

STRATEGIC CHARITABLE GIVING FOUNDATION

Annual Audited Financial Statements

For the Year Ended December 31, 2022



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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Strategic Charitable Giving Foundation

Opinion

We have audited the financial statements of Strategic Charitable Giving Foundation (the Entity), which comprise:

- the statement of financial position as at December 31, 2022
- the statement of operations and fund balance for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at December 31, 2022, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "***Auditor's Responsibilities for the Audit of the Financial Statements***" section of our auditor's report.

We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements.

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

Emphasis of Matter - Comparative Information

We draw attention to Note 7 to the financial statements, which explains that certain comparative information presented for the year ended December 31, 2021 has been restated. Note 7 explains the reason for the restatement and also explains the adjustments that were applied to restate certain comparative information.

Our opinion is not modified in respect of this matter.



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Other Matter - Comparative Information

As part of our audit of the financial statements for the year ended December 31, 2022, we also audited the adjustments that were applied to restate certain comparative information presented for the year ended December 31, 2022.

In our opinion, such adjustments are appropriate and have been properly applied.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian accounting standards for not-for-profit organizations, 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.

In preparing the financial statements, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

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



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We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

KPMG LLP

Chartered Professional Accountants, Licensed Public Accountants

Vaughan, Canada

June 21, 2023

STRATEGIC CHARITABLE GIVING FOUNDATION

STATEMENT OF FINANCIAL POSITION

December 31, 2022, with comparative information for 2021

	2022	2021
	\$	Restated (Note 7) \$
Assets		
Current assets		
Cash	5,987,898	4,032,150
Due from brokers	3,848,795	5,643,155
	<u>9,836,693</u>	<u>9,675,305</u>
Investments (Note 3)	373,276,592	404,367,136
Investment in life insurance	<u>7,586,654</u>	<u>6,700,256</u>
Total assets	<u>390,699,939</u>	<u>420,742,697</u>
Liabilities, Deferred Contributions and Fund Balance		
Current liabilities		
Accounts payable and accrued liabilities	588,236	474,530
Administration fees payable (Note 4a and 5)	752,394	780,587
Grants payable	1,491,905	2,067,992
Total liabilities	<u>2,832,535</u>	<u>3,323,109</u>
Deferred contributions	<u>7,586,654</u>	<u>6,700,256</u>
Fund balance	<u>380,280,750</u>	<u>410,719,332</u>
Total liabilities, deferred contributions and fund balance	<u>390,699,939</u>	<u>420,742,697</u>

On behalf of the Board:



Nick Westlind – Chairman of the Board



Herman Facchinelli – Treasurer

See accompanying notes to the financial statements.

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STRATEGIC CHARITABLE GIVING FOUNDATION

STATEMENT OF OPERATIONS AND FUND BALANCE

Year ended December 31, 2022, with comparative information for 2021

	2022	2021
	\$	Restated (Note 7) \$
Revenue		
Dividend and interest income from eligible mutual funds	6,876,053	18,463,488
Realized gain/(loss)	(1,165,281)	4,845,820
Other investment income	85,175	20,023
Total revenue	<u>5,795,947</u>	<u>23,329,331</u>
Expenses		
Charitable administration fees (Note 4a)	1,507,171	1,555,287
Commission on disposition of securities	24,120	23,343
Operating expenses (Note 4b)	250,252	258,861
Interest and bank charges	5,981	7,866
Total expenses	<u>1,787,524</u>	<u>1,845,357</u>
Excess of revenue over expenses before the following:	<u>4,008,423</u>	<u>21,483,974</u>
Donor contributions	42,759,541	62,939,054
Disbursements to charities	(30,515,586)	(23,384,184)
Change in unrealized gain/(loss)	(46,690,960)	12,999,959
Excess/(Shortfall) of revenue over expenses	<u>(30,438,582)</u>	<u>74,038,803</u>
Fund balance, beginning of year	410,719,332	336,680,529
Fund balance, end of year	<u>380,280,750</u>	<u>410,719,332</u>

See accompanying notes to the financial statements.

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STRATEGIC CHARITABLE GIVING FOUNDATION

STATEMENT OF CASH FLOWS

Year ended December 31, 2022, with comparative information for 2021

	2022	2021
	\$	Restated (Note 7) \$
Cash provided by/(used in)		
Operating Activities		
Excess/(Shortfall) of revenue over expenses	(30,438,582)	74,038,803
Net change in non-cash items:		
Net realized (gain)/loss on investments	1,165,281	(4,845,820)
Change in unrealized (gain)/loss	46,690,960	(12,999,959)
Change in non-cash working capital	2,190,184	9,785,176
Net cash (used)/provided in operating activities	<u>19,607,843</u>	<u>65,978,200</u>
Investing Activities		
Purchase of investments	(108,928,858)	(188,809,169)
Proceeds from sale of investments	91,276,763	123,285,543
Net cash used in investing activities	<u>(17,652,095)</u>	<u>(65,523,626)</u>
Net increase in cash during the year	1,955,748	454,574
Cash – beginning of year	4,032,150	3,577,576
Cash – end of year	<u>5,987,898</u>	<u>4,032,150</u>

See accompanying notes to the financial statements.

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STRATEGIC CHARITABLE GIVING FOUNDATION

NOTES TO FINANCIAL STATEMENTS

1. Organization and Objective of the Strategic Charitable Giving Foundation

The Strategic Charitable Giving Foundation (the "Foundation") was formed on March 17, 2006, with operations commencing on July 4, 2006, as a non-profit charitable organization. It is registered as a public foundation with the Canada Revenue Agency and with the Quebec Ministry of Revenue. It is exempt from income taxes provided certain requirements under the Income Tax Act (Canada) ("Tax Act") are met. As such, it can issue charitable donation receipts. The Foundation was previously incorporated under the Canada Corporations Act and was continued under the Canadian Not-For-Profit Corporations Act in April 2013.

The Foundation manages and administers the assets of the three charitable giving fund programs (individually the "Program" or collectively the "Programs") developed by each of Mackenzie Financial Corporation ("Mackenzie"), Quadrus Investment Services Ltd. ("Quadrus") and Investors Group Inc. ("Investors Group"). Mackenzie is the Foundation's charitable administration provider. The charitable giving funds, also known as donor-advised funds, are dedicated to helping donors increase and sustain their charitable giving. The objective of the Foundation is to receive and maintain charitable giving funds and to apply all or part of the principal and income from those funds to eligible charities. The program stipulates that in year one of a contribution, a maximum of 25% of the contribution can be disbursed. Thereafter, there are no maximum restrictions.

A Board of Directors (the "Board") governs the Foundation. A majority of the Board is independent of Mackenzie, Quadrus, Investors Group, and their affiliates. The Board has sole discretion over each donor advised account (individually an "Account" and collectively the "Accounts") in the Programs and the activities relating to these Accounts. Although the Board has ultimate authority over each Account, it will generally act on the recommendations of the donor (or parties authorized by the donor) with respect to naming the Account, appointing a financial advisor for the Account, investing among the eligible Mackenzie, Quadrus and Investors Group funds, making grants to eligible charities and recommending how the Account will be managed after the donor's lifetime.

These financial statements reflect the combined assets of donor advised funds in the Programs developed within the Foundation.

2. Significant Accounting Policies

These financial statements have been prepared by management in accordance with Canadian Accounting Standards for Not-For-Profit Organizations in Part III of The Chartered Professional Accountants Canada Handbook.

(a) Use of judgment, estimates and assumptions

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the year. Actual results could differ from those estimates.

(b) Revenue recognition

The Foundation follows the deferral method of accounting for contributions. Donor contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Donations of assigned insurance policies from living donors, including subsequent donated premiums, are treated as deferred contributions when received and recognized as a contribution in the year the death benefit becomes payable to the Foundation.

(c) Financial instruments

Financial instruments are recorded at fair value on initial recognition. Equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The Foundation has elected to carry any such financial instruments at fair value.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred.

STRATEGIC CHARITABLE GIVING FOUNDATION

NOTES TO FINANCIAL STATEMENTS

2. Significant Accounting Policies (cont'd)

(c) Financial instruments (cont'd)

The fair value of investments as at the financial reporting period end is determined as follows:

- (i) Donations of securities are recorded at their market value on the date received by the Foundation. The Foundation is subject to equity and other risks pending the sale of donated securities. Donations of assigned life insurance policies are recorded at their cash surrender value on the date the Foundation becomes the named beneficiary of the policy; the cash surrender value is updated annually. Donations of cash and net proceeds from the sale of donated securities are invested in eligible mutual funds.
- (ii) Mutual fund securities for the applicable series are valued on a business day at the price calculated by the manager of such mutual fund in accordance with the constating documents of such mutual fund.

Investments in securities listed on a public securities exchange or traded on an over-the-counter market are valued at the closing bid price. Where no closing bid price is available the last sale or close price is used. Unlisted or non-exchange traded investments, or investments where a last sale or close price is unavailable or investments for which market quotations are, in Mackenzie's opinion, inaccurate, unreliable or not reflective of all available material information, are valued at their fair value as determined by Mackenzie.

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the Foundation determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the Foundation expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

(d) Investment transactions and income recognition

Investment transactions are accounted for on a trade date basis. Income from investments other than a mutual fund is recognized on an accrual basis. Interest income is accrued based on the number of days the investment is held during the year. Dividends are accrued as of the ex-dividend date. Gains or losses on the sale of investments, including any foreign exchange gains or losses on such investments, are calculated on an average cost basis. Distributions received from a mutual fund are included in interest income, dividend income or realized gains (losses) on sale of investments, as applicable.

(e) Foreign exchange

Foreign currency purchases and sales of investments and foreign currency dividend and interest income and expenses are translated to Canadian dollars at the rate of exchange prevailing at the time of the transactions.

Foreign exchange gains (losses) on purchases and sales of foreign currencies are included in the Statement of Operations – Realized gains (losses).

The fair value of investments and other assets and liabilities, denominated in foreign currencies, are translated to Canadian dollars at the rate of exchange prevailing on each business day.

STRATEGIC CHARITABLE GIVING FOUNDATION

NOTES TO FINANCIAL STATEMENTS

3. Investments

As at December 31, 2022

Number of units / shares	Name of Mutual Funds	Fair value	Average cost	Unrealized Gain/(Loss)
	Eligible Mutual Funds	\$	\$	\$
	Mackenzie			
298,421	Mackenzie Balanced ETF Portfolio	3,042,442	3,313,688	(271,246)
437,966	Mackenzie Bluewater Canadian Growth Balanced	6,069,913	6,038,370	31,543
16,336	Mackenzie Conservative ETF Portfolio	157,089	173,699	(16,610)
134,249	Mackenzie Conservative Income ETF Portfolio	1,282,554	1,287,741	(5,187)
1,870,455	Mackenzie Global Strategic Income Fund	21,377,661	23,949,920	(2,572,259)
23,427	Mackenzie Global Sustainable Balanced Fund	226,302	245,841	(19,539)
989,665	Mackenzie Growth ETF Portfolio	11,050,905	11,494,691	(443,786)
1,746,228	Mackenzie Income Fund	7,623,350	9,462,646	(1,839,296)
24,338	Mackenzie Ivy Canadian Balanced Fund	284,901	282,820	2,081
577,997	Mackenzie Ivy Global Balanced Fund	7,495,959	7,832,339	(336,380)
589,514	Mackenzie Moderate Growth ETF Portfolio	6,180,785	6,647,075	(466,290)
17,036	Mackenzie Monthly Income Balanced Portfolio	160,942	173,707	(12,765)
1,989	Mackenzie Monthly Income Conservative Portfolio	17,137	19,784	(2,647)
449,040	Mackenzie Private Global Income Balanced Pool	5,411,002	5,813,416	(402,414)
669,818	Mackenzie Private Income Balanced Pool	8,067,123	8,902,542	(835,419)
611,141	Mackenzie Strategic Income Fund	6,751,661	7,807,235	(1,055,574)
6,149,316	Symmetry Balanced Portfolio	72,259,731	75,594,683	(3,334,951)
243,189	Symmetry Conservative Income Portfolio	2,304,385	2,420,301	(115,916)
276,093	Symmetry Conservative Portfolio	3,060,387	3,350,061	(289,674)
281,596	Symmetry Growth Portfolio	3,697,560	4,030,035	(332,475)
2,115,358	Symmetry Moderate Growth Portfolio	24,469,748	27,020,183	(2,550,435)
		190,991,537	205,860,777	(14,869,240)
	Canada Life			
17,674	Canada Life Advanced Portfolio	315,970	320,321	(4,351)
561,660	Canada Life Balanced Portfolio	8,384,340	8,706,022	(321,682)
3,104	Canada Life Canadian Fixed Income Balanced Fund II	45,404	48,517	(3,113)
192,649	Canada Life Moderate Portfolio	2,312,791	2,503,730	(190,939)
108,165	Canada Life Strategic Income Fund II	984,682	1,218,526	(233,844)
894,405	Canada Life Strategic Income Fund	10,583,148	11,480,417	(897,269)
		22,626,335	24,277,533	(1,651,198)
	Investors Group			
1,969,126	IG Core Portfolio - Income Focus	21,697,732	22,975,998	(1,278,266)
1,798,371	IG Core Portfolio - Income Balanced	20,607,870	20,908,663	(300,793)
792,638	IG Core Portfolio - Balanced	9,353,371	10,071,564	(718,193)
4,296,448	IG Mackenzie Dividend Fund	63,060,265	63,261,150	(200,885)
1,097,000	IG Managed Risk Portfolio - Balanced	12,458,822	13,110,182	(651,360)
2,884,815	IG Managed Risk Portfolio - Income Balanced	31,230,724	31,493,068	(262,344)
		158,408,784	161,820,625	(3,411,841)

STRATEGIC CHARITABLE GIVING FOUNDATION

NOTES TO FINANCIAL STATEMENTS

3. Investments (cont'd)

As at December 31, 2022

Number of units / shares	Name of Mutual Funds / Securities	Fair value	Average cost	Unrealized Gain/(Loss)
	Ineligible Mutual Funds	\$	\$	\$
	Other Mutual Funds / Equities			
800	Algonquin Power and Utilities	7,160	7,160	—
223	ATS Corporation	9,107	9,107	—
730	Bank of Montreal	82,583	82,583	—
130	Bank of Nova Scotia	8,507	8,507	—
120	Brookfield Corp CL-A LVS	5,110	5,110	—
165	Brookfield Renew Egy LPU	6,110	6,110	—
40	Brookfield Ren-A-EXC SV W/I	1,691	1,691	—
34	Canadian National Railway	5,543	5,543	—
239	Capital Group Global Equity Fund SER F NL	10,000	10,000	—
200	Cymbria Corp CL-A	11,302	11,302	—
2,593	Dynamic Canadian Dividend Fund Ser F NL	55,000	55,000	—
11,197	Dynamic Dividend Fund	210,389	210,389	—
1,327	Dynamic Global Infrastructure Fund FE	27,660	27,660	—
1,833	Dynamic Global Yield Private Pool Series A - FE	19,078	19,078	—
5,000	ECN Capital Corp	13,800	13,800	—
1,391	Edgepoint Global Growth & Income Portfolio Series A FE	34,200	34,200	—
119	Enbridge Inc	6,287	6,287	—
375	Fidelity Canadian Large Cap Class Ser B FE	10,547	10,547	—
4,139	Fidelity Global Asset Allocation Private Pool Ser B - FE	42,538	42,538	—
2,701	Fidelity Northstar Balanced Fund SER B FE	34,438	34,438	—
18	IG FI U.S. Large Cap Equity Class U	500	500	—
55	IG Franklin Bissett Canadian EQ Class U	1,000	1,000	—
64	IG JPMorgan Emerging Markets Class U	1,000	1,000	—
685	IG Mackenzie European Equity Fund U	10,000	10,000	—
61	IG Mackenzie European Mid-Cap EQ Class U	1,000	1,000	—
39	IG Mackenzie Global Health Care Class SR U NL	1,000	1,000	—
26	IG Mackenzie Global Science & Tech Class U	1,000	1,000	—
56	IG Mackenzie International Small Cap CL F	1,000	1,000	—
30	IG Putnam U.S. Growth Fund U	1,000	1,000	—
429	Invesco EQC Canadian Premier Equity Fund Ser F NL	12,064	12,064	—
105	iProfile Active Allocation Private Pool IV Ser I NL	1,120	1,120	—
164	iProfile Active Allocation Private Pool Ser I NL	1,556	1,556	—
127	iProfile Alternatives Private Pool Ser I NL	1,249	1,249	—
3,045	iProfile Canadian Equity Private Class Ser I NL	49,086	49,086	—
158	iProfile Canadian Equity Private Pool Ser I NL	4,034	4,034	—
45	iProfile Emerging Markets Private Class	664	664	—
20	iProfile Emerging Markets Private Pool Ser I NL	671	671	—
241	iProfile ETF Private Pool Ser I NL	2,382	2,382	—
882	iProfile Fixed Income Private Pool Ser I NL	9,577	9,577	—
99	iProfile International Equity Private Class	1,566	1,566	—
178	iProfile International Equity Private Pool Ser I NL	1,970	1,970	—
212	iProfile Low Volatility Private Pool Ser I NL	2,151	2,151	—
2,233	iProfile U.S. Equity Pool I	54,455	54,455	—
42	iProfile U.S. Equity Private Class	1,319	1,319	—
1,697	Mackenzie Corporate Bond Ser F NL	6,823	6,823	—

STRATEGIC CHARITABLE GIVING FOUNDATION

NOTES TO FINANCIAL STATEMENTS

3. Investments (cont'd)

As at December 31, 2022

Number of units / shares	Name of Mutual Funds / Securities	Fair value	Average cost	Unrealized Gain/(Loss)
Ineligible Mutual Funds (cont'd)		\$	\$	\$
Other Mutual Funds / Equities (cont'd)				
1,339	Manulife Dividend Income Fund FE	18,358	18,358	—
2,525	Manulife Financial Corporation	60,423	60,423	—
3,550	Manulife Global Balanced Fund FE	60,709	60,709	—
1,401	Manulife U.S. Dividend Income Fund FE	19,088	19,088	—
100	Microsoft Corporation	33,262	33,262	—
4,000	Nuvista Energy Ltd	49,520	49,520	—
180	Royal Bank of Canada	22,988	22,988	—
86	Sec Technology Spdr SBI	14,478	14,478	—
203	Sentry Small/Mid Cap Income Fund FE	5,000	5,000	—
1,474	Signature High Income Fund FE	17,696	17,696	—
349	Signature Select Canadian Fund FE	10,000	10,000	—
767	Sun Life Financial	48,155	48,155	—
150	TC Energy Corp	8,166	8,166	—
2,018	TD Dividend Growth Fund ISC	82,377	82,377	—
2,900	Whitecap Resource Inc New	30,479	30,479	—
		1,249,936	1,249,936	—
Total Investments		373,276,592	393,208,871	(19,932,279)

STRATEGIC CHARITABLE GIVING FOUNDATION

NOTES TO FINANCIAL STATEMENTS

3. Investments (cont'd)

As at December 31, 2021

Number of units / shares	Name of Mutual Funds	Fair value	Average cost	Unrealized Gain/(Loss)
	Eligible Mutual Funds	\$	\$	\$
	Mackenzie			
173,072	Mackenzie Balanced ETF Portfolio	2,067,927	1,985,673	82,254
428,371	Mackenzie Canadian Growth Balanced	6,614,954	5,824,956	789,998
28,221	Mackenzie Conservative ETF Portfolio	317,343	310,429	6,914
1,840	Mackenzie Conservative Income ETF Portfolio	20,610	20,202	408
1,793,948	Mackenzie Global Strategic Income Fund	24,233,952	23,358,257	875,695
23,888	Mackenzie Global Sustainable Balanced Fund	287,135	251,585	35,550
673,706	Mackenzie Growth ETF Portfolio	8,777,191	7,829,473	947,718
1,814,895	Mackenzie Income Fund	9,176,958	9,818,655	(641,697)
20,450	Mackenzie Ivy Canadian Balanced Fund	259,751	239,118	20,633
594,220	Mackenzie Ivy Global Balanced Fund	8,588,350	8,020,148	568,202
423,787	Mackenzie Moderate Growth ETF Portfolio	5,195,380	4,888,548	306,832
16,247	Mackenzie Monthly Income Balanced Portfolio	173,352	166,312	7,040
1,999	Mackenzie Monthly Income Conservative Portfolio	19,669	19,973	(304)
469,441	Mackenzie Private Global Income Balanced Pool	6,719,244	6,256,289	462,955
533,886	Mackenzie Private Income Balanced Pool	7,554,945	7,403,091	151,854
639,373	Mackenzie Strategic Income Fund	7,964,588	8,126,281	(161,693)
5,976,829	Symmetry Balanced Portfolio	79,034,630	73,951,318	5,083,312
80,827	Symmetry Conservative Income Portfolio	896,466	905,403	(8,937)
246,177	Symmetry Conservative Portfolio	3,141,619	3,048,359	93,260
221,319	Symmetry Growth Portfolio	3,360,109	3,303,414	56,695
2,067,398	Symmetry Moderate Growth Portfolio	28,197,120	27,079,655	1,117,465
		202,601,293	192,807,139	9,794,154
	Quadrus			
2,261	Canada Life Advanced Portfolio	45,652	46,493	(841)
569,722	Canada Life Balanced Portfolio	9,678,034	8,825,599	852,435
3,185	Canada Life Canadian Income Fund	52,850	49,881	2,969
234,477	Canada Life Moderate Portfolio	3,251,773	3,087,333	164,440
115,426	Canada Life Monthly Income Fund	1,213,205	1,312,668	(99,463)
928,847	Canada Life Strategic Income Fund	12,106,744	12,017,775	88,969
		26,348,258	25,339,749	1,008,509
	Investors Group			
2,058,996	IG Core Portfolio – Income Focus	25,572,821	24,217,891	1,354,930
1,633,078	IG Core Portfolio – Income Balanced	21,046,809	19,010,549	2,036,260
590,388	IG Core Portfolio – Balanced	7,874,029	7,679,209	194,820
3,919,522	IG Mackenzie Dividend Fund	68,199,193	60,454,116	7,745,077
913,491	IG Managed Risk Portfolio – Balanced	11,546,343	10,969,970	576,373
3,151,683	IG Managed Risk Portfolio – Income Balanced	38,252,235	34,203,677	4,048,558
		172,491,430	156,535,412	15,956,018

STRATEGIC CHARITABLE GIVING FOUNDATION

NOTES TO FINANCIAL STATEMENTS

3. Investments (cont'd)

As at December 31, 2021

Number of units / shares	Name of Mutual Funds / Securities	Fair value	Average cost	Unrealized Gain/(Loss)
Ineligible Mutual Funds		\$	\$	\$
Other Mutual Funds / Equities / Bonds				
100	Advanced Micro Devices, Inc.	18,354	18,354	—
130	AGF U.S. Small Mid Cap Fund LL	10,859	10,859	—
250	Apple Inc.	55,903	55,903	—
205	Bank of America	11,634	11,634	—
180	Bank of Montreal	24,405	24,405	—
54,000	Birchcliff Energy Ltd	345,060	345,060	—
85	BMO Nasdaq 100 Equity HG CD ETF	10,040	10,040	—
494	Cambridge Canadian Equity Corporate Class FE	10,000	10,000	—
515	Canoe Energy Portfolio Class FE	3,853	3,853	—
70	Dynamic Global Dividend Fund Ser F NL	2,096	2,096	—
660	Dynamic Power American Growth Class Ser F NL	21,000	21,000	—
350	Dynamic Power Global Growth Class Ser F NL	13,485	13,485	—
2,065	Dynamic Strategic Yield Fund Ser I NL	30,000	30,000	—
155	Eli Lilly & CO	54,177	54,177	—
1,231	Fidelity American Equity Class Ser F NL	35,000	35,000	—
350	Fidelity Global Innovators Class Ser B FE	10,387	10,387	—
3,294	Fidelity Insights Class SR F8 NL	120,000	120,000	—
491	Fidelity Insights Currency Neutral Class Ser F NL	11,902	11,902	—
49,435	Franklin Quotential Balanced Growth Portfolio – Series PF NL	614,411	614,411	—
125	Gartner Inc	53,016	53,016	—
9,085	IG Putnam US Growth Class U	420,128	420,128	—
400	IGM Financial	18,660	18,660	—
282	iProfile Active Allocation Private Pool II Ser I NL	3,000	3,000	—
87	iProfile Alternatives Private Pool Ser I NL	900	900	—
673	iProfile Canadian Equity Private Class Ser I NL	12,088	12,088	—
608	iProfile Canadian Equity Private Pool Ser I NL	17,206	17,206	—
19	iProfile Emerging Markets Private Class	350	350	—
23	iProfile Emerging Markets Private Pool Ser I NL	930	930	—
237	iProfile ETF Private Pool Ser I NL	2,700	2,700	—
2,418	iProfile Fixed Income Private Pool Ser I NL	32,940	32,940	—
868	iProfile Global Neutral Balanced Portfolio Ser I NL	10,000	10,000	—
336	iProfile International Equity Private Class	5,950	5,950	—
146	iProfile International Equity Private Pool Ser I NL	1,800	1,800	—
165	iProfile Low Volatility Private Pool Ser I NL	1,800	1,800	—
87	iProfile U.S. Equity Pool I	2,500	2,500	—
141	iProfile U.S. Equity Private Pool Ser I NL	3,900	3,900	—
868	iProfile US Equity Private Class	31,450	31,450	—
808	Manulife Dividend Inc. Class FE	24,000	24,000	—
2,000	Manulife Financial Corporation	47,840	47,840	—
157	Microsoft Corp.	67,203	67,203	—
25	National Bank of Canada	2,434	2,434	—
50	Nvidia Corp	18,612	18,612	—
700	Occidental Petroleum Corp	25,844	25,844	—
1,579	Scotia Innova Balanced Income Portfolio Class NL	21,208	21,208	—
70	Sec Technology Spdr SBI	15,514	15,514	—
1,000	Select Income Corporate Class	15,106	15,106	—
15,862	Select Income Managed Corporate Class 100I FE	191,046	191,046	—
268	Sun Life Financial	18,870	18,870	—
250	TC Energy Corp	14,708	14,708	—
230	Tesla Motors Inc	314,503	314,503	—
166	Thomson Reuters Corp-New	25,112	25,112	—
1,062	Toronto Dominion Bank	102,271	102,271	—
		2,926,155	2,926,155	—
Total Investments		404,367,136	377,608,455	26,758,681

Strategic
CHARITABLE GIVING
Foundation

STRATEGIC CHARITABLE GIVING FOUNDATION

NOTES TO FINANCIAL STATEMENTS

3. Investments (cont'd)

The Foundation holds investments in eligible mutual funds which are subject to currency risk, interest rate risk and other price risk. These risks will also impact future cash flow streams of the Foundation, including dividend and interest income, gains and losses and administration fees.

Currency risk arises when the fair value of financial instruments that are denominated in a currency other than the Canadian dollar, which is the Foundation's reporting currency, fluctuates due to changes in exchange rates.

Interest rate risk arises when the fair value of interest-bearing financial instruments fluctuates due to changes in the prevailing levels of market interest rates.

Other price risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer, or all factors affecting all instruments traded in a market or market segment.

The Foundation manages these risks by holding a diverse portfolio of eligible mutual funds. Each fund is actively managed by a team of professional, experienced portfolio advisors, who monitor the funds' positions and market events daily, and diversify the Funds' portfolios within the constraints of each Fund's investment objective.

The Foundation does not enter into any derivative instrument arrangements for hedging or speculative purposes.

There has been no change to the risk exposure from 2021.

4. Related Party Transactions

(a) Charitable administration fees

The charitable administration fee is payable to Mackenzie, a related party, and is chargeable to all Accounts under the Mackenzie, Investors Group and Canada Life Programs at a fixed rate of 0.55% of the Account Balance.

In addition to the charitable administration fees charged by the Foundation, the Foundation's investments in eligible mutual funds are also subject to management fees and operating expenses charged by those mutual funds.

(b) Operating expenses

Under the Charitable Administration Services Agreement (the "Agreement") between the Foundation and Mackenzie, Mackenzie arranges for the provision of other services for the Foundation and includes such items as: external auditor and legal fees, regulatory filing fees, insurance and printing of the annual report. These operating expenses are paid by Mackenzie from the charitable administration fees chargeable to the Accounts.

Also included in operating expenses are managements fees paid to Mackenzie for certain high net worth mutual fund series offered under the Mackenzie Program for qualifying donors of \$200,835 (2021 – \$200,604). Rather than collecting a management fee directly from the mutual fund, Mackenzie collects a management fee by redeeming securities from these mutual fund series. The proceeds from these redemptions are payable to Mackenzie by the Foundation.

5. Administration Fee Payable

Included in administration fee payable are government remittances payable of \$28,468 (2021 – \$25,561) related to harmonized sales taxes payable.

STRATEGIC CHARITABLE GIVING FOUNDATION

NOTES TO FINANCIAL STATEMENTS

6. Program Enhancements

(a) 2022 Program Enhancements

For the period ended December 31, 2022, no program enhancements were implemented.

(b) 2021 Program Enhancements

Effective January 1, 2021, the list of eligible funds under the Quadrus program was revised to only include the following funds:

- Canada Life Conservative Fund
- Canada Life Moderate Fund
- Canada Life Balanced Fund
- Canada Life Advanced Fund

All other mutual funds have been removed from the list of eligible mutual funds available under the Quadrus program, however investments in these other mutual funds made prior to January 1, 2021, may continue to be held.

7. Restatement of Prior Year Information

The Foundation no longer records contributions directly to net assets as the contributions are not permanently endowed based on amended Program Guidelines. As such, all donations received in 2022 are recognized as donor contributions in the Statement of Changes in Operations and Fund Balances. Comparative information has been restated and reclassified on the statements accordingly.

Below summarizes the impact of the restatement in the comparative figures:

	As previously reported, December 31, 2021	Adjustment	As restated December 31, 2021
	\$	\$	\$
STATEMENT OF OPERATIONS			
Donor contributions	–	62,939,054	62,939,054
Excess/(shortfall) of revenue over expenses	11,099,749	62,939,054	74,038,533
STATEMENT OF CHANGES IN FUND BALANCES			
Endowment contributions	62,939,054	(62,939,054)	–
Endowment fund balance, opening	369,242,751	(369,242,751)	–
Unrestricted fund balance, opening	(32,562,222)	369,242,751	336,680,529
Endowment fund balance, ending	432,181,805	(432,181,805)	–
Unrestricted fund balance, ending	(21,462,473)	432,181,805	410,719,332