

## ***Interim Unaudited Financial Statements***

*For the Six-Month Period Ended September 30, 2018*

*These Interim Unaudited Financial Statements do not contain the Interim Management Report of Fund Performance (“MRFP”) of the investment fund. You may obtain a copy of the Interim MRFP, at no cost, by contacting us using one of the methods noted under Fund Formation and Series Information or by visiting the SEDAR website at [www.sedar.com](http://www.sedar.com). Copies of the Annual Financial Statements or Annual MRFP may also be obtained, at no cost, using any of the methods outlined above.*

*Securityholders may also contact us using one of these methods to request a copy of the investment fund’s proxy voting policies and procedures, proxy voting disclosure record or quarterly portfolio disclosure.*

### **NOTICE OF NO AUDITOR REVIEW OF THE INTERIM FINANCIAL STATEMENTS**

*Mackenzie Financial Corporation, the Manager of the Fund, appoints independent auditors to audit the Fund’s Annual Financial Statements. Under Canadian securities laws (National Instrument 81-106), if an auditor has not reviewed the Interim Financial Statements, this must be disclosed in an accompanying notice.*

*The Fund’s independent auditors have not performed a review of these Interim Financial Statements in accordance with standards established by the Chartered Professional Accountants of Canada.*



# MACKENZIE GLOBAL SUSTAINABILITY AND IMPACT BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## STATEMENTS OF FINANCIAL POSITION

*In thousands (except per security figures)  
As at*

	Sep. 30 2018	Mar. 31 2018 (Audited)		Sep. 30 2018	Mar. 31 2018 (Audited)
	\$	\$		\$	\$
<b>ASSETS</b>			<b>Net assets attributable to securityholders</b>		
<b>Current assets</b>			<b>per security (note 3)</b>		
Investments at fair value	22,017	21,268	Series A	10.51	10.19
Cash and cash equivalents	481	171	Series AR	10.52	10.20
Accrued interest receivable	74	81	Series D	10.61	10.24
Dividends receivable	16	32	Series F	10.64	10.25
Accounts receivable for investments sold	51	114	Series F5	15.21	15.01
Accounts receivable for securities issued	127	79	Series F8	14.74	14.78
Margin on futures contracts	19	130	Series FB	10.63	10.25
Unrealized gains on derivative contracts	182	35	Series FB5	15.18	15.00
<b>Total assets</b>	<b>22,967</b>	<b>21,910</b>	Series O	10.75	10.30
			Series PW	10.53	10.20
			Series PWF	–	10.26
			Series PWF5	–	15.02
			Series PWF8	–	14.81
			Series PWFB	10.68	10.27
			Series PWFB5	15.24	15.02
			Series PWT5	15.08	14.95
			Series PWT8	14.63	14.73
			Series PWX	10.75	10.30
			Series PWX8	14.88	14.85
			Series T5	15.03	14.93
			Series T8	14.56	14.70
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Accounts payable for investments purchased	187	298			
Accounts payable for securities redeemed	–	–			
Due to manager	–	3			
Unrealized losses on derivative contracts	23	129			
<b>Total liabilities</b>	<b>210</b>	<b>430</b>			
<b>Net assets attributable to securityholders</b>	<b>22,757</b>	<b>21,480</b>			
<b>Net assets attributable to securityholders</b>					
<b>per series (note 3)</b>					
Series A	14,256	17,127			
Series AR	642	431			
Series D	19	2			
Series F	4,314	2,248			
Series F5	273	97			
Series F8	2,082	503			
Series FB	51	46			
Series FB5	1	1			
Series O	1	1			
Series PW	1,084	203			
Series PWF	–	723			
Series PWF5	–	1			
Series PWF8	–	1			
Series PWFB	1	1			
Series PWFB5	1	1			
Series PWT5	1	1			
Series PWT8	1	1			
Series PWX	1	1			
Series PWX8	1	1			
Series T5	1	1			
Series T8	27	89			

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

# MACKENZIE GLOBAL SUSTAINABILITY AND IMPACT BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## STATEMENT OF COMPREHENSIVE INCOME

For the period ended September 30 (note 1)  
In thousands (except per security figures)

	2018 \$		2018 \$
<b>Income</b>		<b>Increase (decrease) in net assets attributable to securityholders from operations per security</b>	
Dividends	115	Series A	0.33
Interest income	179	Series AR	0.31
Other changes in fair value of investments and other net assets		Series D	0.16
Net realized gain (loss)	107	Series F	0.38
Net unrealized gain (loss)	558	Series F5	0.47
<b>Total income (loss)</b>	<b>959</b>	Series F8	0.44
		Series FB	0.38
		Series FB5	0.56
<b>Expenses (note 6)</b>		Series O	0.45
Management fees	196	Series PW	0.28
Administration fees	27	Series PWF	0.11
Commissions and other portfolio transaction costs	13	Series PWF5	0.17
Independent Review Committee fees	–	Series PWF8	0.17
Other	1	Series PWF8	0.41
<b>Expenses before amounts absorbed by Manager</b>	<b>237</b>	Series PWF5	0.59
Expenses absorbed by Manager	–	Series PWT5	0.51
<b>Net expenses</b>	<b>237</b>	Series PWT8	0.49
<b>Increase (decrease) in net assets attributable to securityholders from operations before tax</b>	<b>722</b>	Series PWX	0.45
Foreign withholding taxes	17	Series PWX8	0.63
Foreign income taxes paid (recovered)	–	Series T5	0.48
<b>Increase (decrease) in net assets attributable to securityholders from operations</b>	<b>705</b>	Series T8	0.47
<b>Increase (decrease) in net assets attributable to securityholders from operations per series</b>			
Series A	506		
Series AR	16		
Series D	–		
Series F	121		
Series F5	5		
Series F8	28		
Series FB	1		
Series FB5	–		
Series O	–		
Series PW	18		
Series PWF	8		
Series PWF5	–		
Series PWF8	–		
Series PWF8	–		
Series PWF5	–		
Series PWT5	–		
Series PWT8	–		
Series PWX	–		
Series PWX8	–		
Series T5	–		
Series T8	2		

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



**MACKENZIE**  
Investments

# MACKENZIE GLOBAL SUSTAINABILITY AND IMPACT BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## STATEMENT OF CHANGES IN FINANCIAL POSITION

For the period ended September 30 (note 1)  
In thousands

	2018 Series A	2018 Series AR	2018 Series D	2018 Series F	2018 Series F5
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Beginning of period	17,127	431	2	2,248	97
Increase (decrease) in net assets from operations	506	16	–	121	5
Distributions paid to securityholders:					
Investment income	–	–	–	–	(1)
Capital gains	–	–	–	–	–
Return of capital	–	–	–	–	(3)
Total distributions paid to securityholders	–	–	–	–	(4)
Security transactions:					
Proceeds from securities issued	2,154	198	17	2,191	175
Reinvested distributions	–	–	–	–	–
Payments on redemption of securities	(5,531)	(3)	–	(246)	–
Total security transactions	(3,377)	195	17	1,945	175
<b>Total increase (decrease) in net assets</b>	<b>(2,871)</b>	<b>211</b>	<b>17</b>	<b>2,066</b>	<b>176</b>
<b>End of period</b>	<b>14,256</b>	<b>642</b>	<b>19</b>	<b>4,314</b>	<b>273</b>
<b>Increase (decrease) in fund securities (note 7):</b>	<b>Securities</b>	<b>Securities</b>	<b>Securities</b>	<b>Securities</b>	<b>Securities</b>
<b>Securities outstanding – beginning of period</b>	<b>1,680</b>	<b>42</b>	<b>–</b>	<b>219</b>	<b>6</b>
Issued	208	19	2	209	12
Reinvested distributions	–	–	–	–	–
Redeemed	(531)	–	–	(23)	–
<b>Securities outstanding – end of period</b>	<b>1,357</b>	<b>61</b>	<b>2</b>	<b>405</b>	<b>18</b>
	<b>Series F8</b>	<b>Series FB</b>	<b>Series FB5</b>	<b>Series O</b>	<b>Series PW</b>
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Beginning of period	503	46	1	1	203
Increase (decrease) in net assets from operations	28	1	–	–	18
Distributions paid to securityholders:					
Investment income	(9)	–	–	–	–
Capital gains	–	–	–	–	–
Return of capital	(31)	–	–	–	–
Total distributions paid to securityholders	(40)	–	–	–	–
Security transactions:					
Proceeds from securities issued	1,571	4	–	–	866
Reinvested distributions	26	–	–	–	–
Payments on redemption of securities	(6)	–	–	–	(3)
Total security transactions	1,591	4	–	–	863
<b>Total increase (decrease) in net assets</b>	<b>1,579</b>	<b>5</b>	<b>–</b>	<b>–</b>	<b>881</b>
<b>End of period</b>	<b>2,082</b>	<b>51</b>	<b>1</b>	<b>1</b>	<b>1,084</b>
<b>Increase (decrease) in fund securities (note 7):</b>	<b>Securities</b>	<b>Securities</b>	<b>Securities</b>	<b>Securities</b>	<b>Securities</b>
<b>Securities outstanding – beginning of period</b>	<b>34</b>	<b>4</b>	<b>–</b>	<b>–</b>	<b>20</b>
Issued	105	1	–	–	83
Reinvested distributions	2	–	–	–	–
Redeemed	–	–	–	–	–
<b>Securities outstanding – end of period</b>	<b>141</b>	<b>5</b>	<b>–</b>	<b>–</b>	<b>103</b>

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

# MACKENZIE GLOBAL SUSTAINABILITY AND IMPACT BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## STATEMENT OF CHANGES IN FINANCIAL POSITION (cont'd)

For the period ended September 30 (note 1)  
In thousands

	2018 Series PWF	2018 Series PWF5	2018 Series PWF8	2018 Series PWF8
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>	\$	\$	\$	\$
Beginning of period	723	1	1	1
Increase (decrease) in net assets from operations	8	-	-	-
Distributions paid to securityholders:				
Investment income	-	-	-	-
Capital gains	-	-	-	-
Return of capital	-	-	-	-
Total distributions paid to securityholders	-	-	-	-
Security transactions:				
Proceeds from securities issued	25	-	-	-
Reinvested distributions	-	-	-	-
Payments on redemption of securities	(756)	(1)	(1)	-
Total security transactions	(731)	(1)	(1)	-
<b>Total increase (decrease) in net assets</b>	<b>(723)</b>	<b>(1)</b>	<b>(1)</b>	<b>-</b>
<b>End of period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1</b>
<b>Increase (decrease) in fund securities (note 7):</b>	<b>Securities</b>	<b>Securities</b>	<b>Securities</b>	<b>Securities</b>
<b>Securities outstanding – beginning of period</b>	<b>70</b>	<b>-</b>	<b>-</b>	<b>-</b>
Issued	3	-	-	-
Reinvested distributions	-	-	-	-
Redeemed	(73)	-	-	-
<b>Securities outstanding – end of period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	Series PWF85	Series PWT5	Series PWT8	Series PWX
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>	\$	\$	\$	\$
Beginning of period	1	1	1	1
Increase (decrease) in net assets from operations	-	-	-	-
Distributions paid to securityholders:				
Investment income	-	-	-	-
Capital gains	-	-	-	-
Return of capital	-	-	-	-
Total distributions paid to securityholders	-	-	-	-
Security transactions:				
Proceeds from securities issued	-	-	-	-
Reinvested distributions	-	-	-	-
Payments on redemption of securities	-	-	-	-
Total security transactions	-	-	-	-
<b>Total increase (decrease) in net assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>End of period</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>
<b>Increase (decrease) in fund securities (note 7):</b>	<b>Securities</b>	<b>Securities</b>	<b>Securities</b>	<b>Securities</b>
<b>Securities outstanding – beginning of period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Issued	-	-	-	-
Reinvested distributions	-	-	-	-
Redeemed	-	-	-	-
<b>Securities outstanding – end of period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

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

# MACKENZIE GLOBAL SUSTAINABILITY AND IMPACT BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## STATEMENT OF CHANGES IN FINANCIAL POSITION (cont'd)

For the period ended September 30 (note 1)  
In thousands

	2018 Series PWX8	2018 Series T5	2018 Series T8	2018 Total
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Beginning of period	1	1	89	21,480
Increase (decrease) in net assets from operations	-	-	2	705
Distributions paid to securityholders:				
Investment income	-	-	-	(10)
Capital gains	-	-	-	-
Return of capital	-	-	(2)	(36)
Total distributions paid to securityholders	-	-	(2)	(46)
Security transactions:				
Proceeds from securities issued	-	-	42	7,243
Reinvested distributions	-	-	1	27
Payments on redemption of securities	-	-	(105)	(6,652)
Total security transactions	-	-	(62)	618
<b>Total increase (decrease) in net assets</b>	<b>-</b>	<b>-</b>	<b>(62)</b>	<b>1,277</b>
<b>End of period</b>	<b>1</b>	<b>1</b>	<b>27</b>	<b>22,757</b>
<b>Increase (decrease) in fund securities (note 7):</b>	<b>Securities</b>	<b>Securities</b>	<b>Securities</b>	
<b>Securities outstanding – beginning of period</b>	-	-	6	
Issued	-	-	3	
Reinvested distributions	-	-	-	
Redeemed	-	-	(7)	
<b>Securities outstanding – end of period</b>	<b>-</b>	<b>-</b>	<b>2</b>	

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# MACKENZIE GLOBAL SUSTAINABILITY AND IMPACT BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## STATEMENT OF CASH FLOWS

For the period ended September 30 (note 1)  
In thousands

	2018
	\$
<b>Cash flows from operating activities</b>	
Net increase (decrease) in net assets attributable to securityholders from operations	705
Adjustments for:	
Net realized loss (gain) on investments	(234)
Change in net unrealized loss (gain) on investments	(558)
Purchase of investments	(5,110)
Proceeds from sale and maturity of investments	4,853
Change in accrued interest receivable	7
Change in dividends receivable	16
Change in due to manager	(3)
Change in margin on futures contracts	111
<b>Net cash from operating activities</b>	<b>(213)</b>
<b>Cash flows from financing activities</b>	
Proceeds from securities issued	6,171
Payments on redemption of securities	(5,628)
Distributions paid net of reinvestments	(19)
<b>Net cash from financing activities</b>	<b>524</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>311</b>
Cash and cash equivalents at beginning of period	171
Effect of exchange rate fluctuations on cash and cash equivalents	(1)
<b>Cash and cash equivalents at end of period</b>	<b>481</b>
Cash	481
Cash equivalents	–
<b>Cash and cash equivalents at end of period</b>	<b>481</b>
<b>Supplementary disclosures on cash flow from operating activities:</b>	
Dividends received	131
Foreign taxes paid	17
Interest received	186
Interest paid	–

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



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# MACKENZIE GLOBAL SUSTAINABILITY AND IMPACT BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## SCHEDULE OF INVESTMENTS

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS</b>					
Adtalem Global Education Inc. Term Loan B 1st Lien F/R 04-09-2025	United States	Term Loans	USD 9,975	13	13
Advanced Micro Devices Inc. 7.50% 08-15-2022	United States	Corporate - Non Convertible	USD 40,000	57	58
Aegis Sciences Corp. Term Loan B 1st Lien F/R 05-09-2025	United States	Term Loans	USD 10,000	13	13
Al Ladder Luxembourg Term Loan B 1st Lien F/R 05-04-2025	United States	Term Loans	USD 10,000	12	13
Air Medical Group Holdings Inc. Term Loan B 1st Lien F/R 09-26-2024	United States	Term Loans	USD 49,625	62	64
AL Midcoast Holdings LLC B Term Loan 1st Lien F/R 06-28-2025	United States	Term Loans	USD 10,000	13	13
Alcami Carolinas Corp. Term Loan 1st Lien F/R 07-06-2025	United States	Term Loans	USD 10,000	13	13
Alera Group Intermediate Holdings Inc. Term Loan B 1st Lien F/R 07-27-2025	United States	Term Loans	USD 9,975	13	13
Algonquin Power & Utilities Corp. 4.09% 02-17-2027 Callable	Canada	Corporate - Non Convertible	75,000	78	75
Altice France SA Term Loan B13 1st Lien F/R 01-31-2026	France	Term Loans	USD 10,000	13	13
Amneal Pharmaceuticals LLC Term loan B 1st Lien F/R 03-23-2025	United States	Term Loans	USD 9,973	13	13
APT Pipelines Ltd. 4.20% 03-23-2025 Callable 2024	Australia	Corporate - Non Convertible	USD 50,000	65	64
Asian Development Bank 5.90% 12-20-2022	Supra - National	n/a	INR 3,520,000	68	59
AT&T Inc. 2.30% 03-11-2019	United States	Corporate - Non Convertible	USD 60,000	76	77
AT&T Inc. 4.00% 11-25-2025 Callable 2025	United States	Corporate - Non Convertible	30,000	30	30
ATS Consolidated Inc. Term Loan B 1st Lien F/R 02-23-2025	United States	Term Loans	USD 9,950	13	13
Ball Metalpack Finco LLC Term Loan B 1st Lien F/R 07-26-2025	United States	Term Loans	USD 9,975	13	13
Bank of America Corp. 2.15% 11-09-2020 Callable 2019	United States	Corporate - Non Convertible	USD 60,000	75	76
Bank of America Corp. 3.228% 06-22-2022	United States	Corporate - Non Convertible	40,000	41	40
Bank of America Corp. 3.30% 04-24-2024 Callable 2023	United States	Corporate - Non Convertible	20,000	20	20
Bank of Montreal 2.89% 06-20-2023	Canada	Corporate - Non Convertible	40,000	40	40
Bank of Montreal 2.70% 09-11-2024 DPNT	Canada	Corporate - Non Convertible	10,000	10	10
Bank of Montreal F/R 12-15-2032 Callable 2027	Canada	Corporate - Non Convertible	USD 20,000	26	24
The Bank of Nova Scotia 1.83% 04-27-2022	Canada	Corporate - Non Convertible	5,000	5	5
The Bank of Nova Scotia 2.36% 11-08-2022	Canada	Corporate - Non Convertible	10,000	10	10
The Bank of Nova Scotia 2.98% 04-17-2023	Canada	Corporate - Non Convertible	20,000	20	20
Bausch Health Cos Inc. Term Loan B 1st Lien F/R 05-28-2025	United States	Term Loans	USD 9,750	12	13
Bell Canada 2.70% 02-27-2024 Callable	Canada	Corporate - Non Convertible	75,000	74	72
Bell Canada 3.80% 08-21-2028 Callable 2028	Canada	Corporate - Non Convertible	20,000	20	20
Boardriders Inc. Term Loan B 1st Lien F/R 03-21-2024	United States	Term Loans	USD 9,975	13	13
Brookfield Renewable Energy Partners ULC 3.63% 01-15-2027 Callable 2026	Canada	Corporate - Non Convertible	75,000	75	73
Brookfield Renewable Partners ULC 4.25% 01-15-2029 Callable 2028	Canada	Corporate - Non Convertible	100,000	100	100
Bulldog Purchaser Inc. Delayed Draw Term Loan 1st Lien F/R 08-31-2025	United States	Term Loans	USD 3,524	5	5
Bulldog Purchaser Inc. Term Loan B 1st Lien F/R 08-31-2025	United States	Term Loans	USD 6,476	8	8
Calpine Corp. 5.25% 06-01-2026 Callable 2021	United States	Corporate - Non Convertible	USD 40,000	50	48
Can Am Construction Inc./Canada Term Loan B 1st Lien F/R 07-01-2024	Canada	Term Loans	USD 79,423	102	104
Canadian Imperial Bank of Commerce 2.90% 09-14-2021	Canada	Corporate - Non Convertible	100,000	100	100
Canadian Imperial Bank of Commerce 2.47% 12-05-2022	Canada	Corporate - Non Convertible	40,000	40	39
Canadian Imperial Bank of Commerce 2.97% 07-11-2023	Canada	Corporate - Non Convertible	40,000	40	40
Canadian Imperial Bank of Commerce F/R 04-04-2028 Callable 2023	Canada	Corporate - Non Convertible	20,000	20	20
Canadian Western Bank 2.751% 06-29-2020	Canada	Corporate - Non Convertible	10,000	10	10



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# MACKENZIE GLOBAL SUSTAINABILITY AND IMPACT BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
Canadian Western Bank 2.92% 12-15-2022	Canada	Corporate - Non Convertible	20,000	20	20
CareCentrix Inc. Term Loan 1st Lien F/R 03-22-2025	United States	Term Loans	USD 9,875	13	13
Careerbuilder LLC Term Loan 1st Lien F/R 07-31-2023	United States	Term Loans	USD 36,911	45	48
Casablanca US Holdings Inc. Term Loan 1st Lien F/R 03-31-2024	United States	Term Loans	USD 19,900	26	25
CCL Industries Inc. 3.86% 04-13-2028 Callable 2028	Canada	Corporate - Non Convertible	10,000	10	10
CCS-CMGC Holdings Inc. Term Loan 1st Lien F/R 09-25-2025	United States	Term Loans	USD 10,000	13	13
CEVA Logistics Finance BV Term Loan B 1st Lien F/R 07-25-2025	United States	Term Loans	USD 10,000	13	13
Chartwell Retirement Residences 4.21% 04-28-2025 Callable 2025	Canada	Corporate - Non Convertible	5,000	5	5
Choice Properties Real Estate Investment Trust 3.55% 01-10-2025 Callable 2024	Canada	Corporate - Non Convertible	20,000	20	20
Choice Properties Real Estate Investment Trust 4.18% 03-08-2028 Callable 2027	Canada	Corporate - Non Convertible	20,000	20	20
CI Financial Corp. 3.52% 07-20-2023 Callable 2023	Canada	Corporate - Non Convertible	10,000	10	10
Citigroup Inc. 4.09% 06-09-2025	United States	Corporate - Non Convertible	100,000	103	100
City of Oslo 2.35% 09-04-2024	Norway	Foreign Governments	NOK 2,000,000	320	317
Comber Wind Financial Corp. 5.132% 11-15-2030	Canada	Corporate - Non Convertible	39,081	43	41
Corel Corp. Term Loan 1st Lien F/R 05-11-2024	Canada	Term Loans	USD 10,000	13	13
Coronado Australian Holdings Pty Ltd. Term Loan B 1st Lien F/R 03-21-2025	United States	Term Loans	USD 6,911	9	9
Coronado Australian Holdings Pty Ltd. Term Loan C 1st Lien F/R 03-21-2025	United States	Term Loans	USD 1,890	2	2
Covanta Holding Corp. 5.88% 07-01-2025 Callable 2020	United States	Corporate - Non Convertible	USD 40,000	49	52
CU Inc. 3.76% 11-19-2046 Callable 2046	Canada	Corporate - Non Convertible	50,000	51	50
Dell International LLC Term Loan B 1st Lien F/R 09-07-2023	United States	Term Loans	USD 45,444	57	59
DNB Boligkreditt AS 2.00% 05-28-2020	Norway	Corporate - Non Convertible	USD 200,000	256	253
Eastern Power LLC Term Loan B 1st Lien F/R 10-02-2023	United States	Term Loans	USD 10,000	13	13
Electrical Components International Inc. Term Loan 1st Lien F/R 06-22-2025	United States	Term Loans	USD 9,975	13	13
EmployBridge LLC Term Loan B 1st Lien F/R 04-10-2025	United States	Term Loans	USD 9,875	12	13
Enbridge Inc. 3.70% 07-15-2027 Callable 2027	Canada	Corporate - Non Convertible	USD 75,000	98	94
Enbridge Inc. 4.57% 03-11-2044	Canada	Corporate - Non Convertible	50,000	51	50
Enbridge Inc. F/R 04-12-2078 Callable 2028	Canada	Corporate - Non Convertible	20,000	20	21
ENC Holding Corp. Delayed Draw Term Loan 1st Lien F/R 05-30-2025	United States	Term Loans	USD 571	1	1
ENC Holding Corp. Term Loan 1st Lien F/R 05-30-2025	United States	Term Loans	USD 9,429	12	12
Ensono LP Term Loan 1st Lien F/R 04-30-2025	United States	Term Loans	USD 9,975	13	13
Enterprise Merger Sub Inc. Term Loan 1st Lien F/R 09-28-2025	United States	Term Loans	USD 20,000	26	26
EPCOR Utilities Inc. 3.55% 11-27-2047 Callable 2047	Canada	Corporate - Non Convertible	10,000	10	10
EPR Properties 4.95% 04-15-2028 Callable 2028	United States	Corporate - Non Convertible	USD 10,000	13	13
European Investment Bank 1.25% 11-05-2020	Supra - National	n/a	100,000	98	98
Federal Republic of Germany 1.25% 08-15-2048	Germany	Foreign Governments	EUR 65,000	104	102
Financial & Risk US Holdings Inc. Term Loan B 1st Lien F/R 10-01-2025	United States	Term Loans	USD 20,000	26	26
Financial & Risk US Holdings Inc. 8.25% 11-15-2026 Callable 2021	United States	Corporate - Non Convertible	USD 10,000	13	13
Foundation Building Materials LLC Term Loan B 1st Lien F/R 05-11-2025	United States	Term Loans	USD 10,000	13	13
Fresenius US Finance II Inc. 4.25% 02-01-2021	Germany	Corporate - Non Convertible	USD 75,000	101	98



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	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
Frontera Generation Holdings LLC. Term Loan B 1st Lien F/R 04-25-2025	United States	Term Loans	USD 9,975	13	13
Fusion Connect Inc. Term Loan B 1st Lien F/R 05-03-2023	United States	Term Loans	USD 9,875	12	12
Gentiva Health Services Inc. Term Loan 1st Lien F/R 06-21-2025	United States	Term Loans	USD 9,774	13	13
GFL Environmental Inc. 5.38% 03-01-2023 Callable 2020	Canada	Corporate - Non Convertible	USD 80,000	102	98
The Goldman Sachs Group Inc. 3.31% F/R 10-31-2025 Callable 2024	United States	Corporate - Non Convertible	90,000	90	88
Government of Australia 2.25% 05-21-2028	Australia	Foreign Governments	AUD 200,000	185	180
Government of Australia 3.00% 03-21-2047	Australia	Foreign Governments	AUD 200,000	182	182
Government of Canada 1.50% 06-01-2023	Canada	Federal Government	50,000	49	48
Government of Ireland 1.00% 05-15-2026	Ireland	Foreign Governments	EUR 150,000	229	230
Government of Japan 0.10% 02-15-2019	Japan	Foreign Governments	JPY 25,000,000	305	285
Hadrian Merger Sub Inc. 8.50% 05-01-2026 Callable 2021	United States	Corporate - Non Convertible	USD 7,000	9	9
Halo Buyer Inc. Delayed Draw Term Loan 1st Lien F/R 06-28-2025	United States	Term Loans	USD 2,963	4	4
Halo Buyer Inc. Term Loan 1st Lien F/R 06-28-2025	United States	Term Loans	USD 7,037	9	9
HCN Canadian Holdings-1 LP 3.35% 11-25-2020	United States	Corporate - Non Convertible	50,000	51	50
Hearthside Group Holdings LLC 1st Lien F/R 05-17-2025	United States	Term Loans	USD 9,975	13	13
Heartland Dental LLC Delay Draw Term Loan 1st Lien F/R 04-17-2025	United States	Term Loans	USD 1,304	2	2
Heartland Dental LLC Term Loan 1st Lien F/R 04/17/2025	United States	Term Loans	USD 8,674	11	11
Heathrow Funding Ltd. 3.40% 03-08-2028	United Kingdom	Corporate - Non Convertible	20,000	20	20
Heathrow Funding Ltd. 3.79% 09-04-2030 Callable 2030	United Kingdom	Corporate - Non Convertible	20,000	20	20
Hillman Group Inc. Term Loan B 1st Lien F/R 05-21-2025	United States	Term Loans	USD 9,975	13	13
Hornblower Sub LLC Term Loan 1st Lien F/R 04-28-2025	United States	Term Loans	USD 9,950	13	13
HSBC Bank Canada 2.54% 01-31-2023	Canada	Corporate - Non Convertible	20,000	20	19
HSBC Bank Canada 3.25% 09-15-2023	Canada	Corporate - Non Convertible	20,000	20	20
HSBC Holdings PLC 3.20% 12-05-2023	United Kingdom	Corporate - Non Convertible	150,000	152	148
Hub International Ltd. Term Loan B 1st Lien F/R 04-25-2025	United States	Term Loans	USD 9,975	13	13
Hub International Ltd. 7.00% 05-01-2026 Callable 2021	United States	Corporate - Non Convertible	USD 5,000	6	6
Hudson River Trading LLC Term Loan 1st Lien F/R 03-20-2025	United States	Term Loans	USD 9,950	13	13
Hydro One Inc. 2.97% 06-26-2025 Callable 2025	Canada	Corporate - Non Convertible	10,000	10	10
Hydro One Inc. 3.72% 11-18-2047	Canada	Corporate - Non Convertible	50,000	50	49
Hydro-Quebec 4.00% 02-15-2055	Canada	Provincial Governments	50,000	59	59
Industrial Alliance Insurance and Financial Services Inc. 2.80% 05-16-2024 Callable 2019	Canada	Corporate - Non Convertible	75,000	75	75
Interior Logic Group Holdings IV LLC Term Loan B 1st Lien F/R 05-21-2025	United States	Term Loans	USD 20,000	26	26
Intermedia Holdings Inc. Term Loan B 1st Lien F/R 07-13-2025	United States	Term Loans	USD 10,000	13	13
International Textile Group Inc. Term Loan 1st Lien F/R 04-19-2024	United States	Term Loans	USD 9,938	13	13
Isagenix International LLC Term Loan 1st Lien F/R 04-26-2025	United States	Term Loans	USD 9,875	13	13
Ivanhoe Cambridge II Inc. 2.91% 06-27-2023 Callable 2023	Canada	Corporate - Non Convertible	10,000	10	10
JBS USA Lux SA Term Loan B 1st Lien F/R 10-30-2022	Brazil	Term Loans	USD 9,950	13	13
JPMorgan Chase & Co. 3.19% 03-05-2021	United States	Corporate - Non Convertible	30,000	31	30
Keane Group Holdings LLC Term Loan B 1st Lien F/R 05-18-2025	United States	Term Loans	USD 10,000	13	13
KEMET Corp. Term Loan B 1st Lien F/R 04-26-2024	United States	Term Loans	USD 47,468	60	63
Kestrel Acquisition LLC Term Loan B 1st Lien F/R 05-02-2025	United States	Term Loans	USD 9,975	13	13
The KeyW Holding Corp/The Term Loan 1st Lien F/R 05-04-2024	United States	Term Loans	USD 9,535	12	12



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<b>BONDS (cont'd)</b>					
Kindred Healthcare Inc. Term Loan B 1st Lien F/R 06-21-2025	United States	Term Loans	USD 10,000	13	13
Kommunalbanken AS 2.13% 02-11-2025	Norway	Foreign Governments	USD 200,000	251	242
Kommuninvest I Sverige AB 2.50% 12-01-2020	Sweden	Foreign Governments	SEK 900,000	149	138
The Korea Development Bank 5.13% 11-13-2020	South Korea	Foreign Governments	NZD 150,000	137	134
Kruger Products LP 6.00% 04-24-2025 Callable 2021	Canada	Corporate - Non Convertible	10,000	10	10
L Brands Inc. 6.95% 03-01-2033	United States	Corporate - Non Convertible	USD 40,000	50	42
L&W Inc. Term Loan 1st Lien F/R 05-17-2025	United States	Term Loans	USD 9,975	13	13
Lantheus Medical Imaging Inc. Term Loan B 1st Lien F/R 06-30-2022	United States	Term Loans	USD 49,497	62	64
Laurentian Bank of Canada 3.45% 06-27-2023	Canada	Corporate - Non Convertible	10,000	10	10
LBM Borrower LLC Term Loan 1st Lien F/R 08-20-2022	United States	Term Loans	USD 49,351	63	64
Lee Enterprises Inc. 9.50% 03-15-2022 Callable 2018	United States	Corporate - Non Convertible	USD 40,000	52	54
LifeScan Global Corp. Term Loan 1L F/R 06-19-2024	United States	Term Loans	USD 30,000	39	38
Manulife Bank of Canada 2.84% 01-12-2023	Canada	Corporate - Non Convertible	85,000	84	84
Manulife Financial Corp. F/R 05-09-2028 Callable 2023	Canada	Corporate - Non Convertible	10,000	10	10
Mastronardi Produce Ltd. Term Loan B 1st Lien F/R 04-18-2025	Canada	Term Loans	USD 9,950	13	13
Mattamy Group Corp. 6.50% 10-01-2025 Callable 2020	Canada	Corporate - Non Convertible	40,000	41	40
McAfee LLC Term Loan B 1st Lien F/R 09-30-2024	United States	Term Loans	USD 48,750	62	64
McDermott Technology Americas Inc. Term Loan B 1st Lien F/R 04-05-2025	United States	Term Loans	USD 9,950	12	13
Meredith Corp. Term Loan B 1st Lien F/R 01-18-2025	United States	Term Loans	USD 8,864	11	12
Metro Inc. 3.39% 12-06-2027 Callable 2027	Canada	Corporate - Non Convertible	20,000	20	19
MidAmerican Energy Co. 3.95% 08-01-2047 Callable 2047	United States	Corporate - Non Convertible	USD 40,000	53	50
Morgan Stanley 3.00% 02-07-2024	United States	Corporate - Non Convertible	100,000	100	98
Neenah Foundry Co. Term Loan B 1st Lien F/R 12-08-2022	United States	Term Loans	USD 9,625	12	12
New Red Finance Inc. 5.00% 10-15-2025 Callable 2020	Canada	Corporate - Non Convertible	USD 5,000	6	6
Nokia OYJ 3.38% 06-12-2022	Finland	Corporate - Non Convertible	USD 40,000	51	51
Northland Power Solar Finance One LP 4.40% 06-30-2032	Canada	Corporate - Non Convertible	41,612	44	42
NRG Yield Operating LLC 5.375% 08-15-2024 Callable	United States	Corporate - Non Convertible	USD 40,000	52	52
OCI Beaumont LLC Term Loan B 1st Lien F/R 02-16-2025	United States	Term Loans	USD 9,950	12	13
OMERS Realty Corp. 3.63% 06-05-2030 Callabe 2030	Canada	Corporate - Non Convertible	20,000	20	20
Ontario Power Generation Inc. 3.84% 06-22-2048 Callable 2047	Canada	Corporate - Non Convertible	10,000	10	10
OpenLink International Inc. Term Loan B 1st Lien F/R 03-21-2025	United States	Term Loans	USD 9,850	13	13
Osteon Merger Sub Inc. Term Loan B 1st Lien F/R 02-06-2025	United States	Term Loans	USD 9,950	12	13
Owens & Minor Inc. Term Loan B 1st Lien F/R 05-01-2025	United States	Term Loans	USD 10,000	13	12
Parkland Fuel Corp. 6.00% 04-01-2026 Callable 2021	Canada	Corporate - Non Convertible	USD 10,000	13	13
Pattern Energy Group Inc. 5.88% 02-01-2024 Callable 2020	United States	Corporate - Non Convertible	USD 40,000	53	52
PepsiCo Inc. 2.15% 05-06-2024 Callable 2024	United States	Corporate - Non Convertible	75,000	73	71
PepsiCo Inc. 3.00% 10-15-2027 Callable 2027	United States	Corporate - Non Convertible	USD 100,000	128	123
Pisces Midco Inc. Term Loan B 1st Lien F/R 03-29-2025	United States	Term Loans	USD 9,975	13	13
PLH Group Inc. Term Loan 1st Lien F/R 08-06-2023	United States	Term Loans	USD 15,000	19	19
Polar US Borrower LLC Term Loan 1st Lien F/R 08-21-2025	United States	Term Loans	USD 10,000	13	13
Prospect Medical Holdings Inc. Term Loan B 1st Lien F/R 02-15-2024	United States	Term Loans	USD 9,950	12	13
Province of Ontario 1.75% 10-09-2018	Canada	Provincial Governments	75,000	75	75
Province of Quebec 1.65% 03-03-2022 Green Bond	Canada	Provincial Governments	75,000	74	73
PS HoldCo LLC Term Loan 1st Lien F/R 03-02-2025	United States	Term Loans	USD 9,975	13	13
Queensland Treasury Corp. 2.75% 08-20-2027	Australia	Foreign Governments	AUD 250,000	236	228
R1 RCM Inc. Term Loan B 1st Lien F/R 05-02-2025	United States	Term Loans	USD 10,000	12	13



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<b>BONDS (cont'd)</b>					
Realkredit Danmark AS 1.00% 04-01-2022	Denmark	Corporate - Non Convertible	DKK 2,000,000	413	416
Red Ventures LLC Term Loan B 1st Lien F/R 11-08-2024	United States	Term Loans	USD 32,700	41	43
Reliance Intermediate Holdings LP 6.50% 04-01-2023 Callable 2018	Canada	Corporate - Non Convertible	USD 5,000	7	7
Reliance LP 3.84% 03-15-2025 Callable 2025	Canada	Corporate - Non Convertible	15,000	15	15
Research Now Group Inc. Term Loan 1st Lien F/R 12-20-2024	United States	Term Loans	USD 9,925	12	13
Rogers Communications Inc. 4.00% 03-13-2024	Canada	Corporate - Non Convertible	75,000	80	77
Royal Bank of Canada 2.36% 12-05-2022	Canada	Corporate - Non Convertible	10,000	10	10
Royal Bank of Canada 3.30% 09-26-2023	Canada	Corporate - Non Convertible	50,000	50	50
Saputo Inc. 3.61% 08-14-2025 Callable 2025	Canada	Corporate - Non Convertible	10,000	10	10
Savage Enterprises LLC Term Loan B 1st Lien F/R 07-02-2025	United States	Term Loans	USD 9,875	13	13
Sigma Bidco BV Term Loan B 1st Lien F/R 03-07-2025	Netherlands	Term Loans	EUR 10,000	16	15
Sigma US Corp. Term Loan B 1st Lien F/R 03-06-2025	Netherlands	Term Loans	USD 10,000	13	13
SIRVA Worldwide Inc. Term Loan 1st Lien F/R 07-31-2025	United States	Term Loans	USD 10,000	13	13
SIWF Holdings Inc. Term Loan 1st Lien F/R 05-25-2025	United States	Term Loans	USD 9,975	13	13
Solenis International LP Term Loan 1st Lien F/R 12-18-2023	United States	Term Loans	USD 9,975	13	13
Spirit AeroSystems Inc. 3.95% 06-15-2023 Callable 2023	United States	Corporate - Non Convertible	USD 10,000	13	13
SRS Distribution Inc. Term Loan B 1st Lien F/R 05-17-2025	United States	Term Loans	USD 10,000	13	13
SRS Distribution Inc. 8.25% 07-01-2026 Callable 2021	United States	Corporate - Non Convertible	USD 10,000	13	13
St. Joseph Energy Center LLC Term Loan 1st Lien F/R 04-06-2025	United States	Term Loans	USD 9,449	12	12
Staples Inc. Term Loan 1st Lien F/R 08-15-2024	United States	Term Loans	USD 49,625	62	64
Starfruit US Holdco LLC Term Loan B 1st Lien F/R 09-2025	United States	Term Loans	USD 10,000	13	13
Stepstone Group LP Term Loan B 1st Lien F/R 03-19-2025	United States	Term Loans	USD 9,975	13	13
Sun Life Financial Inc. F/R 11-23-2027 Callable 2022	Canada	Corporate - Non Convertible	80,000	80	78
Superior Plus LP 7.00% 07-15-2026 Callable 2021	Canada	Corporate - Non Convertible	USD 10,000	13	13
Sydney Airport Finance Co. Pty. Ltd. 3.625% 04-28-2026 Callable 2026	Australia	Corporate - Non Convertible	USD 50,000	63	62
TELUS Corp. 3.63% 03-01-2028 Callable 2027	Canada	Corporate - Non Convertible	10,000	10	10
TerraForm Power Operating LLC 5.00% 01-31-2028 Callable 2027	United States	Corporate - Non Convertible	USD 60,000	77	72
Teva Pharmaceutical Finance Netherlands III BV 3.15% 10-01-2026 Callable	Israel	Corporate - Non Convertible	USD 5,000	5	5
Teva Pharmaceutical Industries Ltd. 2.80% 07-21-2023	Israel	Corporate - Non Convertible	USD 10,000	12	12
Thomson Reuters Corp. 3.309% 11-12-2021 Callable	Canada	Corporate - Non Convertible	50,000	51	50
Titan Acquisition Ltd. Term Loan 1st Lien F/R 03-16-2025	United Kingdom	Term Loans	USD 9,950	13	13
Titan Acquisition Ltd. 7.75% 04-15-2026 Callable 2021	United Kingdom	Corporate - Non Convertible	USD 10,000	13	11
TMX Group Ltd. 3.78% 06-05-2028 Callable 2028	Canada	Corporate - Non Convertible	10,000	10	10
The Toronto-Dominion Bank 3.01% 05-30-2023	Canada	Corporate - Non Convertible	10,000	10	10
The Toronto-Dominion Bank 1.91% 07-18-2023 DPNT	Canada	Corporate - Non Convertible	75,000	73	71
The Toronto-Dominion Bank F/R 09-14-2028 Callable 2023	Canada	Corporate - Non Convertible	30,000	30	30
TransCanada PipeLines Ltd. 3.30% 07-17-2025 Callable 2025 MTN	Canada	Corporate - Non Convertible	100,000	104	99
TransCanada Pipelines Ltd. 3.39% 03-15-2028 Callable 2027	Canada	Corporate - Non Convertible	10,000	10	10
Transurban Finance Co. Pty Ltd. 3.368% 03-06-2019	Australia	Asset Backed	110,000	112	110
Treasury Corp. of Victoria 3.00% 10-20-2028	Australia	Foreign Governments	AUD 250,000	241	233
Trico Products Corp. Term Loan 1st Lien F/R 02-02-2024	United States	Term Loans	USD 9,750	12	13
Trillium Windpower LP 5.80% 02-15-2033	United States	Corporate - Non Convertible	20,424	23	23
U.S. Renal Care Inc. Term Loan 1st Lien F/R 12-31-2022	United States	Term Loans	USD 49,491	61	62
Uber Technologies Inc. Term Loan 1st Lien F/R 03-21-2025	United States	Term Loans	USD 9,975	13	13
Ultra Clean Holdings Inc. Term Loan B 1st Lien F/R 08-27-2025	United States	Term Loans	USD 20,000	26	26



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<b>BONDS (cont'd)</b>					
Unimin Corp. Term Loan 1st Lien F/R 05-21-2025	United States	Term Loans	USD 9,975	13	12
United Kingdom Treasury 4.25% 12-07-2027	United Kingdom	Foreign Governments	GBP 100,000	215	209
United States Treasury 0.63% 04-15-2023 Inflation Indexed	United States	Foreign Governments	USD 150,000	197	192
United States Treasury Inflation Indexed 0.13% 01-15-2023	United States	Foreign Governments	USD 150,000	199	205
United States Treasury Inflation Indexed 0.50% 01-15-2028	United States	Foreign Governments	USD 150,000	191	190
United States Treasury 2.25% 08-15-2027	United States	Foreign Governments	USD 50,000	62	61
United States Treasury 3.00% 02-15-2047	United States	Foreign Governments	USD 50,000	65	62
Ventas Canada Finance Ltd. 2.55% 03-15-2023 Callable 2023	United States	Corporate - Non Convertible	50,000	49	48
VeriFone Systems Inc. Term Loan 1st Lien F/R 08-09-2025	United States	Term Loans	USD 10,000	13	13
Verizon Communications Inc. 2.63% 08-15-2026 Callable 2026	United States	Corporate - Non Convertible	USD 60,000	71	70
Vertex Aerospace Services Corp. Term Loan B 1st Lien F/R 06-14-2025	United States	Term Loans	USD 9,975	13	13
Vistage Worldwide Inc. Term Loan 1st Lien F/R 02-01-2025	United States	Term Loans	USD 9,950	12	13
Vodafone Group PLC 3.75% 01-16-2024	United Kingdom	Corporate - Non Convertible	USD 10,000	13	13
VVC Holding Corp. Term Loan 1st Lien F/R 07-03-2025	United States	Term Loans	USD 10,000	13	13
Vyair Medical Inc. Term Loan B 1st Lien F/R 04-06-2025	United States	Term Loans	USD 9,975	12	13
W/S Packaging Holdings Inc. 9.00% 04-15-2023 Callable 2020	United States	Corporate - Non Convertible	USD 10,000	13	13
Welltower Inc. 4.25% 04-15-2028 Callable 2028	United States	Corporate - Non Convertible	USD 10,000	13	13
Wrangler Buyer Corp. 6.00% 10-01-2025 Callable 2020	United States	Corporate - Non Convertible	USD 40,000	51	50
Yak Access LLC Term Loan B 1st Lien F/R 06-26-2025	United States	Term Loans	USD 20,000	26	25
Zotec Partners LLC Term Loan 1st Lien F/R 02-09-2024	United States	Term Loans	USD 9,875	12	13
<b>Total bonds</b>				<b>10,603</b>	<b>10,460</b>
<b>EQUITIES</b>					
ABN AMRO Group NV	Netherlands	Financials	4,052	153	143
Alnylam Pharmaceuticals Inc.	United States	Health Care	419	62	47
Alphabet Inc. Class C	United States	Information Technology	263	327	405
Amada Holdings Co. Ltd.	Japan	Industrials	7,000	100	97
Amazon.com Inc.	United States	Consumer Discretionary	136	172	351
American Water Works Co. Inc.	United States	Utilities	2,285	245	260
Becton, Dickinson and Co.	United States	Health Care	445	112	150
Biogen Inc.	United States	Health Care	391	168	179
Cemex SAB de CV ADR	Mexico	Materials	8,319	83	76
Cerner Corp.	United States	Health Care	2,192	191	182
Comcast Corp. Class A	United States	Consumer Discretionary	6,968	348	318
Comerica Inc.	United States	Financials	1,820	191	212
Compagnie de Saint-Gobain	France	Industrials	2,006	149	112
Compass Group PLC	United Kingdom	Consumer Discretionary	6,419	171	184
ConocoPhillips	United States	Energy	1,534	97	153
CVS Health Corp.	United States	Health Care	1,895	172	193
DexCom Inc.	United States	Health Care	646	46	119
EOG Resources Inc.	United States	Energy	1,399	193	231
Facebook Inc.	United States	Information Technology	1,489	323	316
Fifth Third Bancorp	United States	Financials	3,795	140	137
First Horizon National Corp.	United States	Financials	5,046	116	113
Foot Locker Inc.	United States	Consumer Discretionary	1,582	61	104
Ford Motor Co.	United States	Consumer Discretionary	5,935	90	71
Galapagos NV	Belgium	Health Care	438	56	64
HeidelbergCement AG	Germany	Materials	1,419	177	143



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<b>EQUITIES (cont'd)</b>					
Hexcel Corp.	United States	Industrials	1,233	110	107
ICICI Bank Ltd. ADR	India	Financials	6,207	65	68
Illumina Inc.	United States	Health Care	264	68	125
ING Groep NV	Netherlands	Financials	15,626	330	262
JPMorgan Chase & Co.	United States	Financials	2,135	261	311
Kinden Corp.	Japan	Industrials	6,100	125	126
Kion Group AG	Germany	Industrials	1,018	112	81
KT Corp. ADR	South Korea	Telecommunication Services	9,210	169	177
Kyocera Corp.	Japan	Information Technology	2,300	184	178
Lloyds Banking Group PLC	United Kingdom	Financials	229,475	246	229
Medtronic PLC	United States	Health Care	1,622	162	206
Microsoft Corp.	United States	Information Technology	1,901	185	281
Mitsubishi Electric Corp.	Japan	Industrials	6,900	142	122
NCR Corp.	United States	Information Technology	2,444	110	90
Nike Inc. Class B	United States	Consumer Discretionary	1,323	86	145
Nippon Telegraph & Telephone Corp. (NTT)	Japan	Telecommunication Services	5,000	293	292
Novartis AG Reg.	Switzerland	Health Care	2,378	257	264
Prudential PLC	United Kingdom	Financials	5,047	152	150
Regeneron Pharmaceuticals Inc.	United States	Health Care	211	109	110
Reinsurance Group of America Inc.	United States	Financials	1,267	230	237
Ross Stores Inc.	United States	Consumer Discretionary	1,823	171	233
Royal Caribbean Cruises Ltd.	United States	Consumer Discretionary	1,880	295	316
Rubis SCA	France	Utilities	2,275	174	159
Schneider Electric SE	France	Industrials	639	69	66
Shenzhen International Group Holdings Ltd.	China	Consumer Discretionary	6,000	65	99
Shire PLC ADR	United States	Health Care	664	122	156
Sony Corp.	Japan	Consumer Discretionary	2,700	126	214
Southwest Airlines Co.	United States	Industrials	4,396	327	354
Spark Therapeutics Inc.	United States	Health Care	617	60	43
Start Today Co. Ltd.	Japan	Consumer Discretionary	2,200	83	86
Swedbank AB	Sweden	Financials	7,555	240	242
Synchrony Financial	United States	Financials	3,850	156	155
Taiwan Semiconductor Manufacturing Co. Ltd. ADR	Taiwan	Information Technology	1,733	85	99
Tencent Holdings Ltd.	China	Information Technology	3,900	235	208
Total SA	France	Energy	3,502	267	293
United Continental Holdings Inc.	United States	Industrials	1,660	138	191
Visa Inc. Class A	United States	Information Technology	1,507	204	292
Vonovia SE	Germany	Real Estate	2,744	150	173
<b>Total equities</b>				<b>10,306</b>	<b>11,300</b>
<b>OPTIONS</b>					
Options purchased (see schedule of options purchased)			2,368,300	20	26
<b>Total options</b>				<b>20</b>	<b>26</b>



**MACKENZIE**  
Investments

# MACKENZIE GLOBAL SUSTAINABILITY AND IMPACT BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>EXCHANGE-TRADED FUNDS/NOTES</b>					
iShares Core MSCI EAFE ETF	United States	Exchange-Traded Funds/Notes	1,080	90	89
iShares Core S&P 500 ETF	United States	Exchange-Traded Funds/Notes	186	61	70
iShares MSCI Indonesia ETF	Indonesia	Exchange-Traded Funds/Notes	2,414	91	72
<b>Total exchange-traded funds/notes</b>				<b>242</b>	<b>231</b>
Transaction costs				(9)	–
<b>Total investments</b>				<b>21,162</b>	<b>22,017</b>
Derivative instruments (see schedule of derivative instruments)					159
Cash and cash equivalents					481
Other assets less liabilities					100
<b>Total net assets</b>					<b>22,757</b>



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# MACKENZIE GLOBAL SUSTAINABILITY AND IMPACT BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

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## SUMMARY OF INVESTMENT PORTFOLIO

September 30, 2018	
Portfolio Allocation	% of NAV
Equities	49.7
Bonds	46.0
<i>Bonds</i>	46.0
<i>Short futures</i>	(0.0)
Cash and short-term investments	2.1
Other assets (liabilities)	1.1
Exchange-traded funds/notes	1.0
Purchased currency options	0.1
Written currency options	(0.0)

Regional Allocation	
	% of NAV
United States	48.5
Canada	11.3
Japan	6.2
Australia	4.7
United Kingdom	4.4
Norway	3.6
Other	3.3
France	2.8
Germany	2.6
Cash and short-term investments	2.1
Netherlands	1.9
Denmark	1.8
Sweden	1.7
South Korea	1.4
China	1.4
Switzerland	1.2
Other assets (liabilities)	1.1

Sector Allocation	
	% of NAV
Corporate bonds	21.3
Foreign government bonds	14.0
Financials	9.9
Consumer discretionary	9.3
Term loans	8.3
Information technology	8.2
Health care	8.1
Industrials	5.5
Energy	3.0
Other	2.4
Cash and short-term investments	2.1
Telecommunication services	2.1
Utilities	1.8
Other assets (liabilities)	1.1
Exchange-traded funds/notes	1.0
Materials	1.0
Provincial bonds	0.9

March 31, 2018	
Portfolio Allocation	% of NAV
Bonds	48.7
<i>Bonds</i>	49.0
<i>Short futures</i>	(0.3)
Equities	48.5
Exchange-traded funds/notes	1.5
Cash and short-term investments	0.8
Other assets (liabilities)	0.5

Regional Allocation	
	% of NAV
United States	50.1
Canada	11.6
Japan	6.9
United Kingdom	4.9
Norway	3.9
Australia	3.6
Other	3.0
Germany	2.9
Denmark	2.1
France	2.0
South Korea	1.9
Netherlands	1.7
China	1.6
Sweden	1.4
Ireland	1.1
Cash and short-term investments	0.8
Other assets (liabilities)	0.5

Sector Allocation	
	% of NAV
Corporate bonds	21.4
Foreign government bonds	15.8
Financials	10.2
Consumer discretionary	9.4
Information technology	8.1
Health care	6.5
Term loans	6.5
Industrials	6.2
Other	3.5
Provincial bonds	2.1
Telecommunication services	2.1
Supra-national bonds	2.0
Energy	1.8
Utilities	1.6
Exchange-traded funds/notes	1.5
Cash and short-term investments	0.8
Other assets (liabilities)	0.5



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# MACKENZIE GLOBAL SUSTAINABILITY AND IMPACT BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## SCHEDULE OF OPTIONS PURCHASED

As at September 30, 2018

Underlying Interest	Number of Contracts	Option Type	Expiration Date	Strike Price \$	Premium Paid (\$ 000s)	Fair Value (\$ 000s)
Currency Call Option USD/INR	628,300	Call	Oct. 01, 2018	INR 71.00	5	17
Currency Call Option USD/CAD	290,000	Call	Oct. 05, 2018	CAD 1.33	1	–
Currency Call Option USD/CAD	100,000	Call	Oct. 05, 2018	CAD 1.33	–	–
Currency Call Option EUR/NOK	560,000	Call	Dec. 14, 2018	NOK 9.30	8	4
Currency Call Option EUR/USD	370,000	Call	Dec. 20, 2018	USD 1.15	2	4
Currency Call Option EUR/USD	420,000	Call	Dec. 31, 2018	USD 1.10	4	1
<b>Total options</b>					<b>20</b>	<b>26</b>

## SCHEDULE OF OPTIONS WRITTEN

As at September 30, 2018

Underlying Interest	Number of Contracts	Option Type	Expiration Date	Strike Price \$	Premium Received (\$ 000s)	Fair Value (\$ 000s)
Currency Written Call Option EUR/NOK	(560,000)	Written Call	Dec. 14, 2018	NOK 8.90	(1)	–
<b>Total options</b>					<b>(1)</b>	<b>–</b>



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# MACKENZIE GLOBAL SUSTAINABILITY AND IMPACT BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## SCHEDULE OF DERIVATIVE INSTRUMENTS

As at September 30, 2018

### Schedule of Futures Contracts

Number of Contracts	Type of Contract	Expiration Date	Average Rate of Contracts (\$)	Notional Value* (\$ 000s)	Unrealized Gains (Losses) (\$ 000s)
(1)	10 Year Japanese Government Bond (OSE) Futures December 2018	Dec. 13, 2018	150.24 JPY	(1,707)	2
Unrealized Gains				(1,707)	2
(1)	Euro-BTP Futures December 2018	Dec. 6, 2018	122.62 EUR	(186)	(2)
Unrealized (Losses)				(186)	(2)
<b>Total futures contracts</b>				<b>(1,893)</b>	<b>–</b>

\*Notional value represents the exposure to the underlying instruments as at September 30, 2018

### Schedule of Forward Currency Contracts

Counterparty Credit Rating	Bought (\$ 000s)	Sold (\$ 000s)	Settlement Date	Contract Cost (\$ 000s)	Current Fair Value (\$ 000s)	Unrealized Gains (\$ 000s)
AA	28 British pound	(36) U.S. dollar	Oct. 4, 2018	46	47	1
AA	45 Canadian dollar	(34) U.S. dollar	Oct. 4, 2018	(45)	(44)	1
AA	35 Euro	(40) U.S. dollar	Oct. 4, 2018	52	52	–
AA	434 Canadian dollar	(2,085) Danish krone	Oct. 5, 2018	(434)	(419)	15
AA	110 Canadian dollar	(85) U.S. dollar	Oct. 5, 2018	(110)	(109)	1
AA	2,844 Canadian dollar	(2,140) U.S. dollar	Oct. 5, 2018	(2,844)	(2,766)	78
A	10 Canadian dollar	(8) U.S. dollar	Oct. 19, 2018	(10)	(10)	–
AA	53 Canadian dollar	(40) U.S. dollar	Oct. 19, 2018	(53)	(52)	1
AA	668 Canadian dollar	(505) U.S. dollar	Oct. 26, 2018	(668)	(653)	15
A	15 Canadian dollar	(10) Euro	Nov. 2, 2018	(15)	(15)	–
A	77 Canadian dollar	(50) Euro	Nov. 2, 2018	(77)	(75)	2
A	285 Canadian dollar	(15,200) Indian rupee	Nov. 2, 2018	(285)	(269)	16
A	78 Canadian dollar	(60) U.S. dollar	Nov. 2, 2018	(78)	(77)	1
A	337 Canadian dollar	(355) Australian dollar	Nov. 7, 2018	(337)	(331)	6
A	169 Canadian dollar	(180) Australian dollar	Nov. 7, 2018	(169)	(168)	1
AA	42 Canadian dollar	(32) U.S. dollar	Nov. 9, 2018	(42)	(42)	–
AA	160 Canadian dollar	(104) Euro	Nov. 9, 2018	(160)	(156)	4
AA	42 Canadian dollar	(32) U.S. dollar	Nov. 9, 2018	(42)	(41)	1
AA	499 Canadian dollar	(380) U.S. dollar	Nov. 9, 2018	(499)	(490)	9
AA	210 Canadian dollar	(162) U.S. dollar	Nov. 30, 2018	(210)	(209)	1
AA	125 Canadian dollar	(95) U.S. dollar	Nov. 30, 2018	(125)	(123)	2
AA	318 Canadian dollar	(340) Australian dollar	Dec. 5, 2018	(318)	(317)	1
AA	297 Canadian dollar	(25,000) Japanese yen	Dec. 5, 2018	(297)	(285)	12
AA	110 Canadian dollar	(85) U.S. dollar	Dec. 7, 2018	(110)	(109)	1
AA	52 Canadian dollar	(40) U.S. dollar	Dec. 7, 2018	(52)	(51)	1
AA	218 Canadian dollar	(127) British pound	Dec. 12, 2018	(218)	(214)	4
AA	53 Canadian dollar	(40) U.S. dollar	Dec. 14, 2018	(53)	(52)	1
AA	428 Canadian dollar	(2,085) Danish krone	Jan. 11, 2019	(428)	(423)	5
Unrealized Gains						180



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Investments

# MACKENZIE GLOBAL SUSTAINABILITY AND IMPACT BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## SCHEDULE OF DERIVATIVE INSTRUMENTS (cont'd)

As at September 30, 2018

### Schedule of Forward Currency Contracts (cont'd)

Counterparty Credit Rating	Bought (\$ 000s)		Sold (\$ 000s)		Settlement Date	Contract Cost (\$ 000s)	Current Fair Value (\$ 000s)	Unrealized Gains (Losses) (\$ 000s)
AA	15	U.S. dollar	(22)	Australian dollar	Oct. 4, 2018	(20)	(20)	–
AA	4,600	Japanese yen	(41)	U.S. dollar	Oct. 4, 2018	53	52	(1)
AA	42	U.S. dollar	(64)	New Zealand dollar	Oct. 4, 2018	(54)	(55)	(1)
AA	84	U.S. dollar	(710)	Norwegian krone	Oct. 4, 2018	(109)	(113)	(4)
AA	52	U.S. dollar	(470)	Swedish krona	Oct. 4, 2018	(67)	(69)	(2)
AA	6	Swiss franc	(6)	U.S. dollar	Oct. 4, 2018	8	8	–
AA	2,085	Danish krone	(425)	Canadian dollar	Oct. 5, 2018	425	420	(5)
AA	160	U.S. dollar	(209)	Canadian dollar	Oct. 5, 2018	209	207	(2)
AA	36	U.S. dollar	(150)	Brazilian real	Oct. 5, 2018	(46)	(47)	(1)
A	11,900	Indian rupee	(216)	Canadian dollar	Nov. 2, 2018	216	211	(5)
AA	105	Canadian dollar	(70)	Euro	Nov. 9, 2018	(105)	(105)	–
AA	317	Canadian dollar	(2,000)	Norwegian krone	Nov. 16, 2018	(317)	(317)	–
AA	30	U.S. dollar	(39)	Canadian dollar	Dec. 14, 2018	39	39	–
Unrealized (Losses)								(21)
<b>Total forward currency contracts</b>								<b>159</b>
<b>Total derivative instruments at fair value</b>								<b>159</b>



**MACKENZIE**  
Investments

# MACKENZIE GLOBAL SUSTAINABILITY AND IMPACT BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

### 1. Fiscal Periods and General Information

The information provided in these financial statements and notes thereto is for the six-month periods ended or as at September 30, 2018 and 2017, except for the comparative information presented in the Statements of Financial Position and notes thereto, which is as at March 31, 2018, as applicable. In the year a Fund or series is established or reinstated, 'period' represents the period from inception or reinstatement. Refer to Note 9 for the formation date of the Fund and the inception date of each series.

The Fund is organized as an open-ended mutual fund trust established under the laws of the Province of Ontario pursuant to a Declaration of Trust as amended and restated from time to time. The address of the Fund's registered office is 180 Queen Street West, Toronto, Ontario, Canada. The Fund is authorized to issue an unlimited number of units (referred to as "security" or "securities") of multiple series. Series of the Fund are available for sale under Simplified Prospectus or exempt distribution options.

Mackenzie Financial Corporation ("Mackenzie") is the manager of the Fund and is wholly owned by IGM Financial Inc., a subsidiary of Power Financial Corporation, which itself is a subsidiary of Power Corporation of Canada. The Great-West Life Assurance Company, London Life Insurance Company and The Canada Life Assurance Company (collectively, the "Related Insurance Companies") are wholly owned by Great-West Lifeco Inc., which is also a subsidiary of Power Financial Corporation. Investments in companies within the Power Group of companies held by the Fund are identified in the Schedule of Investments.

### 2. Basis of Preparation and Presentation

These unaudited interim financial statements ("financial statements") have been prepared in accordance with International Financial Reporting Standards ("IFRS"), including international Accounting Standard ("IAS") 34, *Interim Financial Reporting*, as issued by the International Accounting Standards Board ("IASB"). These financial statements were prepared using the same accounting policies, critical accounting judgements and estimates as applied in the Fund's most recent audited annual financial statements for the year ended March 31, 2018. A summary of the Fund's significant accounting policies under IFRS is presented in Note 3.

These financial statements are presented in Canadian dollars, which is the Fund's functional and presentation currency, and rounded to the nearest thousand unless otherwise indicated. These financial statements are prepared on a going concern basis using the historical cost basis, except for financial assets and liabilities that have been measured at fair value.

These financial statements were authorized for issue by the Board of Directors of Mackenzie Financial Corporation on November 13, 2018.

Standards issued but not yet effective for the current accounting year, as applicable, are described in Note 3.

### 3. Significant Accounting Policies

#### (a) Financial instruments

Financial instruments include financial assets and liabilities such as debt and equity securities, open-ended investment funds and derivatives. The Fund classifies and measures financial instruments in accordance with IFRS 9, *Financial Instruments* ("IFRS 9"). Upon initial recognition, financial instruments are classified as fair value through profit or loss ("FVTPL"). All financial instruments are recognized in the Statement of Financial Position when the Fund becomes a party to the contractual requirements of the instrument. Financial assets are derecognized when the right to receive cash flows from the instrument has expired or the Fund has transferred substantially all risks and rewards of ownership. Financial liabilities are derecognized when the obligation is discharged, cancelled and expires. As such, investment purchase and sale transactions are recorded as of the trade date.

Financial instruments are subsequently measured at FVTPL with changes in fair value recognized in the Statement of Comprehensive Income – Other changes in fair value of investments and other net assets – Net unrealized gain (loss).

The Fund's redeemable securities contain multiple dissimilar contractual obligations and therefore meet the criteria for classification as financial liabilities under IAS 32, *Financial Instruments: Presentation*. The Fund's obligation for net assets attributable to securityholders is presented at the redemption amount.

IAS 7, *Statement of Cash Flows*, requires disclosures related to changes in liabilities and assets, such as the securities of the Fund, arising from financing activities. Changes in securities of the Fund, including both changes from cash flows and non-cash changes, are included in the Statement of Changes in Financial Position. Any changes in the securities not settled in cash as at the end of the period are presented as either Accounts receivable for securities issued or Accounts payable for securities redeemed in the Statement of Financial Position. These accounts receivable and accounts payable amounts typically settle shortly after year-end.

Realized and unrealized gains and losses on investments are calculated based on the weighted average cost of investments and exclude commissions and other portfolio transaction costs, which are separately reported in the Statement of Comprehensive Income – Commissions and other portfolio transaction costs.

# MACKENZIE GLOBAL SUSTAINABILITY AND IMPACT BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

### 3. Significant Accounting Policies (cont'd)

#### (a) Financial instruments (cont'd)

Gains and losses arising from changes in the fair value of the investments are included in the Statement of Comprehensive Income for the period in which they arise.

The Fund accounts for its holdings in unlisted open-ended investment funds and exchange-traded funds, if any, at FVTPL. Mackenzie has concluded that any unlisted open-ended investment fund and exchange-traded funds in which the Fund invests, do not meet either the definition of a structured entity or the definition of an associate.

#### (b) Fair value measurement

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Investments listed on a public securities exchange or traded on an over-the-counter market are valued on the basis of the last traded market price or close price recorded by the security exchange on which the security is principally traded, where this price falls within the quoted bid-ask spread for the investment. In circumstances where this price is not within the bid-ask spread, Mackenzie determines the point within the bid-ask spread that is most representative of fair value based on the specific facts and circumstances. Mutual fund securities of an underlying fund are valued on a business day at the price calculated by the manager of such underlying fund in accordance with the constating documents of such underlying fund. 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 using appropriate and accepted industry valuation techniques including valuation models. The fair value determined using valuation models requires the use of inputs and assumptions based on observable market data including volatility and other applicable rates or prices. In limited circumstances, the fair value may be determined using valuation techniques that are not supported by observable market data.

The cost of investments is determined on a weighted average cost basis.

Cash and cash equivalents which includes cash on deposit with financial institutions and short-term investments that are readily convertible to cash, are subject to an insignificant risk of changes in value, and are used by the Fund in the management of short-term commitments. Cash and cash equivalents are reported at fair value which closely approximates their amortized cost due to their nature of being highly liquid and having short terms to maturity. Bank overdraft positions are presented under current liabilities as bank indebtedness in the Statement of Financial Position.

The Fund may use derivatives (such as written options, futures, forward contracts, swaps or customized derivatives) to hedge against losses caused by changes in securities prices, interest rates or exchange rates. The Fund may also use derivatives for non-hedging purposes in order to invest indirectly in securities or financial markets, to gain exposure to other currencies, to seek to generate additional income, and/or for any other purpose considered appropriate by the Fund's portfolio manager(s), provided that the use of the derivative is consistent with the Fund's investment objectives. Any use of derivatives will comply with Canadian mutual fund laws, subject to the regulatory exemptions granted to the Fund, as applicable. Refer to "Exemptions from National Instrument 81-102" in the Annual Information Form of the Fund for further details, including the complete conditions of these exemptions, as applicable.

Valuations of derivative instruments are carried out daily, using normal exchange reporting sources for exchange-traded derivatives and specific broker enquiry for over-the-counter derivatives.

The value of forward contracts is the gain or loss that would be realized if, on the valuation date, the positions were to be closed out. The change in value of forward contracts is included in the Statement of Comprehensive Income – Other changes in fair value of investments and other net assets – Net unrealized gain (loss).

The value of futures contracts or swaps fluctuates daily, and cash settlements made daily, where applicable, by the Fund are equal to the unrealized gains or losses on a "mark to market" basis. These unrealized gains or losses are recorded and reported as such until the Fund closes out the contract or the contract expires. Margin paid or deposited in respect of futures contracts or swaps is reflected as a receivable in the Statement of Financial Position – Margin on futures contracts or swaps. Any change in the variation margin requirement is settled daily.

Premiums received from writing options are included in the Statement of Financial Position as a liability and subsequently adjusted daily to fair value. If a written option expires unexercised, the premium received is recognized as a realized gain. If a written call option is exercised, the difference between the proceeds of the sale plus the value of the premium, and the cost of the security is recognized as a realized gain or loss. If a written put option is exercised, the cost of the security acquired is the exercise price of the option less the premium received.

Refer to the Schedule of Derivative Instruments and Schedule of Options Purchased/Written, as applicable, included in the Schedule of Investments for a listing of derivative and options positions as at September 30, 2018.

# MACKENZIE GLOBAL SUSTAINABILITY AND IMPACT BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

### 3. Significant Accounting Policies (cont'd)

#### (c) Income recognition

Interest income from interest bearing investments is recognized using the effective interest method. Dividends are accrued as of the ex-dividend date. Realized gains or losses on the sale of investments, including foreign exchange gains or losses on such investments, are calculated on an average cost basis. Distributions received from an underlying fund are included in interest income, dividend income, realized gains (losses) on sale of investments or fee rebate income, as appropriate.

Income, realized gains (losses) and unrealized gains (losses) are allocated daily among the series on a pro-rata basis.

#### (d) Commissions and other portfolio transaction costs

Commissions and other portfolio transaction costs are costs incurred to acquire, issue or dispose of financial assets or liabilities. They include fees and commissions paid to agents, advisers, brokers and dealers. Commissions may be paid to brokerage firms which provide (or pay for) certain services, other than order execution, which may include investment research, analysis and reports, and databases or software in support of these services. Where applicable and ascertainable, the value of third-party services that were paid for by brokers during the periods is disclosed in Note 9. The value of certain proprietary services provided by brokers cannot be reasonably estimated.

#### (e) Securities lending, repurchase and reverse repurchase transactions

The Fund is permitted to enter into securities lending, repurchase and reverse repurchase transactions as set out in the Fund's Simplified Prospectus. These transactions involve the temporary exchange of securities for collateral with a commitment to redeliver the same securities on a future date.

Securities lending transactions are administered by Canadian Imperial Bank of Commerce (the "Securities Lending Agent"). The value of cash or securities held as collateral must be at least 102% of the fair value of the securities loaned, sold or purchased. Income is earned from these transactions in the form of fees paid by the counterparty and, in certain circumstances, interest paid on cash or securities held as collateral. Income earned from these transactions is included in the Statement of Comprehensive Income – Securities lending income and recognized when earned.

Note 9 summarizes the details of securities loaned and collateral received, as well as a reconciliation of securities lending income, if applicable.

#### (f) Offsetting

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position only when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously. In the normal course of business, the Fund enters into various master netting agreements or similar agreements that do not meet the criteria for offsetting in the Statement of Financial Position but still allow for the related amounts to be set off in certain circumstances, such as bankruptcy or termination of the contracts. Note 9 summarizes the details of such offsetting, if applicable.

Income and expenses are not offset in the Statement of Comprehensive Income unless required or permitted to by an accounting standard, as specifically disclosed in the IFRS policies of the Fund.

#### (g) Foreign currency

The functional and presentation currency of the Fund is Canadian dollars. 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 Comprehensive Income – Other changes in fair value of investments and other net assets – Net realized gain (loss).

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.

#### (h) Net assets attributable to securityholders per security

Net assets attributable to securityholders per security is computed by dividing the net assets attributable to securityholders of a series of securities on a business day by the total number of securities of the series outstanding on that day.

#### (i) Net asset value per security

The daily Net Asset Value ("NAV") of an investment fund may be calculated without reference to IFRS as per the Canadian Securities Administrators' ("CSA") regulations. The difference between NAV and Net assets attributable to securityholders (as reported in the financial statements), if any, is mainly due to differences in fair value of investments and other financial assets and liabilities. Refer to Note 9 for the Fund's NAV per security.

# MACKENZIE GLOBAL SUSTAINABILITY AND IMPACT BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

### 3. Significant Accounting Policies (cont'd)

(j) Increase (decrease) in net assets attributable to securityholders from operations per security

Increase (decrease) in net assets attributable to securityholders from operations per security in the Statement of Comprehensive Income represents the increase (decrease) in net assets attributable to securityholders from operations for the period, divided by the weighted average number of securities outstanding during the period.

(k) Mergers

The Fund applies the acquisition method of accounting for Fund mergers. Under this method, one of the Funds in each merger is identified as the acquiring Fund, and is referred to as the Continuing Fund, and the other Fund involved in the merger is referred to as the Terminated Fund. This identification is based on the comparison of the relative net asset values of the Funds as well as consideration of the continuation of such aspects of the Continuing Fund as: investment advisors; investment objectives and practices; type of portfolio securities; and management fees and expenses.

### 4. Critical Accounting Estimates and Judgments

The preparation of these financial statements requires management to make estimates and assumptions that primarily affect the valuation of investments. Estimates and assumptions are reviewed on an ongoing basis. Actual results may differ from these estimates.

#### Use of Estimates

##### *Fair value of securities not quoted in an active market*

The Fund may hold financial instruments that are not quoted in active markets and are valued using valuation techniques that make use of observable data, to the extent practicable. Various valuation techniques are utilized, depending on a number of factors, including comparison with similar instruments for which observable market prices exist and recent arm's length market transactions. Key inputs and assumptions used are company specific and may include estimated discount rates and expected price volatilities. Changes in key inputs, could affect the reported fair value of these financial instruments held by the Fund.

#### Use of Judgments

##### *Classification and measurement of investments and application of the fair value option*

In classifying and measuring financial instruments held by the Fund, Mackenzie is required to make significant judgments in order to determine the most appropriate classification in accordance with IFRS 9. Mackenzie has assessed the Fund's business model, the manner in which all financial instruments are managed and performance evaluated as a group on a fair value basis, and concluded that FVTPL in accordance with IFRS 9 provides the most appropriate measurement and presentation of the Fund's financial instruments.

##### *Functional currency*

The Fund's functional and presentation currency is the Canadian dollar, which is the currency considered to best represent the economic effects of the Fund's underlying transactions, events and conditions taking into consideration the manner in which securities are issued and redeemed and how returns and performance by the Fund are measured.

##### *Structured entities and associates*

In determining whether an unlisted open-ended investment fund or an exchange-traded fund in which the Fund invests, but that it does not consolidate, meets the definitions of either a structured entity or of an associate, Mackenzie is required to make significant judgments about whether these underlying funds have the typical characteristics of a structured entity or of an associate. Mackenzie has assessed the characteristics of these underlying funds and has concluded that they do not meet the definition of either a structured entity or of an associate because the Fund does not have contracts or financing arrangements with these underlying funds and the Fund does not have an ability to influence the activities of these underlying funds or the returns it receives from investing in these underlying funds.

### 5. Income Taxes

The Fund qualifies as a mutual fund trust under the provisions of the Income Tax Act (Canada) and, accordingly, is subject to tax on its income including net realized capital gains in the taxation year, which is not paid or payable to its securityholders as at the end of the taxation year. It is the intention of the Fund to distribute all of its net income and sufficient net realized capital gains so that the Fund will not be subject to income taxes other than foreign withholding taxes, if applicable.

Losses of the Fund cannot be allocated to investors and are retained in the Fund for use in future years. Non-capital losses may be carried forward up to 20 years to reduce taxable income and realized capital gains of future years. Capital losses may be carried forward indefinitely to reduce future realized capital gains. Refer to Note 9 for the Fund's loss carryforwards.

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### 6. Management Fees and Operating Expenses

Mackenzie is paid a management fee for managing the investment portfolio, providing investment analysis and recommendations, making investment decisions, making brokerage arrangements relating to the purchase and sale of the investment portfolio and making arrangements with registered dealers for the purchase and sale of securities of the Fund by investors. The management fee is calculated on each series of securities of the Fund as a fixed annual percentage of the daily net asset value of the series.

Each series of the Fund, except B-Series, is charged a fixed rate annual administration fee ("Administration Fee") and in return, Mackenzie bears all of the operating expenses of the Fund, other than certain specified fund costs. The Administration Fee is calculated on each series of securities of the Fund as a fixed annual percentage of the daily net asset value of the series.

Other fund costs include taxes (including, but not limited to GST/HST and income tax), interest and borrowing costs, all fees and expenses of the Mackenzie Funds' Independent Review Committee (IRC), costs of complying with the regulatory requirement to produce Fund Facts, fees paid to external service providers associated with tax reclaims, refunds or the preparation of foreign tax reports on behalf of the Funds, new fees related to external services that were not commonly charged in the Canadian mutual fund industry and introduced after the date of the most recently filed simplified prospectus, and the costs of complying with any new regulatory requirements, including, without limitation, any new fees introduced after the date of the most recently filed simplified prospectus.

All expenses relating to the operation of the Fund attributable to B-Series securities will be charged to that particular series. Operating expenses include legal, audit, transfer agent, custodian, administration and trustee services, cost of financial reporting and Simplified Prospectus printing, regulatory filing fees and other miscellaneous expenses specifically attributable to the B-Series securities and any applicable taxes.

Mackenzie may waive or absorb management fees and/or Administration Fees at its discretion and stop waiving or absorbing such fees at any time without notice. Refer to Note 9 for the management fee and Administration Fee rates charged to each series of securities.

### 7. Fund's Capital

The capital of the Fund, which is comprised of the net assets attributable to securityholders, is divided into different series with each series having an unlimited number of securities. The securities outstanding for the Fund as at September 30, 2018 and 2017 and securities issued, reinvested and redeemed for the periods are presented in the Statement of Changes in Financial Position. Mackenzie manages the capital of the Fund in accordance with the investment objectives as discussed in Note 9.

### 8. Financial Instruments Risk

#### i. Risk exposure and management

The Fund's investment activities expose it to a variety of financial risks, as defined in IFRS 7 *Financial Instruments: Disclosures* ("IFRS 7"). The Fund's exposure to financial risks is concentrated in its investments, which are presented in the Schedule of Investments, as at September 30, 2018, grouped by asset type, with geographic and sector information.

Mackenzie seeks to minimize potential adverse effects of financial risks on the Fund's performance by employing professional, experienced portfolio advisors, by monitoring the Fund's positions and market events daily, by diversifying the investment portfolio within the constraints of the Fund's investment objectives, and where applicable, by using derivatives to hedge certain risk exposures. To assist in managing risks, Mackenzie also maintains a governance structure that oversees the Fund's investment activities and monitors compliance with the Fund's stated investment strategy, internal guidelines, and securities regulations.

#### ii. Liquidity risk

Liquidity risk arises when the Fund encounters difficulty in meeting its financial obligations as they come due. The Fund is exposed to liquidity risk due to potential daily cash redemptions of redeemable securities. In accordance with securities regulations, the Fund must maintain at least 90% of its assets in liquid investments (i.e., investments that can be readily sold). In addition, the Fund retains sufficient cash and short-term investment positions to maintain adequate liquidity. The Fund also has the ability to borrow up to 5% of its net assets for the purposes of funding redemptions.

#### iii. Currency risk

Currency risk arises when the fair value of financial instruments that are denominated in a currency other than the Canadian dollar, which is the Fund's reporting currency, fluctuates due to changes in exchange rates. Note 9 summarizes the Fund's exposure, if applicable and significant, to currency risk.



## NOTES TO FINANCIAL STATEMENTS

### 8. Financial Instruments Risk (cont'd)

#### iv. Interest rate risk

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. Cash and cash equivalents do not expose the Fund to significant amounts of interest rate risk. Note 9 summarizes the Fund's exposure, if applicable and significant, to interest rate risk.

#### v. Other price risk

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. All investments present a risk of loss of capital. This risk is managed through a careful selection of investments and other financial instruments within the parameters of the investment strategies. Except for certain derivative contracts, the maximum risk resulting from financial instruments is equivalent to their fair value. The maximum risk of loss on certain derivative contracts such as forwards, swaps, and futures contracts is equal to their notional values. In the case of written call (put) options and short futures contracts, the loss to the Fund continues to increase, without limit, as the fair value of the underlying interest increases (decreases). However, these instruments are generally used within the overall investment management process to manage the risk from the underlying investments and do not typically increase the overall risk of loss to the Fund. This risk is mitigated by ensuring that the Fund holds a combination of the underlying interest, cash cover and/or margin that is equal to or greater than the value of the derivative contract. Note 9 summarizes the Fund's exposure, if applicable and significant, to other price risk.

#### vi. Credit risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund. Note 9 summarizes the Fund's exposure, if applicable and significant, to credit risk.

All transactions in listed securities are executed with approved brokers. To minimize the possibility of settlement default, securities are exchanged for payment simultaneously, where market practices permit, through the facilities of a central depository and/or clearing agency where customary.

The carrying amount of investments and other assets represents the maximum credit risk exposure as at the date of the Statement of Financial Position.

The Fund may enter into securities lending transactions with counterparties and it may also be exposed to credit risk from the counterparties to the derivative instruments it may use. Credit risk associated with these transactions is considered minimal as all counterparties have a rating equivalent to a designated rating organization's credit rating of not less than A-1 (low) on their short-term debt and of A on their long-term debt, as applicable.

#### vii. Underlying funds

The Fund may invest in underlying funds and may be indirectly exposed to currency risk, interest rate risk, other price risk and credit risk from fluctuations in the value of financial instruments held by the underlying funds. Note 9 summarizes the Fund's exposure, if applicable and significant, to these risks from underlying funds.

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### 9. Fund Specific Information (in '000s, except for (a))

#### (a) Fund Formation and Series Information

Date of Formation      September 29, 2017

The Fund may issue an unlimited number of securities of each series. The number of issued and outstanding securities of each series is disclosed in the Statement of Changes in Financial Position.

**Series Offered by Mackenzie Financial Corporation** (180 Queen Street West, Toronto, Ontario, M5V 3K1; 1-800-387-0614; [www.mackenzieinvestments.com](http://www.mackenzieinvestments.com))

Series A, Series T5 and Series T8 securities are offered to retail investors investing a minimum of \$500 (\$5,000 for Series T5 and Series T8). Investors in Series T5 and Series T8 securities also want to receive a regular monthly cash flow of 5% and 8% per year, respectively.

Series AR securities are offered to retail investors in a Registered Disability Savings Plan offered by Mackenzie.

Series D securities are offered to retail investors investing a minimum of \$500 through a discount brokerage or other account approved by Mackenzie.

Series F, Series F5 and Series F8 securities are offered to investors who are enrolled in a dealer-sponsored fee-for-service or wrap program, who are subject to an asset-based fee rather than commissions on each transaction and who invest at least \$500 (\$5,000 for Series F5 and Series F8); they are also available to employees of Mackenzie and its subsidiaries, and directors of Mackenzie. Investors in Series F5 and Series F8 securities also want to receive a regular monthly cash flow of 5% and 8% per year, respectively.

Series FB and Series FB5 securities are offered to retail investors investing a minimum of \$500. Investors are required to negotiate their advisor service fee, which cannot exceed 1.50%, with their financial advisor. Investors in Series FB5 securities also want to receive a regular monthly cash flow of 5% per year.

Series O securities are offered only to investors investing a minimum of \$500,000 who are enrolled in Mackenzie Portfolio Architecture Service or Open Architecture Service; certain institutional investors; and certain qualifying employees of Mackenzie and its subsidiaries.

Series PW, Series PWT5 and Series PWT8 securities are offered through our Private Wealth Solutions to certain high net worth investors who invest a minimum of \$100,000. Investors in Series PWT5 and Series PWT8 securities also want to receive a monthly cash flow of 5% and 8% per year, respectively.

Series PWFB and Series PWFB5 securities are offered through our Private Wealth Solutions to certain high net worth investors who invest a minimum of \$100,000. Investors are required to negotiate their advisor service fee, which cannot exceed 1.50%, with their financial advisor. Investors in Series PWFB5 securities also want to receive a monthly cash flow of 5% per year.

Series PWX and Series PWX8 securities are offered through our Private Wealth Solutions to certain high net worth investors who invest a minimum of \$100,000. Investors are required to negotiate their advisor service fee, which cannot exceed 1.50%, with their financial advisor. Investors in Series PWX8 securities also want to receive a monthly cash flow of 8% per year.

Series PWF, Series PWF5 and Series PWF8 securities are no longer available for sale. Effective June 1, 2018, Series PWF, Series PWF5 and Series PWF8 securities were consolidated into Series F, Series F5 and Series F8 securities, respectively.

An investor in the Fund may choose among different purchase options that are available under each series. These purchase options are a sales charge purchase option, a redemption charge purchase option and various low-load purchase options. The charges under the sales charge purchase option are negotiated by investors with their dealers. The charges under the redemption charge and low-load purchase options are paid to Mackenzie if an investor redeems securities of the Fund during specific periods. Not all purchase options are available under each series of the Fund, and the charges for each purchase option may vary among the different series. For further details on these purchase options, please refer to the Fund's Simplified Prospectus and Fund Facts.

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### 9. Fund Specific Information (in '000s, except for (a)) (cont'd)

#### (a) Fund Formation and Series Information (cont'd)

Series	Inception/ Reinstatement Date	Management Fees	Administration Fees	Net Asset Value per Security (\$)	
				Sep. 30, 2018	Mar. 31, 2018
Series A	October 16, 2017	1.85%	0.24%	10.51	10.19
Series AR	October 16, 2017	1.85%	0.27%	10.52	10.20
Series D	October 16, 2017	1.10%	0.16%	10.61	10.24
Series F	October 16, 2017	0.70% <sup>(3)</sup>	0.15% <sup>(6)</sup>	10.64	10.25
Series F5	October 16, 2017	0.70% <sup>(3)</sup>	0.15% <sup>(6)</sup>	15.21	15.01
Series F8	October 16, 2017	0.70% <sup>(3)</sup>	0.15% <sup>(6)</sup>	14.74	14.78
Series FB	October 16, 2017	0.85%	0.24%	10.63	10.25
Series FB5	October 16, 2017	0.85%	0.24%	15.18	15.00
Series O	October 16, 2017	— <sup>(1)</sup>	— *	10.75	10.30
Series PW	October 16, 2017	1.70% <sup>(4)</sup>	0.15%	10.53	10.21
Series PWF	None issued <sup>(7)</sup>	0.80%	0.15%	—	10.26
Series PWF5	None issued <sup>(8)</sup>	0.80%	0.15%	—	15.03
Series PWF8	None issued <sup>(9)</sup>	0.80%	0.15%	—	14.81
Series PWFB	October 16, 2017	0.70% <sup>(5)</sup>	0.15%	10.68	10.27
Series PWFB5	October 16, 2017	0.70% <sup>(5)</sup>	0.15%	15.24	15.03
Series PWT5	October 16, 2017	1.70% <sup>(4)</sup>	0.15%	15.08	14.95
Series PWT8	October 16, 2017	1.70% <sup>(4)</sup>	0.15%	14.63	14.73
Series PWX	October 16, 2017	— <sup>(2)</sup>	— <sup>(2)</sup>	10.75	10.30
Series PWX8	October 16, 2017	— <sup>(2)</sup>	— <sup>(2)</sup>	14.88	14.85
Series T5	October 16, 2017	1.85%	0.24%	15.03	14.93
Series T8	October 16, 2017	1.85%	0.24%	14.56	14.70

\* Not applicable.

(1) This fee is negotiable and payable directly to Mackenzie by investors in this series.

(2) This fee is payable directly to Mackenzie by investors in this series through redemptions of their securities.

(3) Prior to June 1, 2018, the management fee for this series was charged to the Fund at a rate of 0.85%.

(4) Prior to June 1, 2018, the management fee for this series was charged to the Fund at a rate of 1.80%.

(5) Prior to June 1, 2018, the management fee for this series was charged to the Fund at a rate of 0.80%.

(6) Prior to June 1, 2018, the administration fee for this series was charged to the Fund at a rate of 0.16%.

(7) The series' original start date was October 16, 2017. All securities in the series were consolidated into Series F on June 1, 2018.

(8) The series' original start date was October 16, 2017. All securities in the series were consolidated into Series F5 on June 1, 2018.

(9) The series' original start date was October 16, 2017. All securities in the series were consolidated into Series F8 on June 1, 2018.

#### (b) Investments by Mackenzie and Affiliates

As at September 30, 2018, Mackenzie had an investment of \$10,172 (March 31, 2018 – \$14,660) in the Fund.

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### 9. Fund Specific Information (in '000s, except for (a)) (cont'd)

#### (c) Loss Carryforwards

As at the last taxation year-end, the following losses were available for carryforward for tax purposes. Capital losses may be carried forward indefinitely to reduce future realized capital gains. Non-capital losses may be utilized to reduce future net income and realized capital gains and expire on December 15 of the years indicated.

Total Capital Loss \$	Total Non-Capital Loss \$	Expiration Date of Non-Capital Losses										
		2037 \$	2036 \$	2035 \$	2034 \$	2033 \$	2032 \$	2031 \$	2030 \$	2029 \$	2028 \$	2027 \$
66	21	21	-	-	-	-	-	-	-	-	-	-

#### (d) Securities Lending

The value of securities loaned and collateral received from securities lending at September 30, 2018 and March 31, 2018, were as follows:

	September 30, 2018	March 31, 2018
	(\$)	(\$)
Value of securities loaned	1,409	-
Value of collateral received	1,489	-

Collateral received is comprised of debt obligations of the Government of Canada and other countries, Canadian provincial and municipal governments and financial institutions.

#### (e) Unfunded Credit Agreements

The Fund has entered into credit agreements whereby the Fund commits to fund a participation in a senior unsecured credit facility ("Commitment Amount") during an agreed upon period of time ("Commitment Period"). In exchange for providing this potential funding the Fund is entitled to receive a commitment fee ("Commitment Fee") from the issuer equal to a certain percentage of the Commitment Amount at the end of the Commitment Period. The funding requirement and the Commitment Fee are both contingent on whether or not the issuer of the credit agreement completes a contemplated transaction by the end of the Commitment Period. As at September 30, 2018, none of the Commitment Amounts were funded (March 31, 2018 – \$Nil). The unfunded Commitment Amounts, the Commitment Fee rates and Commitment Period end date are listed below.

	Total Unfunded Commitment Amount (US\$)	Total Number of Commitments	Range of Unfunded Commitment Amounts (US\$)	Range of Commitment Fee Rates (%)	Range of Commitment Period End Date
September 30, 2018	122	3	10 - 82	0.750	December 17, 2018 - May 18, 2019
March 31, 2018	30	3	7 - 13	0.750	June 18, 2018 - August 21, 2018

#### (f) Offsetting of Financial Assets and Liabilities

The table below presents financial assets and financial liabilities that are subject to master netting arrangements or other similar agreements and the net impact on the Fund's Statements of Financial Position if all set-off rights were exercised as part of future events such as bankruptcy or termination of contracts. No amounts were offset in the financial statements.

	September 30, 2018			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	16	(5)	-	11
Unrealized losses on derivative contracts	(10)	5	19	14
Liability for options written	-	-	-	-
Total	6	-	19	25

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## NOTES TO FINANCIAL STATEMENTS

### 9. Fund Specific Information (in '000s, except for (a)) (cont'd)

#### (f) Offsetting of Financial Assets and Liabilities (cont'd)

	March 31, 2018			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	4	(2)	–	2
Unrealized losses on derivative contracts	(74)	2	130	58
Liability for options written	–	–	–	–
Total	(70)	–	130	60

#### (g) Risks Associated with Financial Instruments

##### i. Risk exposure and management

The Fund seeks capital growth and income by investing primarily in a combination of equities and fixed income securities of issuers located anywhere in the world. Depending on economic conditions and relative valuations by the Fund's portfolio managers, the Fund will generally invest 30% to 70% of its assets in each of equity and fixed income securities, but may invest up to 100% of its assets in either asset class. The Fund follows an approach to investing that focuses on sustainable and responsible issuers.

##### ii. Currency risk

The table below indicates currencies to which the Fund had significant exposure as at period end in Canadian dollar terms, including the underlying principal amount of any derivative instruments. Other financial assets and liabilities (including accrued interest and dividends receivable, and receivables/payables for investments sold/purchased) that are denominated in foreign currencies do not expose the Fund to significant currency risk.

	September 30, 2018			
Currency	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	12,201	12	(2,013)	10,200
Japanese yen	1,400	2	(231)	1,171
British pound	772	1	(167)	606
Euro	1,847	8	(1,409)	446
Swedish krona	380	–	(69)	311
Hong Kong dollar	307	–	–	307
Swiss franc	264	–	8	272
New Zealand dollar	134	–	(55)	79
Danish krone	415	–	(422)	(7)
Australian dollar	823	–	(836)	(13)
Brazilian real	–	–	(47)	(47)
Norwegian krone	317	7	(430)	(106)
Indian rupee	59	–	(870)	(811)
Total	18,919	30	(6,541)	12,408
% of Net Assets	83.1	0.1	(28.7)	54.5



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### 9. Fund Specific Information (in '000s, except for (a)) (cont'd)

#### (g) Risks Associated with Financial Instruments (cont'd)

##### ii. Currency risk (cont'd)

Currency	March 31, 2018			
	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	11,492	111	(5,613)	5,990
Japanese yen	1,478	–	(294)	1,184
Euro	1,697	12	(943)	766
British pound	715	4	(224)	495
Hong Kong dollar	349	–	–	349
Indian rupee	342	–	–	342
Swedish krona	306	(4)	(92)	210
New Zealand dollar	145	–	15	160
South Korean won	110	–	–	110
Swiss franc	208	–	(103)	105
Australian dollar	488	3	(446)	45
Norwegian krone	328	–	(294)	34
Danish krone	440	–	(446)	(6)
Total	18,098	126	(8,440)	9,784
% of Net Assets	84.3	0.6	(39.3)	45.6

\* Includes both monetary and non-monetary financial instruments

As at September 30, 2018, had the Canadian dollar increased by 5% relative to all foreign currencies, with all other variables held constant, net assets would have decreased by approximately \$595 or 2.6% of total net assets (March 31, 2018 – \$489 or 2.3%). Similarly, had the Canadian dollar decreased by 5% relative to all foreign currencies, with all other variables held constant, net assets would have increased by approximately \$606 or 2.7% of the total net assets (March 31, 2018 – \$489 or 2.3%). In practice, the actual trading results may differ and the difference could be material.

##### iii. Interest rate risk

The table below summarizes the Fund's exposure to interest rate risks from its investments in bonds by term to maturity.

Term to Maturity	September 30, 2018 (\$)		March 31, 2018 (\$)	
	Bonds	Derivative Instruments	Bonds	Derivative Instruments
Less than 1 year	547	(1,893)	734	(1,998)
1-5 years	3,194	–	3,320	–
5-10 years	5,529	–	5,356	–
Greater than 10 years	1,190	–	1,113	–
Total	10,460	(1,893)	10,523	(1,998)

As at September 30, 2018, had prevailing interest rates increased or decreased by 1%, assuming a parallel shift in the yield curve, with all other variables held constant, net assets would have decreased or increased by approximately \$377 or 1.7% (March 31, 2018 – \$301 or 1.4%) of total net assets. In practice, the actual trading results may differ and the difference could be material.

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## NOTES TO FINANCIAL STATEMENTS

### 9. Fund Specific Information (in '000s, except for (a)) (cont'd)

#### (g) Risks Associated with Financial Instruments (cont'd)

##### iv. Other price risk

The Fund's most significant exposure to price risk arises from its investment in equity securities and exchange-traded funds/notes. As at September 30, 2018, had the prices on the respective stock exchanges for these securities increased or decreased by 10%, with all other variables held constant, net assets would have increased or decreased by approximately \$1,153 or 5.1% (March 31, 2018 – \$1,075 or 5.0%) of total net assets. In practice, the actual trading results may differ and the difference could be material.

##### v. Credit risk

The Fund's greatest concentration of credit risk is in debt securities, such as bonds. The fair value of debt securities includes consideration of the creditworthiness of the debt issuer. The maximum exposure to any one debt issuer as at September 30, 2018 was 3.1% (March 31, 2018 – 5.3%) of the net assets of the Fund.

As at September 30, 2018 and March 31, 2018, debt securities by credit rating are as follows:

Bond Rating*	September 30, 2018	March 31, 2018
	% of Net Assets	% of Net Assets
AAA	14.1	16.1
AA	4.6	6.5
A	9.0	10.1
BBB	6.7	6.7
Less than BBB	11.5	9.4
Unrated	0.1	0.2
Total	46.0	49.0

\* Credit ratings and rating categories are based on ratings issued by a designated rating organization

#### (h) Fair Value Classification

The table below summarizes the fair value of the Fund's financial instruments using the following fair value hierarchy:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;

Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and

Level 3 – Inputs that are not based on observable market data.

The inputs are considered observable if they are developed using market data, such as publicly available information about actual events or transactions, and that reflect the assumption that market participants would use when pricing the asset or liability.

	September 30, 2018				March 31, 2018			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Bonds	–	10,460	–	10,460	–	10,523	–	10,523
Equities	11,300	–	–	11,300	7,796	2,637	–	10,433
Options	–	26	–	26	–	–	–	–
Exchange-traded funds/notes	231	–	–	231	312	–	–	312
Derivative assets	2	180	–	182	–	35	–	35
Derivative liabilities	(2)	(21)	–	(23)	(59)	(70)	–	(129)
Short-term investments	–	–	–	–	–	27	–	27
Total	11,531	10,645	–	22,176	8,049	13,152	–	21,201

The Fund's policy is to recognize transfers into and transfers out of fair value hierarchy levels as of the date of the event or change in circumstances that caused the transfer.



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### 9. Fund Specific Information *(in '000s, except for (a)) (cont'd)*

#### (h) Fair Value Classification (cont'd)

In accordance with the Fund's valuation policy, the Fund applies fair value adjustment factors to the quoted market prices for non-North American equities when North American intraday stock market movements exceed pre-determined tolerances. The adjustment factors are applied in order to estimate the impact on fair values of events occurring between the close of the non-North American stock markets and the close of business for the Fund. If fair value adjustment factors are applied, non-North American equities are classified as Level 2. Consequently, during the period ended September 30, 2018, non-North American equities frequently transferred between Level 1 (unadjusted quoted market prices) and Level 2 (adjusted market prices).

As at September 30, 2018, these securities were classified as Level 1. As at March 31, 2018, fair value adjustments were applied to the majority of securities in non-North American markets (Level 2) that were closed on the last business day. The remaining non-North American securities were classified as Level 1. Other than as described above, there were no significant transfers between Level 1 and Level 2.

Other financial instruments classified as Level 2 investments are valued based on the prices provided by an independent reputable pricing services company who prices the securities based on recent transactions and quotes received from market participants and through incorporating observable market data and using standard market convention practices. Short-term investments classified as Level 2 investments are valued based on amortized cost plus accrued interest which closely approximates fair value.



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