS INTL	1,775,174
MNP LLP	73,500
MOLSON CANADA 2005	55,231,240
MONDIA ALLIANCE CANADA INC	1,395,151
MOON CURSER VINEYARDS	32,248
MOON UNDER WATER BREWERY LTD	310,847
MORGUARD REAL ESTATE INVESTMENT TRUST	345,989
MORRIS & DEBORAH KROMHOUT	52,663
MOUNTAIN PACIFIC PROPERTIES LIMITED	91,251
MSR	214,875
MT BEGBIE BREWING COMPANY LIMITED	1,874,282

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
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Schedule of Payments (unaudited)

Supplier Name	Amount
MUSKOKA BREWERY	151,668
NATHAN FONG & ASSOCIATES	53,387
NAVIGO CONSULTING & COACHING INC	38,063
NEC CANADA INC	55,369
NELSON & DISTRICT CREDIT UNION	51,754
NELSON BREWING COMPANY, THE	2,405,093
NETWORK AGENCY LTD	100,622
NEW WORLD WINES	387,826
NEWFOUNDLAND LABRADOR LIQUOR CORPORATION	154,618
NEWFOUNDLAND LC - MOSAIQ	674,690
NEWPORT PROPERTY MANAGEMENT IN TRUST	226,039
NEXUS GLOBAL TRADING LIMITED	32,473
NIBBANA HOLDINGS INC	26,625
NK'MIP CELLARS INC	2,497,221
NOORT INVESTMENTS	72,136
NORTH LANGLEY SHOPPING CENTRE LIMITED	202,735
NORTH POINT CONSULTING GROUP LTD	26,701
NORTHAM BREWERY LP	14,093,947
NORTHAM MANAGEMENT LIMITED	1,078,903
NORTHILLS SHOPPING CENTRE	199,634
NORTHWEST WASTE SOLUTIONS INC	42,566
NOSEWORTHY IMPORTS LIMITED	64,608
NWA REALTY ADVISORS (FERNIE) LTD.	77,341
OCR CANADA LIMITED	28,765
OKANAGAN SPIRITS INC	243,157
OLD YALE BREWING CO LIMITED	248,412
OLE SMOKY MOONSHINE	433,589
ONE WEST HOLDINGS LTD	121,261
ONNI PROPERTY MANAGEMENT SERVICES LTD.	770,218
OPERATION RED NOSE	25,000
ORACLE CANADA ULC	1,458,700
ORSYP SOFTWARE INC.	71,610
OSOYOOS LAROSE	929,978
OVERWAITEA FOOD GROUP LP	105,889
PACIFIC BREEZE WINERY LTD	548,065
PACIFIC CARBON TRUST	121,118
PACIFIC NORTHERN GAS LIMITED	40,414
PACIFIC PALLET LIMITED	78,531
PACIFIC WESTERN BREWING COMPANY	33,563,099
PACIFIC WINE & SPIRITS INC.	3,936,373
PAINTED ROCK ESTATE WINERY LTD	80,971
PALADIN SECURITY GROUP LTD	1,995,608

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
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Schedule of Payments (unaudited)

Supplier Name	Amount
PARADISE RANCH WINES CORP	114,012
PARALLEL 49 BREWING COMPANY LTD	4,699,953
PARAMOUNT PALLET, LP	628,877
PARK ROYAL SHOPPING CENTRE HOLDINGS LTD	648,832
PARMAR JANITORIAL SERVICES	31,990
PARTNERS REIT	315,538
PATAGONIA IMPORTS LTD	869,244
PATRICIA HOTEL VANCOUVER	40,202
PATRON SPIRITS LIMITED, THE	124,721
PEACOCK & MARTIN	259,660
PENINSULA VILLAGE SHOPPING CENTRE LTD	326,135
PEREGRINE PLASTICS & SCREEN PRINTING	81,897
PERFORMANCE PAINTING & DECORATING	47,260
PERSEPHONE BREWING COMPANY INC	247,804
PERSEUS WINERY & VINEYARDS	25,669
PETER MIELZYNSKI AGENCIES LIMITED	18,037,019
PETER PRAEGEL	32,235
PETERSON COMMERCIAL PROPERTY MANAGEMENT INC	492,014
PHH VEHICLE MANAGEMENT - T10083	98,180
PHILIPPE DANDURAND WINES LIMITED	10,076,438
PHILLIPS BREWING CO	17,209,987
PHILLIPS PRODUCTS CO LLC	1,472,158
PILLITTERI ESTATES WINERY	165,552
PINNACLE INTERNATIONAL REALTY GROUP II INC	499,652
POPLAR GROVE WINERY	124,178
POSTAGE BY PHONE	52,500
POWELL STREET CRAFT BREWERY INC	137,405
PR BRIDGE SYSTEM LTD	115,992
PREMIER BRANDS LIMITED	3,831,202
PREMIER COASTS TRADING LIMITED	27,791
PREMIUM BEER COMPANY, THE	6,839,317
PRESTIGE WINE GROUP	86,256
PRICewaterHOUSECOOPERS LLP	82,560
PRINCE EDWARD ISLAND BREWING COMPANY	27,244
PROGRESS LUV2PAK INTERNATIONAL LTD	53,655
PROLIFT EQUIPMENT LIMITED	93,130
PROQUIP ON-SITE DIESEL REFUELING LTD	175,792
PROSPERO INTERNATIONAL REALTY INC.	772,142
PTPC CORRUGATED COMPANY	124,709
PUBLIC SERVICE LONG TERM DISABILITY FUND	3,694,830
PUBLIC SERVICE PENSION PLAN	21,641,923
PURE GLOBAL IMPORTS INC	113,762
PURPLE VALLEY IMPORTS INC	286,580

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
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Schedule of Payments (unaudited)

Supplier Name	Amount
QINGHUA INTL TRADE DEVELOPMENT CORP	420,277
QUAFF WINES & SPIRITS	42,650
QUAILS' GATE ESTATE WINERY LIMITED	2,258,592
QUARTECH SYSTEMS LIMITED	342,456
R&B BREWING INC	1,047,154
R&H CREEKSIDE	230,647
RACINE WINE IMPORTS	128,137
RADIUM MOTORS LIMITED	55,128
RADONS BROS FARMS LIMITED	108,953
RAIN CITY BRANDS INC	811,523
RARE DRAMS DISTRIBUTORS INC	110,873
RDO BREWING VENTURES LTD	36,046
REALCOM ADVISORS INC	334,669
RECEIVER GENERAL FOR CANADA	263,749,292
RED DOG WINE & SPIRITS LTD	374,032
RED ROOSTER WINERY	4,265,862
RENAISSANCE WINE MERCHANTS LIMITED	2,152,370
RESERVAS TEQUILA DISTRIBUTING INC	26,489
REVELSTOKE LAND & DEVELOPMENT CO LTD	127,078
RFS CANADA	26,292
RHINO PRINT SOLUTIONS INC	373,648
RICHMOND PROPERTY GROUP	478,573
RICOH CANADA INC	52,670
RIVERBEND METAL (1997) CORP	95,609
RKZ CONSULTING LTD	215,666
ROAD 13 VINEYARDS	1,305,289
ROBERT OATLEY VINEYARDS	37,498
ROCKSOLID LANDSCULPTING	37,549
ROCKTEEN COMPANY OF CANADA INC	57,734
ROGUE ALES BREWERY	62,706
ROOFTOP CELLARS LIMITED	679,598
RP JOHNSON CONSTRUCTION LTD	89,118
RURAL STORES LIMITED	132,838
RUSSELL BREWING CO LIMITED	3,917,373
RUSSIAN STANDARD VODKA CANADA LTD	665,208
RUTH SINGER INVESTMENT LIMITED	216,876
S.i. SYSTEMS C9565C	38,837
SALSBURY DRIVE HOLDINGS LTD	514,694
SAN NICOLA HOLDINGS INC	194,857
SANDRA M FIKUS	29,532
SASCO CONTRACTORS LTD	46,821
SAZERAC OF CANADA INC	4,879,045
SCHENLEY DISTILLERIES INC	633,073
SCHILLER ENTERPRISES LIMITED	52,477

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
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Schedule of Payments (unaudited)

Supplier Name	Amount
SD 5 VENTURES LIMITED	108,933
SEACOVE GROUP INC, THE	688,085
SEBUCOM INTERNATIONAL CORP	149,350
SECURITY GROUP (VICTORIA)	49,964
SEDIMENTARY WINES INC	146,041
SEDLAK MANAGEMENT CONSULTANTS INC	339,221
SELECT WINE MERCHANTS LIMITED	15,704,678
SERENDIPITY ESTATE WINERY	39,692
SERENDIPITY WINE COMPANY	66,590
SERGUEI ORLOV\ OST TRADING	94,439
SERVICES LOGIMETHODS INC.	141,296
SHANNON ALLARDYCE	25,693
SHAPE PROPERTY MANAGEMENT CORP	151,377
SHEARDOWN'S FOODLINER LIMITED	31,750
SHEARWATER MARINE LTD	42,301
SHIELDS HARNEY IN TRUST	30,000
SHOPPERS CORNER LIMITED	287,295
SHUSWAP LAKE BREWING COMPANY	62,931
SHUSWAP PARK HOLDINGS (2013) LTD	45,586
SHUSWAP PARK HOLDINGS LIMITED	31,045
SIMAY INVESTMENTS LIMITED	84,896
SLEEMAN BREWERIES LTD	97,421,073
SMITHERS MALL INVESTMENTS INC	79,737
SOBEYS WEST INC	2,137,320
SOPHIE INVESTMENTS INC	292,649
SOURCE DISPLAY INC	464,746
SOURCE FLOOR & SPECIALTIES INC	27,101
SOVEREIGN WINE AND SPIRITS	33,441
SPICERS CANADA LIMITED	107,119
SPINNAKERS BREW PUB INC	611,865
STAG'S HOLLOW WINERY & VINEYARD	120,413
STANDARD LIFE ASSURANCE COMPANY OF CANADA	609,811
STAPLES ADVANTAGE	295,935
STATEWOOD PROPERTIES LIMITED	102,199
STEAM WHISTLE BREWING	1,664,422
STEAMWORKS BREWING COMPANY LTD	788,268
STERLING MANAGEMENT SERVICES LTD	198,843
STILE ENTERPRISES LIMITED	4,780,947
STONEBOAT VINEYARDS LTD	41,438
STORM BREWING LIMITED	336,433
STUFFED ANIMAL HOUSE	324,474
SUMAC RIDGE ESTATE WINERY LIMITED	6,166,880
SUMMERHILL ESTATE WINERY	350,873
SUMMIT BROOKE CONSTRUCTION CORP	4,395,644

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2014

Schedule of Payments (unaudited)

Supplier Name	Amount
SUMMIT FINE WINES COMPANY	1,438,651
SUNNYCREST MANAGEMENT LTD.	159,630
SUPER CLEANING SERVICES	28,754
SUPERIOR PROPANE	30,875
T. H. WINES INC	34,459
TALLSKY CONSULTING GROUP INC.	39,720
TANNIN FINE WINES LIMITED	97,064
TANTALUS VINEYARDS	25,918
TAYLOR HILL AGENCIES LIMITED	552,987
TE SALES INCORPORATED	102,252
TEAM SALES LIMITED	43,527
TEEMA SOLUTIONS GROUP INC	85,308
TEEPEE HANDICRAFTS LIMITED	210,230
TEK SYSTEMS CANADA INC	294,375
TELUS COMMUNICATIONS COMPANY	360,261
TELUS MOBILITY	149,356
TELUS SERVICES INC	84,672
TENDER RETAIL INC	108,660
TERRAROSA IMPORTS INC	595,320
TESSLER & STEIN	33,826
THAT'S LIFE GOURMET LIMITED	492,269
THE KIRKWOOD GROUP LTD	4,549,362
THE SUTTON PLACE HOTEL, VANCOUVER	78,575
THE WINE GROUP	4,596,595
THIBODEAU ARCHITECTURE AND DESIGN	154,721
THINK COMMUNICATIONS INC.	25,736
THOMAS ROBERT AGENCY	168,519
THORNHAVEN ESTATE WINERY	32,135
THREE RANGES BREWING COMPANY LTD	28,436
TIDAL MULTIMEDIA INC.	103,612
TIN WHISTLE BREWING CO	100,515
TINHORN CREEK VINEYARDS LIMITED	652,275
TOP NOTCH COMMERCIAL REPAIRS	69,461
TOTAL GRAPHICS INC	281,741
TOWNSHIP 7 VINEYARDS AND WINERY LTD.	157,424
TOWNSHIP OF ESQUIMALT	29,497
TOWNSITE BREWING INC.	799,821
TRAIL BAY PROPERTIES LIMITED	122,715
TRANS CANADA LABELS	43,623
TRANSPACIFIC REALTY ADVISORS ITF CALIDO ENTERPRISES LTD	209,144
TRANSWORLD MANAGEMENT LTD	59,993
TREASURY WINE ESTATES CANADA INC.	10,609,392
TREEN SAFETY (WORKSAFE) INC	38,249
TREO PORT MANN	26,567

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2014

Schedule of Payments (unaudited)

Supplier Name	Amount
TRIALTO WINE GROUP LIMITED	6,188,926
TRICOR TRANSPORTATION INC.	575,383
TRILLIUM BEVERAGE INC	907,319
TRIOVEST REALTY ADVISORS INC.	312,725
TROY LIFE & FIRE SAFETY LTD	30,988
TRUE BLUE WIRE PRODUCTS	87,494
TRUE NORTH COMMERCIAL LP (CORONATION MALL)	239,955
TUFF CITY BREWING LTD	956,717
UNIFIED SYSTEMS INC.	41,227
UNISOURCE CANADA INC	110,249
UNITED DISTRIBUTORS OF CANADA	1,212,646
UNIVERSITY MARKET PLACE DEVELOPMENT PARTNERSHIP	65,265
UNTAPPED TRADING INCORPORATED	265,287
URBAN DESIGN GROUP ARCHITECTS LIMITED	197,875
VALEMOUNT HOLDINGS LIMITED	29,923
VALENTINA'S HOLDING CO LIMITED	49,654
VAN KAM FREIGHTWAYS LIMITED	8,004,605
VANCOUVER ISLAND BREWING COMPANY	8,082,863
VANCOUVER NEOLITE LTD.	121,624
VARGAS HOLDINGS CO LIMITED	41,199
VELOSUS SOLUTIONS	1,637,355
VENDEMMIA CONSULTING GROUP INC	246,996
VENUS 2011 IMPORTERS	27,220
VICTOR PROJECTS LIMITED	387,684
VICTORIA SPIRITS	180,644
VINA LA ROSA LTDA	29,806
VINCOR INTERNATIONAL INC	65,480,106
VINEQUEST WINE PARTNERS GP LTD	77,286
VINO ALLEGRO WINE IMPORTS INC	472,637
VINTAGE CORKS	973,577
VINTAGE WEST WINE MARKETING INC	2,140,803
VISUAL VERIFICATION SYSTEMS INC	480,933
WAGLISLA FREIGHT LIMITED PARTNERSHIP	99,410
WAJAX EQUIPMENT	27,210
WALDORF WINE GROUP INC	769,349
WARBURN ESTATE WINERY	59,227
WARRINGTON PCI MANAGEMENT	596,909
WEMBLEY MALL	144,864
WERNER SMITH MECHANICAL INC	321,059
WESBROOK PROPERTIES	289,723
WESCO DISTRIBUTION CANADA LP	26,806
WESGROUP PROPERTIES LP	178,618
WESTERN SALES LIMITED	54,581

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2014

Schedule of Payments (unaudited)

Supplier Name	Amount
WESTLO FINANCIAL CORP	467,673
WESTMARK	64,018
WHITEHALL AGENCIES INC	601,780
WHITEHAVEN WINE COMPANY LTD	294,294
WILD GOOSE VINEYARDS & WINERY	182,834
WILLIAM GRANT & SONS	2,652,183
WILLIAM PREMIUM CIDER	95,239
WINDJAMMER INVESTMENTS LIMITED	41,158
WINE COUNTRY WELCOME CENTRE INC	84,662
WINE PLUS	56,456
WINEQUEST WINE & SPIRIT	131,726
WIS INTERNATIONAL	90,677
WOLF BREWING COMPANY	100,045
WOLRIGE MAHON LLP	66,189
WOOREE TRADING LTD	450,873
WORKSAFE BC	2,539,476
WPCG	366,389
WPS DISASTER MANAGEMENT SOLUTIONS LTD.	52,599
WRAY & NEPHEW CANADA LIMITED	1,891,975
XEROX CANADA LTD	851,596
YALETOWN BREWING CO	<u>44,347</u>
Amounts over \$25,000	1,898,377,320
Amounts under \$25,000	<u>4,982,332</u>
Total supplier payments	<u><u>1,903,359,652</u></u>

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2014

Schedule of Payments (unaudited)

Ministry of Finance - Corporate Purchasing Card and Business Travel Account	
AIR CAN	138,570
GLOBAL KNOWLEDGE	28,330
TEAM SALES LTD	40,605
WESTJET	29,875
	<hr/>
Supplier Payments over \$25,000	237,380
Payments to Suppliers < \$25,000	701,659
Total	<u>\$ 939,039</u>
(Included in Ministry of Finance total of \$13,829,079)	

Payment to Suppliers Reconciliation (unaudited)

	March 31, 2014
Total of aggregate payments exceeding \$25,000 paid to suppliers	1,898,377,320
Consolidated total of payments of \$25,000 or less paid to suppliers	<u>4,982,332</u>
Total payments to suppliers	1,903,359,652
Reconciling items:	
Employee related payments	130,562,607
Non-cash operating expenses	189,345,381
Supplier payments not included in operating expenses	(6,942,603)
Third party remittances	(332,218,671)
Change in balance sheet accounts	(8,806,189)
Other	5,717,167
	<hr/>
	<u>1,881,017,344</u>
Total per Statement of Revenue and Expenditure	
Cost of Goods Sold	1,581,462,838
Operating Expenses	<u>299,554,507</u>
	<u>1,881,017,344</u>
Variance	<u>\$ -</u>

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

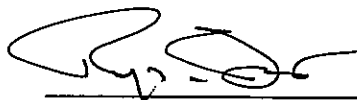
Statement of Payments for Grants and Contributions

BC Liquor Distribution Branch paid \$44,606 to various municipalities for fees in lieu of business licenses.

Prepared under the Financial Information Regulation, Schedule 1, subsection 7(2)

Statement of Financial Information Approval

The undersigned, as authorized by the Financial Information Regulation, Schedule 1, subsection 9(2), approves all the statements and schedules included in this Statement of Financial Information, produced under the *Financial Information Act*.



Roger M. Bissoondatt, CPA, CA, CMA
Chief Financial Officer
September 30, 2014