



**LIQUOR
DISTRIBUTION
BRANCH**

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH

Statements of Financial Information

For the Fiscal Year Ended March 31, 2016





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Liquor Distribution Branch

Financial Statements

March 31, 2016

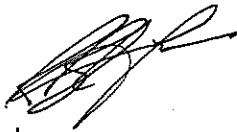
(in thousands of dollars)

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 12, 2016



INDEPENDENT AUDITOR'S REPORT

To the Minister of Small Business, Red Tape Reduction and Responsible for the Liquor Distribution Branch, Province of British Columbia

I have audited the accompanying financial statements of the British Columbia Liquor Distribution Branch, which comprise the statement of financial position as at March 31, 2016, and the statement of comprehensive income, statement of due (to) from the Province of British Columbia, statement of 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.

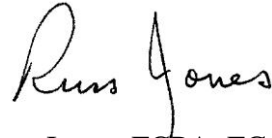
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or 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, 2016, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Victoria, British Columbia
May 12, 2016



Russ Jones, FGPA, FCA
Deputy Auditor General



Liquor Distribution Branch
Statements of Comprehensive Income
For the years ended March 31, 2016 and 2015

(in thousands of dollars)

Year ended March 31,	Note	2016	2015
Sales	4	3,157,039	2,877,919
Cost of sales		(1,809,582)	(1,683,337)
Gross profit		1,347,457	1,194,582
Administration expenses	5,13	(320,318)	(300,811)
Transportation expenses	5	(1,153)	(1,047)
Marketing expenses	5	(4,551)	(5,923)
Net operating income		1,021,435	886,801
Other income		9,836	11,502
Net income before other items		1,031,271	898,303
Gain on sale		-	36,930
Net income and comprehensive income		1,031,271	935,233

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, 2016 and 2015

(in thousands of dollars)

Year Ended March 31,	2016	2015
Balance beginning of year	3,608	(427)
Net income and comprehensive income	(1,031,271)	(935,233)
Payments to the Province of British Columbia	1,015,229	939,268
Balance end of year	<u>(12,434)</u>	<u>3,608</u>

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

Liquor Distribution Branch

Statements of Financial Position

As at March 31, 2016 and 2015

(in thousands of dollars)

As at March 31,	Note	2016	2015
ASSETS			
NON-CURRENT ASSETS			
Property and equipment	6	48,792	47,851
Intangible assets	7	20,128	14,664
Prepaid expenses - long term	8	1,855	1,821
		<u>70,775</u>	<u>64,336</u>
CURRENT ASSETS			
Due from Province of British Columbia	9	-	3,608
Inventories	10	98,983	89,577
Prepaid expenses	8	5,015	5,170
Accounts receivable	11	12,737	9,241
Cash		17,690	14,285
		<u>134,425</u>	<u>121,881</u>
TOTAL ASSETS		<u>205,200</u>	<u>186,217</u>
LIABILITIES			
NON-CURRENT LIABILITIES			
Other long-term liabilities	12,13,14	28,215	26,542
		<u>28,215</u>	<u>26,542</u>
CURRENT LIABILITIES			
Due to Province of British Columbia	9	12,434	-
Accounts payable and accrued liabilities	14,15	164,551	159,675
		<u>176,985</u>	<u>159,675</u>
TOTAL LIABILITIES		<u>205,200</u>	<u>186,217</u>

Approved for issue on May12, 2016 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, 2016 and 2015

(in thousands of dollars)

Year Ended March 31,	Note	2016	2015
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income and comprehensive income		1,031,271	935,233
Adjustments for:			
Depreciation and amortization		16,661	16,295
Gain on retirement/disposal of property and equipment		(45)	(37,435)
Rent and lease amortization		(336)	(642)
Accrued employee benefits		2,008	1,885
		<u>1,049,559</u>	<u>915,336</u>
(Increase)/decrease in long-term assets		(34)	39
(Increase)/decrease in working capital		<u>(7,866)</u>	<u>22,575</u>
Cash flows from operating activities		<u>1,041,659</u>	<u>937,950</u>
CASH FLOWS (USED IN) FROM INVESTING ACTIVITIES			
Acquisition of property and equipment	6	(13,088)	(15,884)
Acquisition of intangible assets	7	(10,040)	(9,357)
Proceeds from disposal of property and equipment		107	40,113
		<u>(23,021)</u>	<u>14,872</u>
Cash flows used in investing activities		<u>(23,021)</u>	<u>14,872</u>
CASH FLOWS USED IN FINANCING ACTIVITIES			
Payments to the Province of British Columbia	9	(1,015,229)	(939,268)
Payments on capital leases		(4)	(27)
Payments on tenant improvement loans		-	(7)
		<u>(1,015,233)</u>	<u>(939,302)</u>
Cash flows used in financing activities		<u>(1,015,233)</u>	<u>(939,302)</u>
NET INCREASE IN CASH		3,405	13,520
CASH - BEGINNING OF YEAR		<u>14,285</u>	<u>765</u>
CASH - END OF YEAR		<u><u>17,690</u></u>	<u><u>14,285</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, 2016 and 2015

(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 Ministry of Small Business and Red Tape Reduction.

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, 2016 and 2015

(Tabular amounts in thousands of dollars)

2. Basis of presentation (continued)

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.

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2016 and 2015

(Tabular amounts in thousands of dollars)

3. Significant accounting policies (continued)

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 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.

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2016 and 2015

(Tabular amounts in thousands of dollars)

3. Significant accounting policies (continued)

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.

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).

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2016 and 2015

(Tabular amounts in thousands of dollars)

3. Significant accounting policies (continued)

(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.

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.

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2016 and 2015

(Tabular amounts in thousands of dollars)

3. Significant accounting policies (continued)

(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.

(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.

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2016 and 2015

(Tabular amounts in thousands of dollars)

3. Significant accounting policies (continued)

(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 jointly trustee 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.

Revenue is stated net of discounts, commission, 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

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.

IAS 16 Property, Plant, and Equipment and *IAS 38 Intangible Assets* – clarifies when the method of depreciation or amortisation based on revenue may be appropriate. The amendment to IAS 16 clarifies that depreciation of an item of property, plant and equipment based on revenue generated by using the asset is not appropriate. The amendment to IAS 38 establishes that amortisation of an intangible asset based on revenue generated by using the asset is appropriate only in certain limited circumstances.

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2016 and 2015

(Tabular amounts in thousands of dollars)

3. Significant accounting policies (continued)

The amendment is effective for accounting periods beginning on or after January 1, 2016 with early adoption permitted.

IFRS 9, 'Financial instruments' - addresses the classification, measurement and recognition of financial assets and financial liabilities. IFRS 9 was issued in July 2014 and replaces the guidance in IAS 39 that relates to the classification and measurement of financial instruments. IFRS 9 retains but simplifies the mixed measurement model and establishes three primary measurement categories for financial assets: amortised cost, fair value through OCI and fair value through P&L. The basis of classification depends on the business model and the contractual cash flow characteristics of the financial asset. There is a new expected credit loss model that replaces the incurred loss impairment model used in IAS 39 as well as new general hedge accounting requirements. It carries forward the guidance on recognition and de-recognition of financial instruments from IAS 39. The standard is effective for accounting periods beginning on or after January 1, 2018 with early adoption permitted.

IFRS 15, 'Revenue from contracts with customers' - deals with revenue recognition and establishes principles for reporting about the nature, amount, timing and uncertainty of revenue and cash flows arising from contracts with customers. Revenue is recognised when a customer obtains control of a good or service and thus has the ability to direct the use and obtain the benefits from the good or service. The standard replaces IAS 18 'Revenue', IAS 11 'Construction contracts' and IFRIC 13 'Customer Loyalty Programmes'. IFRS 15 will be effective for annual periods beginning on or after January 1, 2018, with early adoption permitted.

IFRS 16 'Leases' - requires lessees to recognise a lease liability reflecting future lease payments and a 'right-of-use asset' for virtually all lease contracts. Almost all assets and liabilities arising under lease contracts are recognized in the statement of financial position. IFRS 16 is effective for annual reporting periods beginning on or after 1 January 2019. Earlier application is permitted, but only in conjunction with IFRS 15, 'Revenue from Contracts with Customers'.

4. Sales

Total sales reported include sales to various customers including 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, 2016 and 2015

(Tabular amounts in thousands of dollars)

4. Sales (continued)

	2016	2015
	\$	\$
Retail customers	1,378,329	1,201,155
Licensee retail stores	965,851	914,426
Licensed establishments	532,500	495,213
Other customers	192,480	180,851
Rural agency stores	87,879	86,274
	<u>3,157,039</u>	<u>2,877,919</u>

5. Operating expenses

The LDB's operating expenses are comprised of:

	2016	2015
	\$	\$
Administration costs	320,318	300,811
Transportation	1,153	1,047
Marketing	4,551	5,923
	<u>326,022</u>	<u>307,781</u>

	2016	2015
	\$	\$
Salaries, wages and benefits	187,804	171,984
Rents	44,340	42,508
Bank charges	27,429	25,712
Other administrative expenses	17,871	19,492
Depreciation and amortization	16,661	16,295
Transportation	1,153	1,047
Data processing	8,569	7,038
Professional services	8,000	7,574
Repairs and maintenance	7,399	7,880
Marketing	4,551	5,923
Loss prevention	2,245	2,328
	<u>326,022</u>	<u>307,781</u>

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2016 and 2015

(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, 2015								
Opening net book value	970	2,932	26,636	7,010	-	6,021	2,739	46,308
Additions	-	42	170	3,248	-	4,256	8,168	15,884
Transfers	-	-	4,027	2,209	-	1,625	(7,861)	-
Disposals (cost)	(326)	(14,970)	(710)	(1,086)	-	(511)	(25)	(17,628)
Disposals (accumulated depreciation)	2	12,713	701	1,055	-	511	-	14,982
Amortization charge	(2)	(49)	(6,023)	(2,904)	-	(2,717)	-	(11,695)
Closing net book value	644	668	24,801	9,532	-	9,185	3,021	47,851
March 31, 2015								
Cost	647	5,817	66,514	40,856	3,900	86,471	3,021	207,226
Accumulated depreciation	(3)	(5,149)	(41,713)	(31,324)	(3,900)	(77,286)	-	(159,375)
Net book value	644	668	24,801	9,532	-	9,185	3,021	47,851
March 31, 2016								
Opening net book value	644	668	24,801	9,532	-	9,185	3,021	47,851
Assets Reclassified (Note 7)	-	-	(16)	109	(111)	(361)	-	(379)
Additions	-	65	156	2,713	-	1,732	8,422	13,088
CIP Capitalization	-	-	7,036	484	-	103	(7,623)	-
Disposals (cost)	-	-	(3)	(862)	(94)	(173)	-	(1,132)
Disposals (accumulated depreciation)	-	-	-	803	94	173	-	1,070
Amortization charge	(2)	(50)	(5,976)	(3,162)	111	(2,627)	-	(11,706)
Closing net book value	642	683	25,998	9,617	-	8,032	3,820	48,792
March 31, 2016								
Cost	647	5,882	73,687	43,300	3,695	87,772	3,820	218,803
Accumulated depreciation	(5)	(5,199)	(47,689)	(33,683)	(3,695)	(79,740)	-	(170,011)
Net book value	642	683	25,998	9,617	-	8,032	3,820	48,792

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2016 and 2015

(Tabular amounts in thousands of dollars)

7. Intangible assets

	Intangible Assets	Construction in process	Total
March 31, 2015			
Opening net book value	8,104	1,835	9,939
Additions	485	8,872	9,357
CIP Capitalization	3,492	(3,492)	-
Disposals (cost)	(44)	-	(44)
Disposals (accumulated amortization)	12	-	12
Amortization charge	(4,600)	-	(4,600)
Closing net book value	7,449	7,215	14,664
March 31, 2015			
Cost	23,203	7,215	30,418
Accumulated amortization	(15,754)	-	(15,754)
Net book value	7,449	7,215	14,664
March 31, 2016			
Opening net book value	7,449	7,215	14,664
Assets Reclassified (Note 6)	379	-	379
Additions	103	9,937	10,040
CIP Capitalization	910	(910)	-
Disposals (cost)	-	-	-
Disposals (accumulated depreciation)	-	-	-
Depreciation charge	(4,955)	-	(4,955)
Closing net book value	3,886	16,242	20,128
March 31, 2016			
Cost	24,595	16,241	40,836
Accumulated amortization	(20,708)	-	(20,708)
Net book value	3,887	16,241	20,128

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, 2016, the LDB has recorded \$3.3 million (2015 - \$3.7 million) of prepaid wine futures for delivery in fiscal years 2017 and 2018.

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2016 and 2015

(Tabular amounts in thousands of dollars)

8. Prepaid expenses (continued)

	2016	2015
	\$	\$
Wine futures	3,257	3,715
Other prepaids	3,613	3,276
	<u>6,870</u>	<u>6,991</u>
Long-term portion	(1,855)	(1,821)
Current portion	<u>5,015</u>	<u>5,170</u>

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 \$2.35 billion (2015- \$2.20 billion) and the total payments to the Province were \$3.37 billion (2015- \$3.14 billion).

10. Inventories

	2016	2015
	\$	\$
Store inventory	58,698	56,738
Warehouse inventory	40,285	32,839
	<u>98,983</u>	<u>89,577</u>

During the year, inventories that were recognized as cost of sales amounted to \$1.8 billion (2015 - \$1.7 billion).

11. Accounts receivable

	2016	2015
	\$	\$
Trade accounts receivable and other items	13,357	9,929
Provision for doubtful accounts	(620)	(688)
Accounts receivable and other items - net	<u>12,737</u>	<u>9,241</u>

Receivables past due but not impaired are \$0.3 million (2015 - \$1.0 million). During the year the LDB expensed \$30 thousand (2015 -\$13 thousand) in bad debts expense.

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2016 and 2015

(Tabular amounts in thousands of dollars)

12. Other long-term liabilities

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

	2016	2015
	\$	\$
Retirement benefit obligation (note 13(b))	15,902	14,756
WorkSafe BC claims accrual (note 13(c))	9,500	8,900
Long-term portion of deferred lease liabilities (note 14)	1,647	1,982
Other	1,166	904
	<u>28,215</u>	<u>26,542</u>

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, 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 based on a formula. The Plan has about 56,000 active plan members and approximately 43,000 retired plan members.

The latest actuarial valuation as at March 31, 2014, indicated a funding surplus of \$194 million for basic pension benefits. The next valuation will be March 31, 2017, with results available in early 2018.

Employers participating in the plan record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting). This is because the plan records accrued liabilities and accrued assets for the plan in aggregate, with the result that there is no consistent and reliable basis for allocating the obligation, assets and cost to individual employers participating in the plan.

The total amount paid into this pension plan by the LDB for the year ended March 31, 2016 was \$11.8 million for employer contributions (2015 - \$11.4 million), which was recorded in administration expenses.

(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 \$15.9 million (2015 - \$14.8 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 \$1.1 million (2015 - \$1.0 million).

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2016 and 2015

(Tabular amounts in thousands of dollars)

13. Employees' benefit plans and other employment liabilities (continued)

(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 \$9.5 million (2015 - \$8.9 million) is valued by independent actuaries.

14. Deferred lease liabilities

	2016	2015
	\$	\$
Deferred rent	2,071	2,357
Deferred tenant allowances	49	99
	<u>2,120</u>	<u>2,456</u>
Less current portion	(473)	(474)
Long-term portion	<u>1,647</u>	<u>1,982</u>

15. Accounts payable and accrued liabilities

	2016	2015
	\$	\$
Trade payables	103,322	103,898
Accrued liabilities	57,473	52,184
Other payables	3,283	3,115
Current portion of obligation under finance lease	-	4
Current portion of deferred lease liabilities (note 14)	473	474
	<u>164,551</u>	<u>159,675</u>

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2016 and 2015

(Tabular amounts in thousands of dollars)

16. Contractual commitments

(a) Leases

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

	2016	2015
Total future minimum rental payments under non-cancellable operating leases expiring:	\$	\$
Not later than one year	33,309	32,692
Later than one year and not later than five years	72,654	77,770
Later than five years and not later than 25 years	15,443	14,361
	<u>121,406</u>	<u>124,823</u>

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 \$33.4 million (2015 - \$32.0 million).

(b) BC liquor store fees

For the year ended March 31, 2016, the LDB paid the Liquor Control and Licensing Branch \$0.4 million (2015 - \$0.4 million) for license fees. The fee is based on the annual sales in each government liquor store.

(c) Payroll processing

The LDB has an agreement with the BC Public Service Agency for payroll processing. The LDB paid \$0.9 million (2015 - \$0.7 million) for processing services. The agreement expires in November 2019.

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 \$0.9 million (2015 - \$0.6 million) based upon the value of the agents' inventories at March 31, 2016.

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.

Liquor Distribution Branch

Notes to the financial statements

For the years ended March 31, 2016 and 2015

(Tabular amounts in thousands of dollars)

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.

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, 2016, there were 7 (2015 - 9) members on the executive committee.

	2016	2015
	\$	\$
Salaries and short-term benefits	1,085	1,181
Post-employment benefits	79	88
Fees for services	188	188
	<u>1,352</u>	<u>1,457</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, 2016 and 2015

(Tabular amounts in thousands of dollars)

20. Financial risk factors (continued)

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

On April 1, 2015, the LDB implemented a new wholesale pricing model and eliminated wholesale purchase discounts.

The LDB also changed its accounting policy regarding outbound freight costs and now include these costs in the cost of goods sold. The impact of this change in the prior year was to increase cost of sales by \$13.3 million and decrease transportation expenses by the same amount. There was no impact to net income.

The prior year's statement of comprehensive income has been reclassified for comparability.

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

2. 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.

3. Schedule of Guarantee and Indemnity Agreements

Listing of Indemnities Approved by Risk Management Branch and In Force at March 31, 2016

Fiscal 2015/16	Date of Risk Management Approval
Labatt Breweries of Canada LLC <i>Labatt Equipment Loan Agreement</i>	August 11, 2015
Citrix Systems Inc <i>Software Use</i>	December 23, 2015

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

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

4. Schedule of Remuneration and Expenses

(unaudited)

<u>Name</u>	<u>Renumeration</u>	<u>Expenses</u>	<u>Total</u>
Abaygar, L.	101,692	259	101,951
Akbulatov, R.	76,877	3,699	80,576
Alexander, B.	107,093	10,067	117,160
Anand, P.	99,989	2,699	102,688
Andersen, S.	78,551	88	78,639
Apolinario, F.	91,244	-	91,244
Bains, P.	81,369	-	81,369
Ballantyne, D.	77,929	-	77,929
Bhala, M.	83,911	8,584	92,495
Bissoondatt, R.	151,910	5,288	157,198
Calvo, M.	80,886	650	81,536
Campbell, C.	76,271	15,704	91,975
Campbell, D.	76,885	3,954	80,839
Cann, R.	77,999	200	78,199
Castaneto, J.	90,748	5,495	96,243
Chan, K.	79,806	-	79,806
Chan, D.	86,418	3,603	90,021
Cheung, J.	99,588	-	99,588
Cheung, L.	132,585	1,468	134,053
Choi, P.	79,453	1,855	81,308
Chu, E.	112,783	-	112,783
Cooper, T.	89,181	50,759	139,940
Cournoyer, V.	77,645	1,707	79,352
Deng, W.	91,468	-	91,468
Deo, K.	215,044	184	215,228
Der, A.	76,950	2,094	79,044
Dobrozdravich, T.	93,508	11,027	104,535
Dockstader, R.	78,689	-	78,689
Elder, T.	85,942	15,287	101,229
Fantaziu, D.	85,499	7,284	92,783
Farley, D.	117,596	13,239	130,835
Ferrara, R.	124,976	2,737	127,713
Fisher, S.	88,667	4,367	93,034
Fong, J.	88,727	142	88,869
Ford, D.	76,321	4,599	80,920

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

4. Schedule of Remuneration and Expenses (continued)
(unaudited)

Name	Remuneration	Expenses	Total
Gerlock, K.	79,454	2,149	81,603
Gibney, D.	114,618	1,938	116,556
Giesbrecht, K.	85,311	-	85,311
Gill, A.	90,868	-	90,868
Gonzaga, C.	80,015	2,447	82,462
Groff, A.	77,520	30	77,550
Hall, C.	88,625	2,704	91,329
Haller, L.	93,073	14,075	107,148
Hang, L.	90,901	61	90,962
Hickson, W.	83,915	35	83,950
Higginson, S.	85,571	3,988	89,559
Ho, J.	100,122	1,938	102,060
Huh, B.	81,992	-	81,992
James, R.	98,479	180	98,659
Janson, P.	86,859	434	87,293
Jayasekara, C.	76,869	-	76,869
Jeyaraj, B.	79,500	-	79,500
Jing, J.	95,436	-	95,436
Johnson, R.	78,408	1,125	79,533
Kang, B.	105,484	241	105,725
Kapeluck, D.	88,745	-	88,745
Keller, N.	75,102	-	75,102
Kelly, M.	82,248	2,512	84,760
Kemick, A.	79,518	747	80,265
Kho, P.	99,365	89	99,454
Khramtsova, E.	91,976	9,834	101,810
Kimm-Jones, R.	82,753	-	82,753
Kok, R.	100,769	6,508	107,277
Koo, S.	79,931	277	80,208
Kuromi, G.	91,660	1,086	92,746
Lagumbay, C.	79,129	2,368	81,497
Lam, N.	78,561	1,761	80,322
LaRoche, A.	94,256	9,881	104,137
Lau, T.	90,960	-	90,960
Lawson, R.	216,528	23,305	239,833
Lee, T.	83,912	-	83,912
Lee, R.	92,890	10,185	103,075
Lee, T.	97,630	172	97,802

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

4. Schedule of Remuneration and Expenses (continued)
(unaudited)

Name	Remuneration	Expenses	Total
Leitch, S.	79,025	-	79,025
Lemieux, J.	81,249	6,036	87,285
Ling, S.	96,620	133	96,753
Long, M.	75,563	2,868	78,431
Low, E.	106,723	3,042	109,765
Marsden, R.	86,352	4,356	90,708
McAskile, E.	86,967	10,203	97,170
McDonald, D.	79,277	134	79,411
McDonnell, K.	107,012	2,752	109,764
McEwan, E.	98,912	272	99,184
McGauley, A.	86,904	86	86,990
McGowan, P.	87,255	16,238	103,493
Mcphate, A.	115,991	7,067	123,058
Michael, W.	108,674	8,243	116,917
Miles, D.	88,866	455	89,321
Mok, K.	97,373	-	97,373
Molnar, Z.	98,611	-	98,611
Moore, E.	89,191	2,651	91,842
Nanji, A.	102,026	10,898	112,924
Negara, V.	80,153	6,887	87,040
Ngui, C.	80,236	-	80,236
Northcote, S.	91,210	3,782	94,992
Olynyk, Z.	125,233	-	125,233
Pablo, A.	78,009	3,160	81,169
Parry, P.	99,897	2,989	102,886
Patten, M.	98,574	550	99,124
Peers, J.	80,307	1,916	82,223
Peng, V.	81,303	955	82,258
Perlova, E.	91,763	7,297	99,060
Petersen, S.	96,864	-	96,864
Philip, B.	81,645	8,850	90,495
Poppema, J.	88,602	6,503	95,105
Primrose, R.	91,931	234	92,165
Procopio, M.	143,193	10,057	153,250
Randhawa, P.	104,406	637	105,043
Robertson, J.	94,597	-	94,597
Rodney, C.	76,548	3,865	80,413
Schiedel, S.	88,110	2,162	90,272

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

4. Schedule of Remuneration and Expenses (continued)
(unaudited)

<u>Name</u>	<u>Renumeration</u>	<u>Expenses</u>	<u>Total</u>
Shaferman, L.	91,712	1,648	93,360
Shaw, A.	80,579	1,535	82,114
Sheppard, C.	91,236	12,795	104,031
Shklover, M.	95,001	-	95,001
Starck, C.	94,516	3,144	97,660
Stephens, D.	75,728	1,195	76,923
Stevenson, T.	93,293	64	93,357
Stewart, R.	76,297	11,864	88,161
Stovman, B.	78,157	529	78,686
Strasser, J.	99,209	2,996	102,205
Tian, H.	85,833	15	85,848
Tomlinson, N.	95,583	1,424	97,007
Tran, A.	108,015	60	108,075
Tsui, V.	77,051	6,722	83,773
Tymo, N.	98,931	-	98,931
Wang, J.	86,378	3,603	89,981
White, C.	75,666	-	75,666
Wilcox, D.	116,494	10,293	126,787
Willis, K.	79,776	888	80,664
Wong, J.	78,555	-	78,555
Wong, H.	82,821	134	82,955
Wong, A.	108,105	32	108,137
Wong, A.	108,231	7,167	115,398
Yee, B.	83,326	-	83,326
Zhao, X.	94,237	3,716	97,953
Zheng, S.	90,691	5,801	96,492
Zheng, W.	92,213	61	92,274
Amounts Over \$75,000	12,795,959	488,073	13,284,032
Amounts Under \$75,000	138,227,418	1,106,148	139,333,566
Grand Total	<u>151,023,377</u>	<u>1,594,221</u>	<u>152,617,598</u>

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

5. Remuneration and Expense Reconciliation
(unaudited)

	2015/16
Total remuneration (T4) - employees	151,023,376
Reconciling items:	
Employer paid benefits	37,160,962
Outside temporary services & meal allowances	44,918
WCB & Cost recoveries	(112,215)
Labour reclassified to capital projects	(1,732,934)
Year end adjustments	820,079
Year end payroll accruals	2,103,438
Pre-retirement payments accrued in prior year	(1,588,512)
Other	84,645
	<u>\$ 187,803,757</u>
Total per Statement of Revenue and Expenditure	
Operating Expenses - Salaries and Wages	<u>\$ 187,803,757</u>
Variance	<u><u>\$ -</u></u>

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

6. Statement of Severance Agreements

During the fiscal year ended March 31, 2016, there were three severance agreements made between the LDB and non-unionized employees. The agreements represented 8.5 to 18 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, 2016

7. Schedule of Payments
(unaudited)

Supplier Name	Amount
0739829 BC LTD	113,663
0745248 BC LTD	113,949
0878302 BC LTD	721,584
0885242 BC LTD	198,549
0916294 BC LTD	80,185
0917382 BC LIMITED	258,339
0925621 BC LTD	105,184
0940999 BC LTD	84,061
0957765 BC LTD	874,441
0996901 BC LTD	587,412
1001365 BC LTD	517,042
1002909 BC LTD	36,206
1034354 BC LTD	33,759
1ST ROW ESTATE WINERY LIMITED	27,540
2601-2609 WESTVIEW DRIVE LEASEHOLDS LIMITED	329,743
297296 BC LTD	114,246
33 ACRES BREWING COMPANY INC	1,953,418
385728 BC LIMITED	1,891,556
3873731 CANADA INC DBA ACTION INVENTORY SERVICES	416,318
445539 BC LTD	352,015
448844 BC LIMITED	31,953
490 REID VENTURES LIMITED	159,668
517244 BC LIMITED	178,736
526087 BC LIMITED	50,225
586041 BC LTD	72,071
627022 BC LIMITED	245,582
6599559 CANADA INC	34,094
8400 GRANVILLE PARTNERSHIP	450,632
8677115 CANADA INC	33,713
A & K LA BOUTIQUE DU VIN	107,633
AC WINE SYNDICATE INC	2,240,947
ACCEO SOLUTION INC	56,194
ACCESS GAS SERVICES INC	89,462
ACCURATE GLASS LIMITED	98,737
ACCURATE LOCK & SAFE CO LIMITED	255,466
AEROTEK ULC	174,953
AFC INDUSTRIES LTD	137,480
AFFINITY STAFFING INC.	115,400
AFIC EXIM (CANADA) CORPORATION	2,633,709
ALAN & THERESA WALKER	72,287
ALBERTA DISTILLERS LIMITED	11,320,262
ALLEN BRANDS INC	3,472,405
ALLOY BRANDS INC	1,306,418
ALTUS WINES INC	165,519
AM/PM MOBILE SOLUTIONS INC	783,570

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

7. Schedule of Payments (continued)

(unaudited)

Supplier Name	Amount
AMATI CORPORATION	58,492
AMERICAN INVESTMENTS LIMITED	137,631
ANARONA WINES LIMITED	31,048
ANDREW PELLER LIMITED	64,176,611
ANISOFT GROUP INC	437,356
ANIXTER CANADA INC	31,606
ANNEX CONSULTING GROUP INC	761,702
ANTERRA WESTBANK TOWNE CENTRE LIMITED	275,839
ANTHEM KRC SALISH PLAZA LTD	247,067
AON REED STENHOUSE INC	65,710
APOLLO INDUSTRIES LIMITED	98,524
APOSTOLOS GOURTZIOVALITIS	47,739
APPELLATION WINE MARKETING INC	2,718,762
APPIA DEVELOPMENTS (2001) LIMITED	40,495
AQUATERRA MANAGEMENT LIMITED	260,088
AQUILINI BRANDS	1,533,354
AQUILINI PROPERTIES LIMITED PARTNERSHIP	2,241,177
ARCH EAGLE PROPERTIES LIMITED	104,584
ARCTIC GLACIER INC - BC - WINNIPEG	68,081
ARI FINANCIAL SERVICES T46163	99,710
ARISE VENTURES LTD	72,968
ARROW LEAF CELLARS INC	71,706
ARROWHEAD BREWING COMPANY	584,490
ARTISAN SAKEMAKER AT GRANVILLE ISLAND	132,570
ARTISAN WINES LIMITED	60,029
ATLAS SIGN & AWNING COMPANY	804,964
AURIGA WINE MARKETING LIMITED	68,412
AUSTEVILLE PROPERTIES LIMITED	399,276
AUTHENTIC WINE & SPIRITS MERCHANTS	13,827,022
AUTOMIC CANADA SOFTWARE INC	54,810
AV SOLUTIONS BC LTD	45,245
AVISON YOUNG PROPERTY MANAGEMENT (BC) INC IN TRUST FOR 1038831 BC LTD	199,508
AWARE BEVERAGES INC	56,743
AXIS PLANNING INC	115,461
B&L SECURITY PATROL (1981) LIMITED	83,860
BACARDI CANADA INC	22,590,578
BACCHUS GROUP	4,381,962
BAD TATTOO BREWING CO LIMITED	941,770
BAILLIE-GROHMAN ESTATE WINERY LTD	120,577
BANK OF AMERICA NATIONAL ASSOCIATION	3,824,770
BAR GLOBAL DISTRIBUTION LIMITED	51,756
BARBIERI DEVELOPMENTS LTD	470,258
BARCBEE'S HOLDINGS CORPORATION	106,752
BARREL SELECT INC	38,871
BARRICA WINE & SPIRITS LIMITED	70,400

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

7. Schedule of Payments (continued)
(unaudited)

Supplier Name	Amount
BC CONSTRUCTION	136,320
BC FLUORESCENT SALES & SERVICE LIMITED	124,220
BC GOVERNMENT EMPLOYEES' UNION	2,449,102
BC HYDRO	2,344,921
BC TREE FRUITS CIDER COMPANY	799,784
BCIMC REALTY CORPORATION	726,971
BEAM GLOBAL CANADA INC	10,695,584
BECKVILLE WOODCRAFTS LIMITED	507,493
BENCH 1775 WINERY	663,912
BENTALL KENNEDY (CANADA) LP	965,635
BEVERAGE HANDLING SYSTEMS LIMITED	31,528
BEVERAGE INTERNATIONAL DISTRIBUTORS	73,825
BEVERLEY FARMER	56,112
BIG RIDGE BREWING COMPANY	72,743
BIG ROCK BREWERY LIMITED	1,716,294
BIG ROCK BREWERY LTD PARTNERSHIP	4,047,292
BLACK FLY BEVERAGE COMPANY INC	149,145
BLACK KETTLE BREWING INC	275,696
BLASTED CHURCH VINEYARDS INC	1,443,351
BLUE NOTE WINE & SPIRITS INC	1,546,112
BNA HOSPITALITY INC	57,997
BOALE WOOD & COMPANY	25,031
BOARDWALK COMMUNICATIONS	197,485
BOMBER BREWING CORPORATION	2,057,957
BONVIDA WINES (BC) CORPORATION	361,607
BONVIN WINES AND SPIRITS MERCHANTS	36,869
BORDERS DUTY FREE AGENCY LIMITED	426,510
BOSTON CONSTRUCTION CORPORATION	208,146
BOULTBEE REALTY LIMITED	941,320
BOUNTY MANAGEMENT GROUP INC, THE	28,122
BOUSHELONG WINE & SPIRIT INT'L INC	3,683,180
BOYDEN VANCOUVER	66,090
BRAINS II SOLUTIONS, INC	436,320
BRAVO BEER CORPORATION	852,000
BREWERS' DISTRIBUTOR LIMITED	412,887,970
BRICK BREWING CO	40,058
BRIDGE BREWING CORP	1,638,383
BRINKS CANADA LIMITED	374,502
BROOKFIELD GLOBAL INTEGRATED SOLUTIONS	28,178
BROOKS BAY HOLDINGS LTD	31,734
BROWN-FORMAN BEVERAGES WORLDWIDE	7,296,046
BRUCE ASHLEY GROUP	5,553,058
BUCCI INVESTMENT CORPORATION	351,937
BULLDOG BAG LIMITED	299,074

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

7. Schedule of Payments (continued)
(unaudited)

Supplier Name	Amount
BURNABY BLACKTOP	43,169
BURNABY DIESEL TECH SERVICES INC.	52,993
BURROWING OWL ESTATE WINERY LIMITED	417,165
BURROWS & LUONGO	1,109,335
C.I.T.A.I. SPA	209,703
CA CANADA COMPANY	188,998
CALLAHAN CONSTRUCTION COMPANY LTD	346,469
CALLISTER BREWING COMPANY INC	60,828
CAMACC SYSTEMS INC.	331,507
CAMBIE STREET PROPERTIES INC	772,745
CANADA DRY MOTT'S INC	1,842,230
CANADA DRY MOTT'S INC (AMERICA)	473,707
CANADA FUTURE INVESTMENT CO	206,391
CANADA POST CORPORATION	315,115
CANADIAN CARTCARE 2000 LIMITED	26,142
CANADIAN CLUB CANADA INC	1,062,350
CANADIAN DOORMASTER ELECTRIC LIMITED	30,403
CANADIAN FREIGHTWAYS	37,590
CANADIAN ICEBERG VODKA CORPORATION	153,568
CAN-DESIGN ENTERPRISES LTD	61,517
CANNERY BREWING COMPANY	1,224,090
CANREAL MANAGEMENT CORPORATION IN TRUST	127,324
CARLSBERG CANADA INC	11,256,832
CATEGORY 12 BREWING INC	717,108
CC JENTSCH CELLARS	53,321
CDW CANADA INC	404,719
CENTRAL CITY BREWERS & DISTILLERS LTD	285,582
CENTRAL CITY BREWING CO	10,145,310
CENTURY GROUP	296,131
CENTURY MARKETING CORP	139,421
CHAMPLAIN SQUARE LP	291,111
CHARTON HOBBS INC	23,803,422
CHATEAU DES CHARMES WINES LIMITED	566,277
CHESTNUT PROPERTIES LIMITED	328,819
CHEWTERS CHOCOLATES INC	77,374
CHILKOOT BREWING COMPANY LIMITED	138,057
CHOICE IMPORT AGENCIES	120,699
CHRISTOPHER STEWART WINE & SPIRITS INC	5,032,214
CHURCH AND STATE WINES, INC - OLIVER	343,156
CITY OF KAMLOOPS	187,429
CITY OF VANCOUVER	708,014
CLARKE TRANSPORT	296,766
CLEARWATER ENTERPRISES LIMITED	27,314
CLOS DU SOLEIL WINERY INC	34,952

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

7. Schedule of Payments (continued)
(unaudited)

Supplier Name	Amount
COAST LIGHTING (VI) LIMITED	95,278
COBEES ENTERPRISE LIMITED	633,738
COLLEGE HEIGHTS PLAZA	149,603
COLLIERS INTERNATIONAL ITF	625,618
COLUMBIA PLACE COLUMBIA SQUARE HOLDINGS INC	465,181
COMMERCIAL LOGISTICS INC	4,369,615
COMOX PACIFIC EXPRESS LTD	45,707
COMPUGEN INC	44,862
CONSTELLATION BRANDS CANADA INC	101,079,587
CONSUMING VENTURES INC	684,556
CONTAINER WORLD FORWARDING SERVICES INC.	53,871
COOL SPIRITS INC	55,726
CORAL ENVIRONMENTS LIMITED	116,049
CORBY SPIRIT AND WINE LIMITED	38,844,332
CORPORATE CLASSICS CATERERS	49,554
CP PACKAGING CORP	69,530
CRAFT BEER IMPORTERS CANADA INC	174,165
CRAG HOLDINGS LTD	25,591
CRAIG STREET BREWING CO LTD	27,292
CRANNOG ALES LIMITED	456,382
CREATIVE TRADE SRO	161,076
CRESTON VALLEY MALL LIMITED	68,701
CRU EXPORT MANAGEMENT GROUP LTD.	697,998
CT CONTROL TEMP LTD	740,802
CULIN IMPORTERS LIMITED	160,925
CUMBERLAND BREWING COMPANY LTD	356,225
CUSTOM PAPER LIMITED	177,577
D WAY BEVERAGE INC	475,137
DAGERAAD BREWING INC	661,292
DANWORTH BRANDS INC	67,333
DASILVA DEVELOPMENTS LIMITED	157,351
DATATECH BUILDING LP	202,612
DAVAMCO CHARTERS INC	69,473
DAVID HERMAN & SON LIMITED	4,483,310
DAVIDSON & SONS CUSTOMS BROKERS LIMITED	31,885
DAYTON MILLS CONSTRUCTION LTD	99,620
DEAD FROG BREWERY	1,056,705
DEAN'S OILFIELD SERVICES LTD	184,740
DEEP COVE BREWERS & DISTILLERS INC	484,976
DEETKEN ENTERPRISES INC	30,001
DELEGAT LIMITED	5,360,864
DELFI GROUP INC, THE	8,399,623
DEMERARA DISTILLERS LIMITED	185,429
DIAGEO CANADA INC	61,977,976
DIAMOND ESTATES WINES & SPIRITS LIMITED	105,968

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

7. Schedule of Payments (continued)
(unaudited)

Supplier Name	Amount
DIRECT SOURCE INTERNATIONAL INC	265,681
DIRECT WINES LIMITED	306,661
DIRTY LAUNDRY VINEYARD	87,327
DISTILLERS PRIDE LIMITED	28,565
DO ALL ENTERPRISES	225,320
DOAN'S CRAFT BREWING COMPANY INC	143,799
DOGWOOD BREWING LIMITED	127,272
DOGWOOD SIGN & LIGHT MAINTENANCE	47,919
DOLLARTON SHOPPING CENTRE	251,969
DOMAINE DE CHABERTON ESTATES	39,024
DOMAINE PINNACLE INC	203,204
DORSET REALTY GROUP	959,224
DREAM WINES CORPORATION	1,600,485
DRIFTWOOD BREWING	8,537,201
DRIFTWOOD PROPERTIES LIMITED	39,962
DTM SYSTEMS CORPORATION	1,983,398
E&J GALLO WINERY	15,166,682
E&J GALLO WINERY CANADA LTD	1,855,613
EAUVIVRE WINERY & VINEYARDS LTD	37,581
EDGAR DESIGNS	126,555
EDOKO FOOD IMPORTERS LIMITED	97,640
EMBALLAGES ECO-LUX PACKAGING INC	31,590
EMPSON CANADA	1,100,092
ENCORP PACIFIC CANADA	48,315,670
ENERPRO SYSTEMS CORP	82,762
ENERSYS CANADA INC	31,876
ENOTECA BACCO	1,177,240
EPIC IMAGING	85,002
ERNST AND YOUNG LLP	149,726
ESCALADE WINES + SPIRITS INC	2,758,155
ESTATE OF DONALD MAURICE WILLIAMS	35,747
EVOLUTION FINE WINES LIMITED	891,484
EXPRESS DATA LIMITED	57,567
F&G DELIVERY LIMITED	1,415,057
FAIRMONT PACIFIC RIM	26,511
FAIRON FREIGHT	40,437
FERNIE BREWING CO	2,959,377
FIELD HOUSE BREWING CO INC	33,870
FIREWEED BREWING CORP	4,381,511
FIRST CAPITAL CORPORATION	888,150
FIRSTSERVICE RESIDENTIAL BC LTD	482,161
FLEXAHOPPER PLASTICS LTD	26,656
FOAMERS' FOLLY BREWING CORP	57,228
FORRESTER SWITZERLAND GMBH	65,750
FORSYTHE	197,862
FORT BERENS ESTATE WINERY LTD	76,625

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

7. Schedule of Payments (continued)
(unaudited)

Supplier Name	Amount
FORT GARRY BREWING COMPANY LTD.	3,325,216
FORTISBC	532,377
FORTY CREEK DISTILLERY LIMITED	5,149,824
FORTY CREEK DISTILLERY	3,549,174
FORWARD HOLDING LTD	253,406
FOUNTANA BEVERAGE CORP	219,173
FOUR MILE PUB LIMITED	311,886
FOUR WINDS BREWING COMPANY LTD	2,309,531
FRASER LAKE SHOPPING CTR INC	43,198
FREDDY'S BREW PUB	31,019
FREE HOUSE WINES & SPIRITS LIMITED	97,322
FRESHTAP POUR SYSTEM INC	1,481,925
FRESHTAP POUR SYSTEM INC	554,162
FUGGLES & WARLOCK CRAFTWORKS LTD	187,640
FUJITSU CANADA INC.	1,546,534
G PALOUBIS & SON INC	325,622
GALIANO ISLAND	50,275
GALILEO WINE & SPIRITS LTD	534,332
GARDAWORLD CASH SERVICES CANADA CORPORATION	146,644
GARTNER CANADA, CO.	155,505
GDI SERVICES (CANADA) LP	228,436
GEE RICK HOLDINGS LIMITED	231,109
GEHRINGER BROS ESTATE WINERY	1,611,615
GENERAL PROPERTIES LIMITED	54,304
GEORGES DUBOEUF	35,338
GERRY HUMPHRIES CONSULTING INC.	378,161
GF INC	25,990
GIFFARD	58,634
GIVEX CANADA CORP	97,134
GLADSTONE BREWING COMPANY INC	347,465
GLAZERS OF CANADA	4,353,004
GLENMORE PRINTING LTD	962,259
GLENORA DISTILLERS	42,441
GLOBAL KNOWLEDGE NETWORK CANADA	134,152
GLOBAL WINE & SPIRITS (CANADA) LIMITED	28,891
GLOBEFILL INC	337,873
GO2HR	64,585
GOLD HILL WINERY	40,779
GOLD MEDAL MARKETING INC	405,460
GOLDEN ACRES VENTURES LTD	37,377
GOLDEN MASONIC CENTRE SOCIETY	75,639
GOODBYE GRAFFITI INC	28,852
GORDON OSTERLOH	91,550
GRANVILLE ISLAND BREWING COMPANY	18,703,125

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

7. Schedule of Payments (continued)
(unaudited)

Supplier Name	Amount
GRAPEBRANDS WEST INC	236,014
GRAPHIC OFFICE INTERIORS LTD	31,200
GRAUMAN PACKAGING LTD	35,596
GRAY MONK CELLARS	3,118,702
GREAT WEST LIFE ASSURANCE CO	720,026
GREAT WESTERN BREWING CO LIMITED	1,253,458
GREEN LEAF BREWING CORPORATION	365,043
GREENFIELD SPECIALTY ALCOHOLS INC	26,662
GROSVENOR CANADA LIMITED	294,636
GUELPH TWINES LIMITED	105,658
GUILDFORD TOWN CENTRE LIMITED PARTNERSHIP	400,536
GULF ISLANDS BREWERY LIMITED	571,734
GULF PACIFIC ITF COWICHAN MINI MALL LTD.	263,187
GWL REALTY ADVISORS INC, ITF	724,987
HALLWOOD MILHAM TECHNOLOGIES	65,389
HARBOUR CENTRE COMPLEX LIMITED	347,826
HARBOUR INTERNATIONAL TRUCKS LTD	125,200
HARDING FORKLIFT SERVICES LIMITED	919,775
HARPER'S TRAIL ESTATE WINERY LTD	78,523
HAWTHORNE MOUNTAIN VINEYARDS	339,621
HAZENBOOM CONSTRUCTION LTD	43,980
HEADWATER PROJECTS INC	500,959
HEARTHSTONE BREWERY	231,954
HEARTHSTONE PROPERTIES LIMITED	374,645
HELIOS SERVICES GROUP LTD.	150,781
HENRY OF PELHAM FAMILY ESTATES	766,950
HERITAGE OFFICE FURNISHINGS LIMITED	26,570
HERITAGE QUAY DEVELOPMENTS LIMITED	31,822
HERITAGE REALTY PROPERTIES LIMITED	169,229
HERJAVEC GROUP INC, THE	91,703
HESTER CREEK ESTATE WINERY	1,648,585
HEWLETT PACKARD (CANADA) LIMITED	268,840
HI-BRIDGE CONSULTING CORP	286,012
HIGHWOOD DISTILLERS LIMITED	2,333,571
HILLCREST PLUMBING & HEATING (1967) LTD	27,987
HILLSIDE CENTRE HOLDINGS INC	429,079
HIRAM WALKER & SONS LIMITED	1,242,757
HODGSON ELECTRIC INC	66,918
HODGSON FREIGHTWAYS LTD	37,222
HOG'S BREATH COFFEE CO LTD	55,140
HOLMES BRAKEL (BC) INC	100,190
HORIZON WINES INC	1,101,135
HOWARD NEMTIN & ASSOCIATES LIMITED	49,412
HOWE SOUND BREWING	3,934,604
HOYNE BREWING COMPANY LTD	5,742,257

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

7. Schedule of Payments (continued)
(unaudited)

Supplier Name	Amount
HP ADVANCED SOLUTIONS	129,516
HUGH & MCKINNON REALTY LTD IN TRUST	130,220
IBM CANADA LIMITED	29,857
ICON FINE WINE AND SPIRITS LTD	2,949,275
IMPAC CANADA	129,559
IMPACT RECRUITMENT INC	60,160
IN DEVELOPMENT CONSTRUCTION	47,973
INDEPENDENT DISTILLERS	1,297,539
INFORM BROKERAGE INC	79,581
INLAND KENWORTH	49,713
INNISKILLIN WINES INC	1,014,730
INSIGHTS WEST MARKETING RESEARCH INC	175,770
INTEPLAST BAGS & FILMS CORPORATION	1,122,179
INTERGALACTIC AGENCY INC	305,327
INTERNATIONAL CELLARS INC	8,064,558
INTERNATIONAL WEB EXPRESS	109,338
INVESTORS GROUP TRUST CO LIMITED	39,888
IPS (INTEGRITY-PAAHI SOLUTIONS INC)	52,812
IREDALE GROUP ARCHITECTURE	66,109
IRENE McGUINNESS	67,535
IRON MOUNTAIN CANADA CORPORATION	38,692
IRONWOOD DEVELOPMENTS LIMITED	430,612
ISABELLA WINERY LTD	73,701
ISLAND SPIRITS DISTILLERY CORPORATION	46,281
JAMES LAURENCE GROUP INC	164,637
JDA SOFTWARE CANADA LIMITED	4,577,065
JDA SOFTWARE, INC.	638,687
JDK SIGN MAINTENANCE	66,912
JENSEN, O	54,593
JF HILLEBRAND CANADA INC	202,571
JH SHEERE & ASSOCIATES	118,218
JIM PATTISON DEVELOPMENTS LTD	842,468
JNE RETAIL EQUIPMENT LIMITED	100,603
JOE BORRELLI INC	46,688
JOHN F KELLY & ASSOCIATES	796,921
JOIE VENTURES INC	725,941
KAL TIRE	41,201
KELLAND FOODS HOLDINGS LIMITED	167,890
KEN MAYER STUDIOS	203,626
KENWAY INTERNATIONAL TRADING LIMITED	1,150,629
KERRISDALE STATION LTD	266,483
KEVINGTON BUILDING CORP	453,696
KING DAY TRADING LIMITED	66,041
KING'S CROSS SHOPPING CENTRE	290,338
KINGSGATE MALL LP	367,364

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

7. Schedule of Payments (continued)

(unaudited)

Supplier Name	Amount
KIRKWOOD DIAMOND CANADA PARTNERSHIP	3,145,410
KOBAIR HOLDINGS LIMITED	54,337
KOST KLIP MANUFACTURING LTD	124,169
KPMG	79,406
KROMBACHER BRAUEREI	310,533
LA BRASSERIE MCAUSLAN INC	942,332
LABATT BREWING COMPANY LIMITED	41,348,872
LAKE BREEZE VINEYARDS	103,947
LAKE VIEW CREDIT UNION	78,914
LAKES OF MUSKOKA COTTAGE BREWERY INC	195,161
LANDMARK SELECTIONS LIMITED	9,736,027
LAWREN MONETA CULINARY MEDIA	50,935
LE VIEUX PIN WINERY	47,422
LEAVITT MACHINERY	129,907
LEGION STREET HOLDINGS LTD	72,234
LEUNG SUI KWAN KAM, COLIN KAM, HARDY KAM	1,326,528
LGA CONSULTING INC	85,798
LIBERTY SPECIALTY IMPORTS INC	2,936,804
LIFFORD WINE & SPIRITS INC	3,685,862
LIGHTHOUSE BREWING COMPANY INC	5,668,655
PUBLIC SERVICE PENSION PLAN.	23,652,657
LOCKE PROPERTY MANAGEMENT IN TRUST	61,706
LONE TREE CELLARS	449,603
LONG TABLE DISTILLERY LIMITED	139,539
LONGWOOD BREW PUB LIMITED	92,990
LONGWOOD BREWERY LTD	629,200
LOON PROPERTIES INC	521,101
LORENZ AGAVE SPIRITS	89,461
LOW COUNTRIES BREWING LTD	1,197,450
LOWRY SALES BC LIMITED	28,295
LULU ISLAND WINERY LTD	1,545,534
LUXURY LIQUOR	35,221
LYNN VALLEY SHOPPING CTR	447,878
MAAST PROPERTIES & INVESTMENTS LIMITED	34,309
MACDOUGALL ROSS RETAIL SERVICES	284,403
MACKENZIE VENTURES LIMITED	52,364
MAGNA SEARCH GROUP INC	29,164
MAGNOTTA CORPORATION	128,130
MAGNUM CONSULTANTS LIMITED	188,690
MAISON DES FUTAILLES	666,840
MALINDA DISTRIBUTORS INC	132,871
MANAMI SEI	184,628
MANULIFE CANADIAN PROPERTY PORTFOLIO	159,369
MAPLE LEAF PROPERTY MANAGEMENT	354,499
MAPLE MEADOWS BREWING COMPANY LTD	70,911

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

7. Schedule of Payments (continued)
(unaudited)

Supplier Name	Amount
MARCON ELEMENTS HOMES LTD	127,517
MARCUS VON ALBRECHT / VON ALBRECHT & ASSOC.	82,764
MARINE PROMENADE PROPERTIES INC	273,677
MARK ANTHONY GROUP INC	106,301,415
MARQUIS WINE CELLARS	164,560
MARRAM FINE WINES LIMITED	549,360
MARTELLO PROPERTY SERVICES INC IN TRUST #2	53,271
MASON LIFT LIMITED	93,806
MASTER CARE JANITORIAL & FACILITY SERVICES	28,822
MATCHBOX CONSULTING GROUP INC	37,044
MCCLELLAND PREMIUM IMPORTS	1,494,637
MCWILLIAM'S WINES PTY LTD	272,204
ME & LEWIS IDEAS INC	39,375
MEADOW VISTA HONEY WINES	62,266
MELISSA TANG	51,750
MESA HOLDINGS	32,754
METAFORE TECHNOLOGIES INC	227,016
METROPOLITAN FINE PRINTERS INC	121,925
MGMA VENTURES LTD	38,470
MICROSERVE BUS COMP SERV LTD	558,853
MICROSOFT CANADA INC	825,345
MID ISLAND CONSUMER SERVICE CO-OPERATIVE	39,921
MIKE WEIR WINE	258,447
MILLBAY SYNERGY MALL LIMITED PARTNERSHIP	145,375
MILLER BREWING TRADING COMPANY	16,011,819
MINHAS CREEK CRAFT	308,633
MINISTER OF FINANCE	15,265,113
MISSION SPRINGS DEVELOPEMENTS LIMITED	322,828
MITCHELL PRESS LIMITED	1,140,025
MJS BEVERAGE CONCEPTS INT'L	2,046,156
MNP LLP	201,390
MOLSON CANADA 2005	28,455,558
MONDIA ALLIANCE CANADA INC	6,235,009
MONOLAB DESIGN	25,695
MOODY ALES LTD	714,576
MOON CURSER VINEYARDS	31,416
MOON UNDER WATER BREWERY LTD, THE	619,000
MORGUARD REAL ESTATE INVESTMENT TRUST	706,826
MORRIS & DEBORAH KROMHOUT	54,464
MOTIVE ENERGY SYSTEMS	185,091
MOUNTAIN PACIFIC PROPERTIES LIMITED	92,080
MSR	110,222
MT BEGBIE BREWING COMPANY LIMITED	2,377,512
MUSKOKA BREWERY	67,223
N8 IDENTITY INC	516,128

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

7. Schedule of Payments (continued)
(unaudited)

Supplier Name	Amount
NATHAN FONG & ASSOCIATES	28,663
NAVIGO CONSULTING & COACHING INC	116,493
NEC CANADA INC	489,864
NELSON & DISTRICT CREDIT UNION	51,571
NELSON BREWING COMPANY, THE	2,834,665
NETWORK AGENCY LTD	123,912
NEW WORLD WINES	357,713
NEWFOUNDLAND LABRADOR LIQUOR CORPORATION	184,618
NEWFOUNDLAND LC - MOSAIQ	215,438
NEWPORT PROPERTY MANAGEMENT IN TRUST	246,667
NEXUS GLOBAL TRADING LIMITED	146,704
NIBBANA HOLDINGS INC	35,984
NK'MIP CELLARS INC	2,643,598
NO 168 SAIL VIEW VENTURES LTD	196,665
NOBLE BREWING COMPANY, THE	34,367
NOORT INVESTMENTS	75,681
NORMAND JOSEPH ANDERSEN	31,913
NORTH LANGLEY SHOPPING CENTRE LIMITED	207,846
NORTHAM BREWERY LP	8,525,106
NORTHAM BREWERY LP	11,638,792
NORTHAM MANAGEMENT LIMITED	838,818
NORTHILLS SHOPPING CENTRE	217,255
NOSEWORTHY IMPORTS LIMITED	119,373
NWA REALTY ADVISORS (FERNIE) LTD.	77,671
OCR CANADA LIMITED	26,226
OKANAGAN LIFT TRUCK SERVICES	47,331
OKANAGAN SPIRITS INC	48,539
OLD ABBEY ALES LTD	204,799
OLD YALE BREWING CO LIMITED	776,163
OLE SMOKY MOONSHINE	178,113
ONE WEST HOLDINGS LTD	142,071
ONNI PROPERTY MANAGEMENT SERVICES LTD.	778,605
OPERATION RED NOSE	25,000
ORACLE CANADA ULC	2,722,401
OSOYOOS LAROSE	1,124,858
OVERWAITEA FOOD GROUP LP	98,203
PACIFIC BREEZE WINERY LTD	191,118
PACIFIC NEWSPAPER GROUP INC	65,422
PACIFIC NORTHERN GAS LIMITED	34,195
PACIFIC WESTERN BREWING COMPANY	29,211,439
PACIFIC WINE & SPIRITS INC.	4,361,166
PAINTED ROCK ESTATE WINERY LTD	84,765
PALADIN SECURITY GROUP LTD	1,084,357
PARALLEL 49 BREWING COMPANY LTD	8,704,048

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

7. Schedule of Payments (continued)
(unaudited)

Supplier Name	Amount
PARAMOUNT PALLET, LP	720,373
PARK ROYAL SHOPPING CENTRE HOLDINGS LTD	660,792
PARMAR JANITORIAL SERVICES	43,004
PARTNERS REAL ESTATE INVESTMENT TRUST	405,920
PARTNERSHIPS BRITISH COLUMBIA INC	175,787
PATAGONIA IMPORTS LTD	1,195,640
PATRICIA HOTEL VANCOUVER	25,317
PATRON SPIRITS LIMITED, THE	132,130
PEACOCK & MARTIN	194,463
PENINSULA VILLAGE SHOPPING CENTRE LTD	299,156
PERFORMANCE PAINTING & DECORATING	70,565
PERSEPHONE BREWING COMPANY INC	1,398,062
PETER MIELZYNSKI AGENCIES LIMITED	16,670,713
PETER PRAEGEL	28,094
PETERSON COMMERCIAL PROPERTY MANAGEMENT INC	1,095,158
PHILIPPE DANDURAND WINES LIMITED	13,162,196
PHILLIPS BREWING CO	20,211,098
PHILLIPS PRODUCTS CO LLC	1,306,749
PHOENIX ENTERPRISES LTD	46,883
PILLITTERI ESTATES WINERY	174,351
PINNACLE INTERNATIONAL REALTY GROUP II INC	512,318
POPLAR GROVE WINERY	326,989
POSTAGE BY PHONE	31,500
POWELL STREET CRAFT BREWERY INC	804,579
PR BRIDGE SYSTEM LTD	70,666
PRECEPT WINE UNLIMITED COMPANY	314,910
PREMIER BRANDS LIMITED	4,208,143
PREMIER COASTS TRADING LIMITED	58,345
PREMIUM BEER COMPANY, THE	10,025,420
PRESTIGE WINE GROUP	126,897
PRESTIGE WINE GROUP CANADA	282,379
PRICEWATERHOUSECOOPERS LLP	67,874
PROCOM CONSULTANTS GROUP LTD	70,308
PROGRESS LUV2PAK INTERNATIONAL LTD	184,643
PROLIFT EQUIPMENT LIMITED	84,278
PROQUIP ON-SITE DIESEL REFUELING LTD	185,075
PROSPERO INTERNATIONAL REALTY INC.	1,077,206
PROXIMO SPIRITS CANADA INC	3,746,583
PTPC CORRUGATED COMPANY	273,291
PUBLIC SERVICE LONG TERM DISABILITY FUND	4,471,721
PURE GLOBAL IMPORTS INC	27,042
PURPLE VALLEY IMPORTS INC	62,263
QINGHUA INTL TRADE DEVELOPMENT CORP	474,920
QUAFF WINES & SPIRITS	25,276
QUAILS' GATE ESTATE WINERY LIMITED	2,740,109

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

7. Schedule of Payments (continued)
(unaudited)

Supplier Name	Amount
QUARTECH SYSTEMS LIMITED	265,894
R & B BREWING COMPANY LIMITED	525,951
R&H CREEKSIDE	228,302
RACINE WINE IMPORTS	134,875
RACKFORCE NETWORKS INCORPORATED	32,764
RADEV TRADE	48,845
RADIUM MOTORS LIMITED	56,248
RADONS BROS FARMS LIMITED	111,571
RAIN CITY BRANDS INC	1,026,987
RARE DRAMS DISTRIBUTORS INC	75,835
RAVENS BREWING COMPANY INC	102,754
RAVENSKILL ORCHARDS	27,917
RDO BREWING VENTURES LTD	546,204
REALCOM ADVISORS INC	335,766
RECEIVER GENERAL FOR CANADA	289,643,867
RED DOG WINE & SPIRITS LTD	302,992
RED ROOSTER WINERY	5,929,926
RED TRUCK BEER COMPANY LTD	5,273,664
REDMOND O'HANLON & THOMAS NOONAN	26,690
RENAISSANCE WINE MERCHANTS LIMITED	1,911,003
RESERVAS TEQUILA DISTRIBUTING INC	76,677
REVELRY IMPORT COMPANY INC	73,544
REVELSTOKE LAND & DEVELOPMENT CO LTD	126,594
REVOLUTION RESOURCE RECOVERY INC	28,263
RICHMOND PROPERTY GROUP LTD	483,487
RICOH CANADA INC	95,609
RIDGE BREWING COMPANY LTD	70,645
RIVERBEND METAL (1997) CORP	136,724
RKO BUSINESS SOLUTIONS INC.	60,527
RMI - ITF - CLEARBROOK TOWN CENTRE	348,100
ROAD 13 VINEYARDS	1,176,566
ROOFTOP CELLARS LIMITED	384,808
ROSSLAND BEER COMPANY	184,086
RP JOHNSON CONSTRUCTION LTD	188,965
RS COMMERCIAL PROPERTIES LTD	203,608
RURAL STORES LIMITED	148,054
RUSSIAN STANDARD VODKA CANADA LTD	1,892,432
RUTH SINGER INVESTMENT LIMITED	170,243
S J BAYKEY LTD	25,528
S.i. SYSTEMS C9565C	449,846
SAFFIRE WINES LIMITED	102,661
SAGE MIXOLOGY BOTTLE MANUFACTURING CO	29,236
SALSBURY DRIVE HOLDINGS LTD	1,265,089
SAMUEL STRAPPINIG SYSTEMS	46,272
SANI-COR	40,718

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

7. Schedule of Payments (continued)
(unaudited)

Supplier Name	Amount
SAZERAC DISTILLERS OF CANADA INC	376,447
SAZERAC OF CANADA INC	4,611,037
SCALAR DECISIONS INC	137,299
SCHENLEY DISTILLERIES INC	411,217
SD 5 VENTURES LIMITED	107,707
SEACOVE GROUP INC, THE	833,063
SEBUCOM INTERNATIONAL CORP	78,637
SECURIGUARD SERVICES LIMITED	284,215
SECURITY GROUP (VICTORIA)	49,078
SEDIMENTARY WINES INC	386,506
SEDLAK MANAGEMENT CONSULTANTS INC	843,271
SELECT WINE MERCHANTS LIMITED	9,998,383
SERGUEI ORLOV\ OST TRADING	138,213
SHANNON ALLARDYCE	43,532
SHAW BUSINESS A DIVISON OF SHAW TELECOM GP	180,042
SHEARDOWN'S FOODLINER LIMITED	33,368
SHEARWATER MARINE LTD	46,182
SHERWOOD MOUNTAIN BREWHOUSE LTD	348,881
SHI CANADA ULC	29,191
SHOPPERS CORNER LIMITED	311,227
SHUSWAP LAKE BREWING COMPANY	46,572
SIERRA SYSTEMS GROUP INC.	600,907
SIMAY INVESTMENTS LIMITED	101,068
SITE SPECIFIC MANAGEMENT LIMITED	39,463
SLEEMAN BREWERIES LTD	96,362,270
SMITHERS MALL INVESTMENTS INC	126,416
SNC - LAVALIN O&M	25,255
SOBEYS WEST INC	1,597,910
SOFTCHOICE LP	75,831
SOPHIE INVESTMENTS INC	293,974
SOURCE DISPLAY INC	573,033
SOUTH BY SOUTHWEST	146,149
SOVEREIGN WINE AND SPIRITS	131,964
SPICE TECHNOLOGY GROUP INC.	229,702
SPICERS CANADA ULC	114,654
SPINNAKERS BREW PUB INC	931,268
STAG'S HOLLOW WINERY & VINEYARD	195,521
STAPLES ADVANTAGE	561,078
STATEWOOD PROPERTIES LIMITED	117,803
STEAM WHISTLE BREWING	1,955,152
STEAMWORKS BREWING COMPANY LTD	6,576,839
STEEL & OAK BREWING COMPANY LTD	942,611
STERLING MANAGEMENT SERVICES LTD	200,424
STILE ENTERPRISES LIMITED	6,016,746
STONEBOAT VINEYARDS LTD	50,150

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

7. Schedule of Payments (continued)
(unaudited)

Supplier Name	Amount
STORM BREWING LIMITED	394,009
STROMA SERVICE CONSULTING INC.	115,710
STUFFED ANIMAL HOUSE, THE	328,106
SUMAC RIDGE ESTATE WINERY LIMITED	8,768,879
SUMMERHILL ESTATE WINERY	471,549
SUMMIT BROOKE CONSTRUCTION CORP	6,169,763
SUMMIT FINE WINES COMPANY	2,489,356
SUMUS TECHNOLOGY LTD.	86,468
SUNNYCREST MANAGEMENT LTD.	168,168
SUPERIOR PROPANE	25,335
SUTTON PLACE HOTEL, THE	161,427
T H WINES INC	203,246
TANDEM BUILDERS LTD	211,353
TANDEM WINE SELECTION INC	232,875
TAYLOR HILL AGENCIES LIMITED	159,430
TE SALES INCORPORATED	72,677
TEAM SALES LIMITED	85,783
TEEMA SOLUTIONS GROUP INC	286,755
TEEPEE HANDICRAFTS LIMITED	191,672
TEKSYSTEMS CANADA INC	188,838
TELUS COMMUNICATIONS COMPANY	270,869
TELUS MOBILITY	191,523
TELUS SERVICES INC	72,846
TERRAROSA IMPORTS INC	37,333
TESSLER & STEIN	33,631
THAT'S LIFE GOURMET LIMITED	621,985
THE VIEW WINERY INC	130,668
THE WINE GROUP	3,652,394
THERAPY VINEYARDS	88,947
THINK COMMUNICATIONS INC	217,688
THOMAS ROBERT AGENCY, THE	48,419
THORNHAVEN ESTATE WINERY	44,957
THREE RANGES BREWING COMPANY LTD	249,760
TIKAL CONSTRUCTION LTD.	284,430
TIMES COLONIST	29,763
TIN WHISTLE BREWING CO, THE	396,131
TINHORN CREEK VINEYARDS LIMITED	1,404,885
TOMRA COMPACTION LLC	248,425
TOP NOTCH COMMERCIAL REPAIRS	79,881
TOR THE OFFICE RESOURCE LTD	105,058
TORCHLIGHT BREWING INC	75,701
TOTAL GRAPHICS INC	481,480
TOWNSHIP 7 VINEYARDS AND WINERY LTD.	57,234
TOWNSITE BREWING INC.	988,574
TRADING POST BREWING CORPORATION	44,487

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

7. Schedule of Payments (continued)
(unaudited)

Supplier Name	Amount
TRAIL BAY PROPERTIES LIMITED	139,370
TRANS CANADA LABELS	47,052
TRANSPACIFIC REALTY ADVISORS ITF CALIDO ENTERPRISES LTD	219,134
TREASURY WINE ESTATES CANADA INC.	10,940,494
TREEN SAFETY (WORKSAFE) INC	43,326
TREO PORT MANN	39,591
TRIALTO WINE GROUP LIMITED	5,891,679
TRICOR TRANSPORTATION INC.	867,527
TRILLIUM BEVERAGE INC	1,327,482
TROY LIFE & FIRE SAFETY LTD	40,892
TRUE BLUE WIRE PRODUCTS	33,833
TUFF CITY BREWING LTD	2,327,942
TWIN SAILS BREWING INC	104,609
TXOTX BASQUE IMPORTS INC	25,369
UNIOLOGIK SYSTEMS INC	253,630
UNILYTICS CORPORATION	361,255
UNISOURCE CANADA INC	153,551
UNITED DISTRIBUTORS OF CANADA	896,190
UNTAPPED TRADING INCORPORATED	878,497
UPAKNEE INC	38,209
URBAN DESIGN GROUP ARCHITECTS LIMITED	105,769
VALEMOUNT HOLDINGS LIMITED	29,506
VALENTINA'S HOLDING CO LIMITED	52,286
VAN KAM FREIGHTWAYS LIMITED	11,372,231
VANCOUVER CONVENTION CENTRE	39,087
VANCOUVER ISLAND BREWING COMPANY	6,373,308
VANCOUVER NEOLITE LTD.	104,945
VARGAS HOLDINGS CO LIMITED	42,340
VELOSUS SOLUTIONS	1,392,473
VENUS 2011 IMPORTERS	32,499
VICTOR PROJECTS LIMITED	394,073
VICTORIA SPIRITS	156,382
VIKAS ENTERPRISES LTD	477,347
VINEQUEST WINE PARTNERS GP LTD	55,498
VINO ALLEGRO WINE IMPORTS INC	440,652
VINTAGE CORKS	1,471,544
VINTAGE TRADE LIMITED	302,084
VINTAGE WEST WINE MARKETING INC	2,839,861
VISUAL VERIFICATION SYSTEMS INC	115,849
VONALBRECHT & ASSOCIATES BROKERAGES INC	34,965
WAGLISLA FREIGHT LIMITED PARTNERSHIP	92,523
WAJAX EQUIPMENT	29,319
WALDORF WINE GROUP INC	871,112
WARRINGTON PCI MANAGEMENT	279,381
WARRINGTON PCI MANAGEMENT ITF	342,151

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

7. Schedule of Payments (continued)
(unaudited)

Supplier Name	Amount
WELLS WATER WORKS SERVICE LIMITED	70,107
WERNER SMITH MECHANICAL INC	350,765
WESBROOK PROPERTIES	306,520
WESCO DISTRIBUTION CANADA LP	67,437
WESGROUP PROPERTIES LP	205,429
WEST COAST ELEVATOR SERVICES LIMITED	96,743
WESTBIER ENTERPRISES LTD	98,857
WESTERN SALES LIMITED	54,330
WESTLO FINANCIAL CORP	516,684
WHEELHOUSE BREWING COMPANY	159,698
WHITE ROCK BEACH BEER CO INC	34,691
WHITE SAILS BREWING LTD	70,657
WHITEHALL AGENCIES INC	485,430
WHITEHAVEN WINE COMPANY LTD	623,666
WILD GOOSE VINEYARDS & WINERY	828,876
WILLIAM GRANT & SONS	2,590,646
WILLIAM PREMIUM CIDER	89,103
WILLIAMS MACHINERY LIMITED	42,974
WINE COUNTRY WELCOME CENTRE INC	124,355
WINE PLUS	43,053
WINEQUEST WINE & SPIRIT	86,901
WIS INTERNATIONAL	155,581
WL CONSTRUCTION LTD	58,290
WOLF BREWING COMPANY	331,273
WOLRIGE MAHON LLP	34,650
WOOREE TRADING LTD	440,635
WORKSAFE BC	3,007,738
WORLD WINE SYNERGY INC	49,599
WPCG	2,291,232
WPS DISASTER MANAGEMENT SOLUTIONS LTD.	60,911
WRAY & NEPHEW CANADA LIMITED	157,785
XEROX CANADA LTD	867,601
YALETOWN BREWING CO	42,883
YANNICK TREFFOT	116,350
YELLOW DOG BREWING COMPANY INC	1,208,255
YK3 SAKE PRODUCER INC	26,226
YV TRADE GROUP LTD	41,898
Suppliers who received aggregate payments exceeding \$25,000	2,132,035,668
Suppliers who received aggregate payments less than \$25,000	4,571,784
Total aggregate amount paid to suppliers	<u>2,136,607,452</u>

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

7. Schedule of Payments (continued)
(unaudited)

Ministry of Finance - Corporate Purchasing Card and Business Travel Account	
Supplier Name	Amount
AIR CANADA	112,103
SHAW	36,585
	<hr/>
Payments to suppliers > \$25,000	148,688
Payments to suppliers \$25,000 or less	668,921
	<hr/>
Total	817,609
(Included in Ministry of Finance total of \$15,265,113)	<hr/> <hr/>

8. Payment to Suppliers Reconciliation
(unaudited)

	2015/16
Total of aggregate payments exceeding \$25,000 paid to suppliers	2,132,035,668
Consolidated total of payments of \$25,000 or less paid to suppliers	<hr/> 4,571,784
Total payments to suppliers	2,136,607,452
Reconciling items:	
Employee related payments	148,805,620
Non-cash operating expenses	225,106,941
Supplier payments not included in operating expenses	(5,207,965)
Third party remittances	(352,256,878)
Change in balance sheet accounts	(28,040,217)
Other	10,588,586
	<hr/> 2,135,603,539
Total per Statement of Revenue and Expenditure	
Cost of Goods Sold	1,809,580,924
Operating Expenses	326,022,615
	<hr/> 2,135,603,539
Variance	<hr/> <hr/> \$ -

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

BRITISH COLUMBIA LIQUOR DISTRIBUTION BRANCH
For the Fiscal Year Ended March 31, 2016

9. Statement of Payments for Grants and Contributions

BC Liquor Distribution Branch paid \$36,500 to various municipalities for fees in lieu of business licenses.

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

10. 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, 2016