

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

MANAGEMENT REPORT

Management's Responsibility for Financial Reporting

The accompanying financial statements have been prepared by Mackenzie Financial Corporation, as Manager of Mackenzie Ivy Global Balanced Fund (the "Fund"). The Manager is responsible for the integrity, objectivity and reliability of the data presented. This responsibility includes selecting appropriate accounting principles and making judgments and estimates consistent with International Financial Reporting Standards. The Manager is also responsible for the development of internal controls over the financial reporting process, which are designed to provide reasonable assurance that relevant and reliable financial information is produced.

The Board of Directors (the "Board") of Mackenzie Financial Corporation is responsible for reviewing and approving the financial statements and overseeing the Manager's performance of its financial reporting responsibilities. The Board is assisted in discharging this responsibility by an Audit Committee, which reviews the financial statements and recommends them for approval by the Board. The Audit Committee also meets regularly with the Manager, internal auditors and external auditors to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues.

Deloitte LLP is the external auditor of the Fund. It is appointed by the Board. The external auditor has audited the financial statements in accordance with Canadian generally accepted auditing standards to enable it to express to the securityholders its opinion on the financial statements. Its report is set out below.

On behalf of Mackenzie Financial Corporation,
Manager of the Fund



Barry McInerney
President and Chief Executive Officer



Terry Rountes
Chief Financial Officer, Funds

June 7, 2018

INDEPENDENT AUDITOR'S REPORT

To the Securityholders of Mackenzie Ivy Global Balanced Fund (the "Fund")

We have audited the accompanying financial statements of the Fund which comprise the statements of financial position as at March 31, 2018 and 2017, and the statements of comprehensive income, statements of changes in financial position and statements of cash flows for the periods then ended, as indicated in Note 1, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 2018 and 2017, and its financial performance and its cash flows for the periods then ended, as indicated in Note 1, in accordance with International Financial Reporting Standards.



Chartered Professional Accountants, Licensed Public Accountants

Toronto, Canada

June 7, 2018



MACKENZIE
Investments

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

STATEMENTS OF FINANCIAL POSITION

*In thousands (except per security figures)
As at March 31*

	2018	2017
	\$	\$
ASSETS		
Current assets		
Investments at fair value	1,439,078	1,203,859
Cash and cash equivalents	10,110	11,515
Accrued interest receivable	2,723	2,450
Dividends receivable	2,703	1,623
Accounts receivable for investments sold	2,663	1,276
Accounts receivable for securities issued	990	3,213
Due from manager	22	1
Margin on futures contracts	1,422	2,096
Unrealized gains on derivative contracts	1,162	1,109
Total assets	1,460,873	1,227,142

LIABILITIES

Current liabilities		
Accounts payable for investments purchased	6,350	2,719
Accounts payable for securities redeemed	1,610	777
Due to manager	122	–
Liability for options written	–	87
Unrealized losses on derivative contracts	4,825	2,439
Total liabilities	12,907	6,022
Net assets attributable to securityholders	1,447,966	1,221,120

Net assets attributable to securityholders per series (note 3)

Series A	643,342	694,513
Series AR	4,182	193
Series D	2,323	1,614
Series F	91,890	79,883
Series F8	10,225	10,963
Series FB	849	434
Series FB5	1	1
Series I	2,691	2,854
Series J	46	45
Series O	13,078	3,261
Series PW	151,099	52,017
Series PWF	46,138	25,930
Series PWF8	18,811	14,959
Series PWFB	1,202	–
Series PWFB5	1	–
Series PWT6	5,183	–
Series PWT8	13,398	9,333
Series PWX	12,867	9,135
Series PWX8	288	322
Series R	74,632	48,104
Series S	276,955	203,722
Series T6	20,045	22,331
Series T8	16,630	21,168

	2018	2017
	\$	\$
Quadrus Series	25,617	11,587
H Series	431	21
H5 Series	1	3
L Series	5,508	1,841
L5 Series	244	1
N Series	6,284	5,260
N5 Series	513	382
D5 Series	630	183
QF Series	2,742	976
QF5 Series	120	84

Net assets attributable to securityholders per security (note 3)

Series A	9.91	10.07
Series AR	10.24	10.39
Series D	12.07	12.21
Series F	8.85	8.94
Series F8	11.32	12.29
Series FB	10.25	10.37
Series FB5	13.64	14.38
Series I	8.57	8.69
Series J	15.27	15.49
Series O	23.17	23.32
Series PW	12.30	12.49
Series PWF	12.04	12.18
Series PWF8	13.41	14.54
Series PWFB	9.86	–
Series PWFB5	14.23	–
Series PWT6	13.92	–
Series PWT8	13.20	14.48
Series PWX	12.68	12.78
Series PWX8	13.27	14.26
Series R	17.57	17.71
Series S	18.61	18.77
Series T6	13.60	14.62
Series T8	7.26	7.97
Quadrus Series	10.10	10.25
H Series	10.11	10.26
H5 Series	14.47	15.20
L Series	10.23	10.37
L5 Series	13.98	14.81
N Series	10.19	10.27
N5 Series	14.21	14.81
D5 Series	13.68	14.55
QF Series	10.15	10.27
QF5 Series	14.08	14.82

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



MACKENZIE
Investments

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended March 31 (note 1)
In thousands (except per security figures)

	2018	2017
	\$	\$
Income		
Dividends	25,609	19,377
Interest income	11,035	8,060
Other changes in fair value of investments		
Net realized gain (loss)	51,825	29,309
Net unrealized gain (loss)	(54,682)	59,689
Fee rebate income	83	–
Total income (loss)	33,870	116,435
Expenses (note 6)		
Management fees	19,034	15,584
Management fee rebates	(94)	(26)
Administration fees	2,483	2,079
Interest charges	21	17
Commissions and other portfolio transaction costs	958	841
Independent Review Committee fees	5	5
Other	11	14
Expenses before amounts absorbed by Manager	22,418	18,514
Expenses absorbed by Manager	–	–
Net expenses	22,418	18,514
Increase (decrease) in net assets attributable to securityholders from operations before tax	11,452	97,921
Foreign withholding taxes	2,996	2,628
Foreign income taxes paid (recovered)	–	–
Increase (decrease) in net assets attributable to securityholders from operations	8,456	95,293
Increase (decrease) in net assets attributable to securityholders from operations per series		
Series A	(693)	53,207
Series AR	(11)	3
Series D	18	123
Series F	790	6,635
Series F8	116	776
Series FB	12	18
Series FB5	–	–
Series I	24	245
Series J	1	3
Series O	104	322
Series PW	122	3,722
Series PWF	552	2,033
Series PWF8	287	1,294
Series PWFB	10	–
Series PWFB5	–	–
Series PWT6	(8)	–
Series PWT8	38	778
Series PWX	203	694
Series PWX8	6	34
Series R	1,543	2,541
Series S	5,304	18,394

	2018	2017
	\$	\$
Series T6	(21)	1,807
Series T8	(24)	1,751
Quadrus Series	(85)	468
H Series	(2)	–
H5 Series	–	1
L Series	8	78
L5 Series	13	–
N Series	129	304
N5 Series	18	9
D5 Series	(2)	6
QF Series	2	43
QF5 Series	2	4
Increase (decrease) in net assets attributable to securityholders from operations per security		
Series A	(0.01)	0.83
Series AR	(0.05)	0.36
Series D	0.10	1.16
Series F	0.08	0.90
Series F8	0.13	1.27
Series FB	0.23	1.19
Series FB5	0.14	1.37
Series I	0.07	0.74
Series J	0.03	1.28
Series O	0.36	2.43
Series PW	0.01	1.09
Series PWF	0.15	1.21
Series PWF8	0.22	1.46
Series PWFB	0.15	–
Series PWFB5	0.18	–
Series PWT6	(0.03)	–
Series PWT8	0.04	1.26
Series PWX	0.23	1.41
Series PWX8	0.33	1.54
Series R	0.42	2.74
Series S	0.41	2.01
Series T6	(0.02)	1.22
Series T8	(0.01)	0.69
Quadrus Series	(0.05)	0.88
H Series	(0.11)	0.18
H5 Series	0.23	0.09
L Series	0.02	0.86
L5 Series	0.89	0.89
N Series	0.19	0.89
N5 Series	0.43	1.74
D5 Series	(0.05)	0.69
QF Series	0.01	1.03
QF5 Series	0.30	3.11

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



MACKENZIE
Investments

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

STATEMENTS OF CHANGES IN FINANCIAL POSITION

For the periods ended March 31 (note 1)
In thousands

	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Series A		Series AR		Series D		Series F		Series F8	
	\$		\$		\$		\$		\$	
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS										
Beginning of period	694,513	536,550	193	–	1,614	993	79,883	42,228	10,963	4,593
Increase (decrease) in net assets from operations	(693)	53,207	(11)	3	18	123	790	6,635	116	776
Distributions paid to securityholders:										
Investment income	(2,205)	(3,197)	(9)	–	(11)	(13)	(475)	(743)	(145)	(100)
Capital gains	(7,187)	(6,150)	(30)	–	(37)	(24)	(1,548)	(1,430)	(117)	(193)
Return of capital	–	(1)	–	–	–	–	–	–	(760)	(618)
Management fee rebates	–	–	–	–	–	–	–	–	–	–
Total distributions paid to securityholders	(9,392)	(9,348)	(39)	–	(48)	(37)	(2,023)	(2,173)	(1,022)	(911)
Security transactions:										
Proceeds from securities issued	208,462	304,965	4,117	190	1,296	999	53,397	57,085	6,416	10,393
Reinvested distributions	9,276	9,215	39	–	46	37	1,558	1,568	489	558
Value of securities redeemed	(258,824)	(200,076)	(117)	–	(603)	(501)	(41,715)	(25,460)	(6,737)	(4,446)
Total security transactions	(41,086)	114,104	4,039	190	739	535	13,240	33,193	168	6,505
Total increase (decrease) in net assets	(51,171)	157,963	3,989	193	709	621	12,007	37,655	(738)	6,370
End of period	643,342	694,513	4,182	193	2,323	1,614	91,890	79,883	10,225	10,963

Increase (decrease) in fund securities (note 7):

	Securities		Securities		Securities		Securities		Securities	
Securities outstanding – beginning of period	68,989	57,106	19	–	132	87	8,931	5,037	892	368
Issued	20,746	31,640	397	19	105	85	5,946	6,638	537	843
Reinvested distributions	924	950	4	–	4	3	174	182	42	46
Redeemed	(25,767)	(20,707)	(11)	–	(49)	(43)	(4,663)	(2,926)	(568)	(365)
Securities outstanding – end of period	64,892	68,989	409	19	192	132	10,388	8,931	903	892

	Series FB		Series FB5		Series I		Series J		Series O	
	\$		\$		\$		\$		\$	
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS										
Beginning of period	434	49	1	1	2,854	2,557	45	42	3,261	3,077
Increase (decrease) in net assets from operations	12	18	–	–	24	245	1	3	104	322
Distributions paid to securityholders:										
Investment income	(4)	(2)	–	–	(12)	(23)	–	–	(59)	(43)
Capital gains	(13)	(3)	–	–	(39)	(44)	(1)	(1)	(191)	(82)
Return of capital	–	–	–	–	–	–	–	–	–	–
Management fee rebates	–	–	–	–	(2)	(2)	–	–	–	–
Total distributions paid to securityholders	(17)	(5)	–	–	(53)	(69)	(1)	(1)	(250)	(125)
Security transactions:										
Proceeds from securities issued	790	371	–	–	427	324	–	–	10,100	672
Reinvested distributions	17	5	–	–	53	69	1	1	250	125
Value of securities redeemed	(387)	(4)	–	–	(614)	(272)	–	–	(387)	(810)
Total security transactions	420	372	–	–	(134)	121	1	1	9,963	(13)
Total increase (decrease) in net assets	415	385	–	–	(163)	297	1	3	9,817	184
End of period	849	434	1	1	2,691	2,854	46	45	13,078	3,261

Increase (decrease) in fund securities (note 7):

	Securities		Securities		Securities		Securities		Securities	
Securities outstanding – beginning of period	42	5	–	–	328	314	3	3	140	140
Issued	76	36	–	–	50	39	–	–	430	30
Reinvested distributions	2	1	–	–	6	8	–	–	11	6
Redeemed	(37)	–	–	–	(70)	(33)	–	–	(16)	(36)
Securities outstanding – end of period	83	42	–	–	314	328	3	3	565	140

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

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

STATEMENTS OF CHANGES IN FINANCIAL POSITION (cont'd)

For the periods ended March 31 (note 1)
In thousands

	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Series PW		Series PWF		Series PWF8		Series PWF8		Series PWF8	
	\$		\$		\$		\$		\$	
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS										
Beginning of period	52,017	32,635	25,930	9,647	14,959	9,210	–	–	–	–
Increase (decrease) in net assets from operations	122	3,722	552	2,033	287	1,294	10	–	–	–
Distributions paid to securityholders:										
Investment income	(550)	(267)	(257)	(251)	(255)	(165)	(5)	–	–	–
Capital gains	(1,790)	(514)	(840)	(483)	(206)	(317)	(15)	–	–	–
Return of capital	–	–	–	–	(1,291)	(1,042)	–	–	–	–
Management fee rebates	(56)	(14)	(14)	(4)	(6)	(4)	–	–	–	–
Total distributions paid to securityholders	(2,396)	(795)	(1,111)	(738)	(1,758)	(1,528)	(20)	–	–	–
Security transactions:										
Proceeds from securities issued	130,517	28,729	36,130	24,149	7,054	9,763	1,216	–	1	–
Reinvested distributions	2,316	741	927	609	1,098	1,071	20	–	–	–
Value of securities redeemed	(31,477)	(13,015)	(16,290)	(9,770)	(2,829)	(4,851)	(24)	–	–	–
Total security transactions	101,356	16,455	20,767	14,988	5,323	5,983	1,212	–	1	–
Total increase (decrease) in net assets	99,082	19,382	20,208	16,283	3,852	5,749	1,202	–	1	–
End of period	151,099	52,017	46,138	25,930	18,811	14,959	1,202	–	1	–

	Securities		Securities		Securities		Securities		Securities	
Increase (decrease) in fund securities (note 7):										
Securities outstanding – beginning of period	4,166	2,798	2,130	846	1,029	624	–	–	–	–
Issued	10,456	2,391	2,959	2,064	498	671	122	–	–	–
Reinvested distributions	186	62	76	52	79	74	2	–	–	–
Redeemed	(2,528)	(1,085)	(1,333)	(832)	(203)	(340)	(2)	–	–	–
Securities outstanding – end of period	12,280	4,166	3,832	2,130	1,403	1,029	122	–	–	–

	Series PWT6		Series PWT8		Series PWX		Series PWX8		Series R	
	\$		\$		\$		\$		\$	
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS										
Beginning of period	–	–	9,333	8,805	9,135	4,483	322	298	48,104	3,495
Increase (decrease) in net assets from operations	(8)	–	38	778	203	694	6	34	1,543	2,541
Distributions paid to securityholders:										
Investment income	(36)	–	(111)	(51)	(80)	(114)	(6)	(5)	(1,247)	(466)
Capital gains	(46)	–	(129)	(99)	(262)	(219)	(3)	(9)	(795)	(896)
Return of capital	(251)	–	(1,043)	(729)	–	–	(19)	(25)	–	–
Management fee rebates	(2)	–	(4)	(2)	–	–	–	–	–	–
Total distributions paid to securityholders	(335)	–	(1,287)	(881)	(342)	(333)	(28)	(39)	(2,042)	(1,362)
Security transactions:										
Proceeds from securities issued	6,263	–	7,535	1,543	5,833	5,760	–	–	35,578	44,321
Reinvested distributions	100	–	469	306	342	329	26	35	1,039	1,362
Value of securities redeemed	(837)	–	(2,690)	(1,218)	(2,304)	(1,798)	(38)	(6)	(9,590)	(2,253)
Total security transactions	5,526	–	5,314	631	3,871	4,291	(12)	29	27,027	43,430
Total increase (decrease) in net assets	5,183	–	4,065	528	3,732	4,652	(34)	24	26,528	44,609
End of period	5,183	–	13,398	9,333	12,867	9,135	288	322	74,632	48,104

	Securities		Securities		Securities		Securities		Securities	
Increase (decrease) in fund securities (note 7):										
Securities outstanding – beginning of period	–	–	645	600	715	374	23	21	2,716	211
Issued	423	–	532	108	453	460	–	–	2,011	2,558
Reinvested distributions	7	–	34	21	27	27	2	2	59	80
Redeemed	(58)	–	(196)	(84)	(180)	(146)	(3)	–	(538)	(133)
Securities outstanding – end of period	372	–	1,015	645	1,015	715	22	23	4,248	2,716

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

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

STATEMENTS OF CHANGES IN FINANCIAL POSITION (cont'd)

For the periods ended March 31 (note 1)
In thousands

	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Series S		Series T6		Series T8		Quadrus Series		H Series	
	\$		\$		\$		\$		\$	
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS										
Beginning of period	203,722	134,073	22,331	20,854	21,168	20,415	11,587	–	21	–
Increase (decrease) in net assets from operations	5,304	18,394	(21)	1,807	(24)	1,751	(85)	468	(2)	–
Distributions paid to securityholders:										
Investment income	(4,600)	(2,739)	(151)	(111)	(133)	(108)	(72)	(72)	(2)	–
Capital gains	(2,858)	(5,269)	(191)	(214)	(171)	(207)	(234)	(138)	(6)	(1)
Return of capital	–	–	(1,077)	(1,288)	(1,302)	(1,661)	–	–	–	–
Management fee rebates	–	–	–	–	–	–	(7)	–	–	–
Total distributions paid to securityholders	(7,458)	(8,008)	(1,419)	(1,613)	(1,606)	(1,976)	(313)	(210)	(8)	(1)
Security transactions:										
Proceeds from securities issued	77,404	59,156	9,128	13,087	6,361	10,318	18,841	12,297	549	108
Reinvested distributions	7,458	8,008	605	697	833	1,034	313	210	8	1
Value of securities redeemed	(9,475)	(7,901)	(10,579)	(12,501)	(10,102)	(10,374)	(4,726)	(1,178)	(137)	(87)
Total security transactions	75,387	59,263	(846)	1,283	(2,908)	978	14,428	11,329	420	22
Total increase (decrease) in net assets	73,233	69,649	(2,286)	1,477	(4,538)	753	14,030	11,587	410	21
End of period	276,955	203,722	20,045	22,331	16,630	21,168	25,617	11,587	431	21

	Securities		Securities		Securities		Securities		Securities	
Increase (decrease) in fund securities (note 7):										
Securities outstanding – beginning of period	10,855	7,595	1,527	1,438	2,658	2,530	1,130	–	2	–
Issued	4,135	3,252	642	911	831	1,309	1,837	1,226	53	11
Reinvested distributions	399	445	43	49	110	131	31	21	1	–
Redeemed	(506)	(437)	(738)	(871)	(1,307)	(1,312)	(462)	(117)	(13)	(9)
Securities outstanding – end of period	14,883	10,855	1,474	1,527	2,292	2,658	2,536	1,130	43	2

	H5 Series		L Series		L5 Series		N Series		N5 Series	
	\$		\$		\$		\$		\$	
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS										
Beginning of period	3	–	1,841	–	1	–	5,260	–	382	–
Increase (decrease) in net assets from operations	–	1	8	78	13	–	129	304	18	9
Distributions paid to securityholders:										
Investment income	–	(1)	(17)	(10)	(2)	–	(52)	(70)	(11)	(2)
Capital gains	–	(2)	(54)	(20)	(2)	–	(170)	(135)	(7)	(5)
Return of capital	–	(1)	–	–	(10)	–	–	–	(18)	(3)
Management fee rebates	–	–	–	–	–	–	–	–	–	–
Total distributions paid to securityholders	–	(4)	(71)	(30)	(14)	–	(222)	(205)	(36)	(10)
Security transactions:										
Proceeds from securities issued	–	163	4,208	1,823	355	1	5,005	5,573	346	375
Reinvested distributions	–	2	70	30	12	–	222	205	19	8
Value of securities redeemed	(2)	(159)	(548)	(60)	(123)	–	(4,110)	(617)	(216)	–
Total security transactions	(2)	6	3,730	1,793	244	1	1,117	5,161	149	383
Total increase (decrease) in net assets	(2)	3	3,667	1,841	243	1	1,024	5,260	131	382
End of period	1	3	5,508	1,841	244	1	6,284	5,260	513	382

	Securities		Securities		Securities		Securities		Securities	
Increase (decrease) in fund securities (note 7):										
Securities outstanding – beginning of period	–	–	178	–	–	–	512	–	26	–
Issued	–	11	408	181	24	–	484	552	24	25
Reinvested distributions	–	–	7	3	1	–	22	21	1	1
Redeemed	–	(11)	(54)	(6)	(8)	–	(401)	(61)	(15)	–
Securities outstanding – end of period	–	–	539	178	17	–	617	512	36	26

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



MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

STATEMENTS OF CHANGES IN FINANCIAL POSITION (cont'd)

For the periods ended March 31 (note 1)
In thousands

	2018	2017	2018	2017	2018	2017	2018	2017
	D5 Series		QF Series		QF5 Series		Total	
	\$		\$		\$		\$	
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS								
Beginning of period	183	–	976	–	84	–	1,221,120	834,005
Increase (decrease) in net assets from operations	(2)	6	2	43	2	4	8,456	95,293
Distributions paid to securityholders:								
Investment income	(4)	(2)	(11)	(7)	(2)	–	(10,524)	(8,562)
Capital gains	(7)	(4)	(38)	(13)	(1)	–	(16,988)	(16,472)
Return of capital	(24)	(5)	–	–	(5)	(1)	(5,800)	(5,374)
Management fee rebates	(1)	–	(2)	–	–	–	(94)	(26)
Total distributions paid to securityholders	(36)	(11)	(51)	(20)	(8)	(1)	(33,406)	(30,434)
Security transactions:								
Proceeds from securities issued	604	268	2,226	1,112	127	81	640,286	593,626
Reinvested distributions	26	11	51	19	3	–	27,686	26,256
Value of securities redeemed	(145)	(91)	(462)	(178)	(88)	–	(416,176)	(297,626)
Total security transactions	485	188	1,815	953	42	81	251,796	322,256
Total increase (decrease) in net assets	447	183	1,766	976	36	84	226,846	387,115
End of period	630	183	2,742	976	120	84	1,447,966	1,221,120
Increase (decrease) in fund securities (note 7):								
Securities outstanding – beginning of period	13	–	95	–	6	–		
Issued	41	18	215	111	9	6		
Reinvested distributions	2	1	5	2	–	–		
Redeemed	(10)	(6)	(45)	(18)	(6)	–		
Securities outstanding – end of period	46	13	270	95	9	6		

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

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

STATEMENTS OF CASH FLOWS

For the periods ended March 31 (note 1)
In thousands

	2018	2017
	\$	\$
Cash flows from operating activities		
Net increase (decrease) in net assets attributable to securityholders from operations	8,456	95,293
Adjustments for:		
Net realized loss (gain) on investments	(51,825)	(29,309)
Change in net unrealized loss (gain) on investments	54,682	(59,689)
Distributions received in-kind from underlying funds	(338)	(11)
Purchase of investments	(840,508)	(753,838)
Proceeds from sale and maturity of investments	607,334	434,123
Change in accrued interest receivable	(273)	(499)
Change in dividends receivable	(1,080)	(922)
Change in due from manager	(21)	(1)
Change in due to manager	122	–
Change in margin on futures contracts	674	(1,328)
Change in liability for options written	(87)	87
Net cash from operating activities	(222,864)	(316,094)
Cash flows from financing activities		
Proceeds from redeemable securities issued	470,558	522,181
Payments on redemption of redeemable securities	(243,392)	(226,254)
Distributions paid net of reinvestments	(5,720)	(4,178)
Net cash from financing activities	221,446	291,749
Net increase (decrease) in cash and cash equivalents	(1,418)	(24,345)
Cash and cash equivalents at beginning of period	11,515	35,869
Effect of exchange rate fluctuations on cash and cash equivalents	13	(9)
Cash and cash equivalents at end of period	10,110	11,515
Cash	1,431	2,510
Cash equivalents	8,679	9,005
Cash and cash equivalents at end of period	10,110	11,515
Supplementary disclosures on cash flow from operating activities:		
Dividends received	24,528	18,455
Foreign taxes paid	2,996	2,628
Interest received	10,753	7,550
Interest paid	21	17

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



MACKENZIE
Investments

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

SCHEDULE OF INVESTMENTS

As at March 31, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS					
407 International Inc. 3.60% 05-21-2047 Callable	Canada	Corporate - Non Convertible	440,000	442	446
African Development Bank F/R 02-24-2019	Supra - National	n/a	SEK 8,000,000	1,333	1,235
AIMCo Realty Investors LP 3.04% 06-01-2028 Callable 2028	Canada	Corporate - Non Convertible	320,000	320	318
Algonquin Power & Utilities Corp. 4.65% 02-15-2022	Canada	Corporate - Non Convertible	930,000	995	983
Alibaba Group Holding Ltd. 3.40% 12-06-2027 Callable 2027	China	Corporate - Non Convertible	USD 290,000	371	355
Allied Properties Real Estate Investment Trust 3.93% 11-14-2022	Canada	Corporate - Non Convertible	326,000	327	331
AltaGas Ltd. 3.98% 10-04-2027 Callable 2027	Canada	Corporate - Non Convertible	320,000	320	323
AltaLink LP 3.72% 12-03-2046 Callable MTN	Canada	Corporate - Non Convertible	643,000	643	667
Amneal Pharmaceuticals LLC Term loan B 1st Lien F/R 03-23-2025	United States	Term Loans	USD 270,000	346	348
Anheuser-Busch InBev Finance Inc. 2.65% 02-01-2021 Callable 2021	Belgium	Corporate - Non Convertible	USD 3,200,000	4,199	4,092
Anheuser-Busch InBev Finance Inc. 3.30% 02-01-2023 Callable 2022	Belgium	Corporate - Non Convertible	USD 480,000	686	619
Anheuser-Busch InBev Finance Inc. 2.60% 05-15-2024 Callable 2024	Belgium	Corporate - Non Convertible	1,090,000	1,081	1,062
APT Pipelines Ltd. 4.20% 03-23-2025 Callable 2024 144A	Australia	Corporate - Non Convertible	USD 1,420,000	1,895	1,850
Arch Merger Sub Inc. 8.50% 09-15-2025 Callable 2020 144A	United States	Corporate - Non Convertible	USD 380,000	483	453
Argentine Bonos del Tesoro 21.20% 09-19-2018	Argentina	Foreign Governments	ARS 24,700,000	2,228	1,559
Asian Development Bank 6.00% 02-24-2021	Supra - National	n/a	INR 40,000,000	788	782
Asian Development Bank 6.45% 08-08-2021	Supra - National	n/a	INR 31,640,000	655	626
Asian Development Bank 5.90% 12-20-2022	Supra - National	n/a	INR 60,800,000	1,173	1,169
ASP AMC Merger Sub Inc. 8.00% 05-15-2025 Callable 2020 144A	United States	Corporate - Non Convertible	USD 160,000	213	193
AT&T Inc. 3.825% 11-25-2020	United States	Corporate - Non Convertible	2,200,000	2,275	2,267
ATS Consolidated Inc. Term Loan B 1st Lien F/R 02-23-2025	United States	Term Loans	USD 120,000	151	157
Aviva PLC 4.50% 05-10-2021	United Kingdom	Corporate - Non Convertible	620,000	639	647
Bank of America Corp. F/R 02-07-2022 Callable 2021	United States	Corporate - Non Convertible	EUR 875,000	1,256	1,402
Bank of America Corp. 3.228% 06-22-2022	United States	Corporate - Non Convertible	290,000	294	294
Bank of America Corp. F/R 03-15-2023 Callable 2022	United States	Corporate - Non Convertible	820,000	820	810
Bank of America Corp. 3.95% 04-21-2025	United States	Corporate - Non Convertible	USD 50,000	61	64
Bank of America Corp. F/R 09-20-2025 Callable 2024	United States	Corporate - Non Convertible	650,000	650	654
Bank of Montreal 2.27% 07-11-2022	Canada	Corporate - Non Convertible	965,000	962	950
Bank of Montreal 2.70% 09-11-2024 DPNT	Canada	Corporate - Non Convertible	230,000	228	228
Bank of Montreal 3.32% 06-01-2026	Canada	Corporate - Non Convertible	260,000	266	263
Bank of Montreal F/R 12-15-2032 Callable 2027	Canada	Corporate - Non Convertible	USD 500,000	643	613
The Bank of Nova Scotia 2.36% 11-08-2022	Canada	Corporate - Non Convertible	1,250,000	1,250	1,231
The Bank of Nova Scotia 2.29% 06-28-2024	Canada	Corporate - Non Convertible	440,000	430	426
The Bank of Nova Scotia F/R 04-12-2066 Callable 2022	Canada	Corporate - Non Convertible	USD 650,000	811	796
bclMC Realty Corp. 3.00% 03-31-2027 Callable 2026	Canada	Corporate - Non Convertible	410,000	410	409
Bell Canada 3.60% 09-29-2027 Callable	Canada	Corporate - Non Convertible	960,000	967	969
BK Nederlandse Gemeenten NV 2.125% 02-13-2019	Netherlands	Corporate - Non Convertible	SEK 4,000,000	604	629
Boardriders Inc. Term Loan B 1st Lien F/R 03-21-2024	United States	Term Loans	USD 350,000	442	446
Brazil Notas do Tesouro Nacional 10.00% 01-01-2027	Brazil	Foreign Governments	BRL 600,000	2,355	2,419
Brookfield Renewable Energy Partners ULC 3.752% 06-02-2025 Callable 2025	Canada	Corporate - Non Convertible	140,000	145	143
Brookfield Renewable Energy Partners ULC 3.63% 01-15-2027 Callable 2026	Canada	Corporate - Non Convertible	530,000	530	527
Bruce Power LP 3.00% 06-21-2024 Callable 2024	Canada	Corporate - Non Convertible	700,000	710	694
Bruce Power LP 3.97% 06-23-2026	Canada	Corporate - Non Convertible	510,000	525	530
Calpine Corp. 5.25% 06-01-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 530,000	670	660
Camelot Finance LP Term Loan 1st Lien F/R 10-03-2023	United States	Term Loans	USD 394,030	518	511
Can Am Construction Inc./Canada Term Loan B 1st Lien F/R 07-01-2024	Canada	Term Loans	USD 367,225	463	478
Canada Goose Inc. Term Loan 1st Lien F/R 12-22-2021	Canada	Term Loans	USD 320,000	401	408



MACKENZIE
Investments

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Canada Housing Trust No. 1 2.65% 03-15-2028	Canada	Federal Government	50,000	50	51
Canadian Imperial Bank of Commerce 2.30% 07-11-2022 DPNT	Canada	Corporate - Non Convertible	290,000	289	286
Canadian Imperial Bank of Commerce 2.47% 12-05-2022	Canada	Corporate - Non Convertible	800,000	800	792
Canadian Imperial Bank of Commerce 3.42% 01-26-2026 Callable 2021	Canada	Corporate - Non Convertible	50,000	51	51
Canadian Imperial Bank of Commerce F/R 04-04-2028 Callable 2023	Canada	Corporate - Non Convertible	500,000	500	502
Canadian Western Bank 2.74% 06-16-2022 DPNT	Canada	Corporate - Non Convertible	270,000	270	267
Canadian Western Bank 2.92% 12-15-2022	Canada	Corporate - Non Convertible	530,000	530	527
Capital Power Corp. 4.28% 09-18-2024 Callable 2024	Canada	Corporate - Non Convertible	970,000	972	983
Careerbuilder LLC Term Loan 1st Lien F/R 07-31-2023	United States	Term Loans	USD 351,000	428	452
Central 1 Credit Union 2.60% 11-07-2022	Canada	Corporate - Non Convertible	400,000	400	393
Chartwell Retirement Residences 3.79% 12-11-2023 Callable 2023	Canada	Corporate - Non Convertible	610,000	608	611
Chassis Inc. Term Loan B 1st Lien F/R 11-10-2023	United States	Term Loans	USD 239,400	297	310
Choice Properties Real Estate Investment Trust 3.01% 03-21-2022 Callable 2022	Canada	Corporate - Non Convertible	190,000	190	190
Choice Properties Real Estate Investment Trust 3.55% 01-10-2025 Callable 2024	Canada	Corporate - Non Convertible	340,000	340	340
Choice Properties Real Estate Investment Trust 4.18% 03-08-2028 Callable 2027	Canada	Corporate - Non Convertible	710,000	710	721
Citigroup Inc. 3.39% 11-18-2021	United States	Corporate - Non Convertible	70,000	74	72
City of Oslo 3.65% 11-08-2023	Norway	Foreign Governments	NOK 3,000,000	535	530
City of Oslo 2.35% 09-04-2024	Norway	Foreign Governments	NOK 19,000,000	3,109	3,124
Coca-Cola Femsa SAB de CV 2.375% 11-26-2018	Mexico	Corporate - Non Convertible	USD 600,000	762	772
Coca-Cola Femsa SAB de CV 3.88% 11-26-2023	Mexico	Corporate - Non Convertible	USD 1,190,000	1,646	1,573
Comfort Holding LLC Term Loan 1st Lien F/R 02-05-2024	United States	Term Loans	USD 306,900	396	384
Commonwealth of Bahamas 5.75% 01-16-2024	Bahamas	Foreign Governments	USD 1,150,000	1,607	1,538
Commonwealth of Bahamas 6.95% 11-20-2029	Bahamas	Foreign Governments	USD 920,000	1,396	1,300
Communications Sales & Leasing Inc. Term Loan B 1st Lien F/R 10-24-2022	United States	Term Loans	USD 347,470	421	433
ConvergeOne Holdings Corp. Term Loan B 1st Lien F/R 06-20-2024	United States	Term Loans	USD 32,753	43	42
Coronado Australian Holdings Pty Ltd. Term Loan B 1st Lien F/R 03-21-2025	United States	Term Loans	USD 165,000	206	210
Coronado Australian Holdings Pty Ltd. Term Loan C 1st Lien F/R 03-21-2025	United States	Term Loans	USD 45,000	56	57
Corp Nacional del Cobre de Chile 4.50% 09-16-2025	Chile	Corporate - Non Convertible	USD 840,000	1,123	1,128
CSP Technologies North America LLC Term Loan B 1st Lien F/R 01-29-2022	United States	Term Loans	USD 289,168	355	374
CU Inc. 3.964% 07-27-2045 Callable	Canada	Corporate - Non Convertible	30,000	32	32
Danske Bank AS F/R 05-22-2020	Denmark	Corporate - Non Convertible	SEK 4,500,000	708	706
Danske Bank AS 2.80% 03-10-2021 144A	Denmark	Corporate - Non Convertible	USD 410,000	544	523
Daseke Inc. Term Loan 1st Lien F/R 02-27-2024	United States	Term Loans	USD 487,066	626	635
Diamond 1 Finance Corp. 4.42% 06-15-2021 Callable 2021 144A	United States	Corporate - Non Convertible	USD 60,000	77	79
Diamond 1 Finance Corp. 5.45% 06-15-2023 Callable 2023 144A	United States	Corporate - Non Convertible	USD 120,000	155	164
Diamond 1 Finance Corp. 6.02% 06-15-2026 Callable 2026 144A	United States	Corporate - Non Convertible	USD 120,000	155	167
Digicert Holdings Inc. Term Loan 1st Lien F/R 09-20-2024	United States	Term Loans	USD 120,000	147	157
DNB Boligkreditt AS 2.00% 05-28-2020 144A	Norway	Corporate - Non Convertible	USD 2,900,000	3,714	3,678
Eagle Credit Card Trust 2.63% 10-17-2022	Canada	Corporate - Non Convertible	210,000	210	209
EagleTree-Carbide Acquisition Corp. Term Loan 1st Lien F/R 08-28-2024	United States	Term Loans	USD 398,400	495	518
Enbridge Inc. 4.77% 09-02-2019 Callable	Canada	Corporate - Non Convertible	2,700,000	2,872	2,788



MACKENZIE
Investments

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Enbridge Inc. 3.20% 06-08-2027 Callable 2027	Canada	Corporate - Non Convertible	380,000	380	365
Enbridge Inc. 4.57% 03-11-2044	Canada	Corporate - Non Convertible	530,000	551	531
Enbridge Inc. 5.37% 09-27-2077 Callable 2027	Canada	Corporate - Non Convertible	2,200,000	2,203	2,121
EnerCare Solutions Inc. 3.38% 02-21-2022 Callable 2022	Canada	Corporate - Non Convertible	530,000	530	535
EnerCare Solutions Inc. 3.99% 02-21-2024 Callable 2023	Canada	Corporate - Non Convertible	410,000	410	420
Envigo Holdings Inc. Term Loan B 1st Lien F/R 12-14-2023	United States	Term Loans	USD 240,000	295	304
EPCOR Utilities Inc. 3.55% 11-27-2047 Callable 2047	Canada	Corporate - Non Convertible	410,000	410	410
European Bank for Reconstruction & Development 6.00% 05-04-2020	Supra - National	n/a	INR 95,500,000	1,993	1,877
Exela Intermediate LLC 10.00% 07-15-2023 Callable 2020 144A	United States	Corporate - Non Convertible	USD 600,000	781	788
Fairfax Financial Holdings Ltd. 8.30% 04-15-2026	Canada	Corporate - Non Convertible	USD 550,000	831	872
Fairfax Financial Holdings Ltd. 4.25% 12-06-2027 Callable 2027	Canada	Corporate - Non Convertible	380,000	380	377
Federation des Caisses Desjardins du Quebec 2.09% 01-17-2022	Canada	Corporate - Non Convertible	1,220,000	1,217	1,196
The Fédération des Caisses Desjardins du Québec 2.39% 08-25-2022	Canada	Corporate - Non Convertible	900,000	900	889
Federative Republic of Brazil 5.63% 02-21-2047	Brazil	Foreign Governments	USD 1,700,000	2,134	2,137
Fortified Trust 2.16% 10-23-2020	Canada	Corporate - Non Convertible	1,150,000	1,150	1,142
Fortified Trust 1.67% 07-23-2021	Canada	Corporate - Non Convertible	670,000	670	651
Fresenius US Finance II Inc. 4.25% 02-01-2021 144A	Germany	Corporate - Non Convertible	USD 1,150,000	1,556	1,509
FXI Holdings Inc. 7.88% 11-01-2024 Callable 2020 144A	United States	Corporate - Non Convertible	USD 170,000	218	215
Gaz Metro Inc. 1.52% 05-25-2020	Canada	Corporate - Non Convertible	230,000	230	226
General Electric Capital Corp. F/R 07-30-2019	United States	Corporate - Non Convertible	SEK 11,000,000	1,681	1,714
General Electric Co. 8.35% 09-03-2022	United States	Corporate - Non Convertible	MXN 17,000,000	1,257	1,214
General Motors Financial of Canada Ltd. 2.60% 06-01-2022	United States	Corporate - Non Convertible	510,000	509	498
Gibson Energy Inc. 5.25% 07-15-2024 Callable 2020 REGS	Canada	Corporate - Non Convertible	390,000	390	393
The Goldman Sachs Group Inc. 5.20% 12-17-2019	United States	Corporate - Non Convertible	NZD 1,250,000	1,245	1,207
Government of Aruba 4.625% 09-14-2023	Aruba	Foreign Governments	USD 900,000	1,204	1,212
Government of Bermuda 4.138% 01-03-2023	Bermuda	Foreign Governments	USD 1,100,000	1,466	1,467
Government of Bermuda 4.854% 02-06-2024	Bermuda	Foreign Governments	USD 1,650,000	2,314	2,244
Government of Bermuda 3.72% 01-25-2027 Callable 2026	Bermuda	Foreign Governments	USD 4,510,000	5,687	5,683
Government of Canada 3.25% 06-01-2021	Canada	Federal Government	260,000	271	271
Government of Canada 1.50% 06-01-2023	Canada	Federal Government	180,000	175	176
Government of Canada 2.50% 06-01-2024	Canada	Federal Government	540,000	552	555
Government of Canada 2.25% 06-01-2025	Canada	Federal Government	70,000	70	71
Government of Canada 2.75% 12-01-2048	Canada	Federal Government	1,250,000	1,326	1,395
Government of Cayman Islands 5.95% 11-24-2019 144A	Cayman Islands	Foreign Governments	USD 1,030,000	1,391	1,396
Government of Dominican Republic 7.50% 05-06-2021	Dominican Republic	Foreign Governments	USD 1,770,000	2,423	2,436
Government of Germany 0.50% 02-15-2028	Dominican Republic	Foreign Governments	USD 970,000	1,347	1,421
Government of Ireland 1.00% 05-15-2026	Ireland	Foreign Governments	EUR 1,000,000	1,430	1,632
Government of Japan 0.10% 02-15-2019	Japan	Foreign Governments	JPY 520,000,000	6,337	6,326
Government of Russia 7.05% 01-19-2028	Russia	Foreign Governments	RUB 175,000,000	3,931	3,972
Government of Trinidad and Tobago 4.50% 08-04-2026	Trinidad and Tobago	Foreign Governments	USD 740,000	923	967
Government of Turkey 9.40% 07-08-2020	Turkey	Foreign Governments	TRL 6,600,000	2,444	1,982
Government of Turkey 11.00% 02-24-2027	Turkey	Foreign Governments	TRL 9,400,000	3,615	2,848
Granite REIT Holdings LP 3.87% 11-30-2023 Callable 2023	Canada	Corporate - Non Convertible	100,000	100	101
Green Plains Inc. Term Loan B 1st Lien F/R 08-29-2023	United States	Term Loans	USD 208,950	260	271
Greenhill & Co. Inc. Term Loan B 1st Lien F/R 10-12-2022	United States	Term Loans	USD 128,375	160	167
H&R Real Estate Investment Trust 2.92% 05-06-2022	Canada	Corporate - Non Convertible	800,000	794	788
H&R Real Estate Investment Trust 3.42% 01-23-2023 Callable 2022	Canada	Corporate - Non Convertible	270,000	270	270
H&R Real Estate Investment Trust 3.37% 01-30-2024 Callable 2023	Canada	Corporate - Non Convertible	380,000	374	376



MACKENZIE
Investments

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Heathrow Funding Ltd. 4.00% 07-03-2019	United Kingdom	Corporate - Non Convertible	3,750,000	3,948	3,831
Heathrow Funding Ltd. 4.875% 07-15-2021 144A	United Kingdom	Corporate - Non Convertible	USD 750,000	1,097	1,020
Heathrow Funding Ltd. 3.40% 03-08-2028	United Kingdom	Corporate - Non Convertible	650,000	649	659
Hornblower Sub LLC Term Loan 1st Lien F/R 04-28-2025	United States	Term Loans	USD 230,000	296	297
HSBC Bank Canada 2.54% 01-31-2023	Canada	Corporate - Non Convertible	660,000	660	650
HSBC Holdings PLC 0.45% 09-24-2021	United Kingdom	Corporate - Non Convertible	JPY 200,000,000	2,471	2,449
Hudson River Trading LLC Term Loan 1st Lien F/R 03-20-2025	United States	Term Loans	USD 190,000	246	246
Hydro One Inc. 3.72% 11-18-2047	Canada	Corporate - Non Convertible	260,000	260	266
Hydro-Quebec Interest Strip 0% 02-15-2025	Canada	Provincial Governments	310,000	257	257
Hyster-Yale Group Inc. Term Loan B 1st Lien F/R 05-30-2023	United States	Term Loans	USD 331,500	447	431
I-Logic Technologies Bidco Ltd. Term Loan B 1st Lien F/R 12-20-2024	United States	Term Loans	USD 169,575	216	219
Inter Pipeline Ltd. 2.73% 04-18-2024 Callable 2024	Canada	Corporate - Non Convertible	280,000	283	271
Inter Pipeline Ltd. 3.48% 12-16-2026 Callable 2026	Canada	Corporate - Non Convertible	220,000	220	216
Interior Logic Group Inc. Term Loan B 1st Lien F/R 03-01-2024	United States	Term Loans	USD 285,000	367	370
International Finance Corp. 6.30% 11-25-2024	Supra - National	n/a	INR 111,740,000	2,299	2,182
International Finance Corp. 7.00% 07-20-2027	Supra - National	n/a	MXN 163,600,000	10,023	11,101
iQor US Inc. Term Loan B 1st Lien F/R 04-01-2021	United States	Term Loans	USD 397,711	456	515
Itron Inc. 5.00% 01-15-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 70,000	89	89
Jane Street Group LLC Term Loan B 1st Lien F/R 08-25-2022	United States	Term Loans	USD 337,125	425	438
KEMET Corp. Term Loan B 1st Lien F/R 04-26-2024	United States	Term Loans	USD 423,500	555	556
Kommunalbanken AS F/R 05-26-2021	Norway	Foreign Governments	NZD 1,450,000	1,391	1,359
Kommuninvest I Sverige AB 2.50% 12-01-2020	Sweden	Foreign Governments	SEK 5,700,000	894	942
The Korea Development Bank 5.13% 11-13-2020	South Korea	Foreign Governments	NZD 1,600,000	1,458	1,548
Kraft Heinz Foods Co. 3.00% 06-01-2026 Callable 2026	United States	Corporate - Non Convertible	USD 1,075,000	1,287	1,281
Lantheus Medical Imaging Inc. Term Loan B 1st Lien F/R 06-30-2022	United States	Term Loans	USD 149,319	199	194
Laurentian Bank of Canada F/R 10-22-2019	Canada	Corporate - Non Convertible	540,000	540	540
Laurentian Bank of Canada 3.00% 09-12-2022	Canada	Corporate - Non Convertible	850,000	849	842
LBM Borrower LLC Term Loan 1st Lien F/R 08-20-2022	United States	Term Loans	USD 586,183	755	764
LifeMiles Ltd. Term Loan B 1st Lien F/R 08-18-2022	Colombia	Term Loans	USD 265,250	337	350
Manulife Bank of Canada 2.08% 05-26-2022	Canada	Corporate - Non Convertible	770,000	770	750
Manulife Bank of Canada 2.84% 01-12-2023	Canada	Corporate - Non Convertible	390,000	390	390
Manulife Financial Corp. F/R 08-20-2029 Callable 2024	Canada	Corporate - Non Convertible	870,000	870	858
Mattamy Group Corp. 6.50% 10-01-2025 Callable 2020	Canada	Corporate - Non Convertible	150,000	152	153
Mattamy Group Corp. 6.50% 10-01-2025 Callable 2020 144A	Canada	Corporate - Non Convertible	USD 110,000	137	143
McAfee LLC Term Loan B 1st Lien F/R 09-30-2024	United States	Term Loans	USD 378,100	467	493
McDonald's Corp. 3.13% 03-04-2025 Callable 2025	United States	Corporate - Non Convertible	1,120,000	1,118	1,118
Meredith Corp. Term Loan B 1st Lien F/R 01-18-2025	United States	Term Loans	USD 390,000	483	506
Metro Inc. 2.68% 12-05-2022 Callable 2022	Canada	Corporate - Non Convertible	190,000	190	188
Metro Inc. 3.39% 12-06-2027 Callable 2027	Canada	Corporate - Non Convertible	420,000	420	414
Mexico City Airport Trust 3.88% 04-30-2028 Callable 2028	Mexico	Corporate - Non Convertible	USD 1,200,000	1,480	1,428
Mitsubishi UFJ Financial Group Inc. 2.67% 07-25-2022	Japan	Corporate - Non Convertible	USD 1,150,000	1,433	1,438
Mizuho Financial Group Inc. F/R 09-11-2022	Japan	Corporate - Non Convertible	USD 1,200,000	1,488	1,553
Molson Coors International LP 2.25% 09-18-2018	United States	Corporate - Non Convertible	2,000,000	2,006	2,002
Molson Coors International LP 2.84% 07-15-2023 Callable 2023	United States	Corporate - Non Convertible	2,070,000	2,037	2,026
Mondelez International Inc. 3.25% 03-07-2025 Callable 2025	United States	Corporate - Non Convertible	570,000	567	569
Morgan Stanley 3.13% 08-05-2021	United States	Corporate - Non Convertible	2,200,000	2,236	2,224
Morgan Stanley 3.00% 02-07-2024	United States	Corporate - Non Convertible	950,000	950	939



MACKENZIE
Investments

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Neenah Foundry Co. Term Loan B 1st Lien F/R 12-08-2022	United States	Term Loans	USD 160,000	204	205
New Red Finance Inc. 5.00% 10-15-2025 Callable 2020 144A	Canada	Corporate - Non Convertible	USD 60,000	74	74
Newell Brands Inc. 4.20% 04-01-2026 Callable 2026	United States	Corporate - Non Convertible	USD 230,000	292	294
North West Redwater Partnership 2.80% 06-01-2027 Callable 2027	Canada	Corporate - Non Convertible	560,000	560	540
NWH Escrow Corp. 7.50% 08-01-2021 Callable 144A	United States	Corporate - Non Convertible	USD 130,000	154	153
Ocean Bidco Inc. Term Loan B 1st Lien F/R 03-02-2025	United States	Term Loans	USD 100,000	128	129
OCI Beaumont LLC Term Loan B 1st Lien F/R 02-16-2025	United States	Term Loans	USD 160,000	201	208
Odebrecht Finance Ltd. 5.25% 06-27-2029	Brazil	Corporate - Non Convertible	USD 150,000	156	61
Office Depot Inc. Term Loan B 1st Lien F/R 11-08-2022	United States	Term Loans	USD 263,250	326	346
Omega Healthcare Investors Inc. 4.50% 01-15-2025 Callable 2024	United States	Corporate - Non Convertible	USD 80,000	86	101
OMERS Realty Corp. 3.24% 10-04-2027 Callable 2027	Canada	Corporate - Non Convertible	1,020,000	1,020	1,036
Ontario Hydro 0% 05-26-2025	Canada	Provincial Governments	250,000	205	203
Ontario Power Generation Inc. 3.32% 10-04-2027 Callable 2027	Canada	Corporate - Non Convertible	600,000	600	607
OPB Finance Trust 2.98% 01-25-2027	Canada	Provincial Governments	500,000	501	503
Osteon Merger Sub Inc. Term Loan B 1st Lien F/R 02-06-2025	United States	Term Loans	USD 100,000	125	130
Paradigm Acquisition Corp. Term Loan 1st Lien F/R 10-11-2024	United States	Term Loans	USD 263,265	329	343
Parkland Fuel Corp. 6.00% 04-01-2026 Callable 2021 144A	Canada	Corporate - Non Convertible	USD 190,000	249	246
The Pasha Group Term Loan B 1st Lien F/R 12-13-2022	United States	Term Loans	USD 232,500	290	303
Pembina Pipeline Corp. 2.99% 01-22-2024 Callable 2023	Canada	Corporate - Non Convertible	887,000	892	873
Petroleos De Venezuela SA 6.00% 05-16-2024	Venezuela	Corporate - Non Convertible	USD 517,000	165	181
PetSmart Inc. Term Loan B2 1st Lien F/R 03-10-2022	United States	Term Loans	USD 19,949	22	21
Pisces Midco Inc. Term Loan B 1st Lien F/R 03-29-2025	United States	Term Loans	USD 240,000	308	308
Pisces Midco Inc. 8.00% 04-15-2026 Callable 2021	United States	Corporate - Non Convertible	USD 60,000	77	77
PNI Canada Acquireco Corp. Term Loan B 1st Lien F/R 08-23-2022	Canada	Term Loans	USD 149,250	176	192
Prospect Medical Holdings Inc. Term Loan B 1st Lien F/R 02-15-2024	United States	Term Loans	USD 400,000	492	517
Province of Newfoundland 3.70% 10-17-2048	Canada	Provincial Governments	650,000	719	702
Province of Ontario 2.60% 09-08-2023	Canada	Provincial Governments	310,000	310	312
Province of Ontario 0% 06-02-2024	Canada	Provincial Governments	560,000	499	475
Province of Ontario 0% 06-02-2026	Canada	Provincial Governments	330,000	271	262
Province of Quebec 0% 04-01-2026 Generic Strip	Canada	Provincial Governments	340,000	280	269
PS HoldCo LLC Term Loan 1st Lien F/R 03-02-2025	United States	Term Loans	USD 80,000	103	104
PSC Industrial Outsourcing LP Term Loan B 1st Lien F/R 10-05-2024	United States	Term Loans	USD 219,450	273	286
Queensland Treasury Corp. 2.75% 08-20-2027	Australia	Foreign Governments	AUD 5,550,000	5,357	5,344
Realkredit Danmark AS 1.00% 04-01-2022	Denmark	Corporate - Non Convertible	DKK 30,200,000	6,040	6,656
Red Ventures LLC Term Loan B 1st Lien F/R 11-08-2024	United States	Term Loans	USD 288,550	356	375
Reliance Intermediate Holdings LP 6.50% 04-01-2023 Callable 2018 144A	Canada	Corporate - Non Convertible	USD 145,000	194	195
Reliance LP 3.84% 03-15-2025 Callable 2025	Canada	Corporate - Non Convertible	470,000	470	469
Republic of Argentina 4.63% 01-11-2023	Argentina	Foreign Governments	USD 970,000	1,163	1,201
Republic of Argentina 5.88% 01-11-2028	Argentina	Foreign Governments	USD 1,910,000	2,254	2,322
Republic of Argentina 6.88% 01-11-2048	Argentina	Foreign Governments	USD 360,000	446	423
Republic of Poland F/R 01-25-2026	Poland	Foreign Governments	PLN 22,800,000	7,706	8,430
Research Now Group Inc. Term Loan 1st Lien F/R 12-20-2024	United States	Term Loans	USD 408,975	500	524
Rite Aid Corp. 7.70% 02-15-2027	United States	Corporate - Non Convertible	USD 1,500,000	1,626	1,643
Royal Bank of Canada 2.00% 03-21-2022	Canada	Corporate - Non Convertible	1,450,000	1,450	1,416
Royal Bank of Canada 2.36% 12-05-2022	Canada	Corporate - Non Convertible	430,000	430	424
Royal Bank of Canada 2.33% 12-05-2023 DPNT	Canada	Corporate - Non Convertible	190,000	190	186



MACKENZIE
Investments

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Royal Bank of Canada 4.65% 01-27-2026 GMTN	Canada	Corporate - Non Convertible	USD 300,000	424	400
Santander Consumer Bank AS 0.88% 06-12-2018	Norway	Corporate - Non Convertible	SEK 9,000,000	1,430	1,391
Santander Consumer Bank AS F/R 03-30-2020	Norway	Corporate - Non Convertible	SEK 9,000,000	1,383	1,396
Sea to Sky Highway Investment LP 2.63% 08-31-2030	Canada	Corporate - Non Convertible	567,178	567	549
Sigma Bidco BV Term Loan B 1st Lien F/R 03-07-2025	Netherlands	Term Loans	EUR 210,000	335	330
Sigma US Corp. Term Loan B 1st Lien F/R 03-06-2025	Netherlands	Term Loans	USD 210,000	271	271
SmartCentres Real Estate Investment Trust 3.83% 12-21-2027 Callable 2027	Canada	Corporate - Non Convertible	140,000	140	138
SNC-Lavalin Group Inc. 2.69% 11-24-2020	Canada	Corporate - Non Convertible	130,000	130	130
SNC-Lavalin Group Inc. 3.24% 03-02-2023 Callable 2023	Canada	Corporate - Non Convertible	360,000	360	362
Source Energy Services Canada LP 10.50% 12-15-2021 Callable 2018 144A	Canada	Corporate - Non Convertible	83,000	84	91
Sprint Spectrum Co. LLC 4.74% 03-20-2025 144A	United States	Corporate - Non Convertible	USD 280,000	362	363
Staples Inc. Term Loan 1st Lien F/R 08-15-2024	United States	Term Loans	USD 319,200	406	408
Stepstone Group LP Term Loan B 1st Lien F/R 03-19-2025	United States	Term Loans	USD 100,000	129	130
Sun Life Financial Inc. F/R 11-23-2027 Callable 2022	Canada	Corporate - Non Convertible	390,000	390	386
Sydney Airport Finance Co. Pty. Ltd. 3.625% 04-28-2026 Callable 2026 144A	Australia	Corporate - Non Convertible	USD 650,000	827	819
Syniverse Holdings Inc. Term Loan 1st Lien F/R 02-09-2023	United States	Term Loans	USD 80,000	100	104
Talen Energy Supply LLC 9.50% 07-15-2022 Callable 2020 144A	United States	Corporate - Non Convertible	USD 350,000	394	438
Talen Energy Supply LLC 10.50% 01-15-2026 Callable 2022 144A	United States	Corporate - Non Convertible	USD 40,000	50	44
Telefonica Emisiones SAU 3.987% 01-23-2023	Spain	Corporate - Non Convertible	EUR 500,000	838	921
TELUS Corp. 3.63% 03-01-2028 Callable 2027	Canada	Corporate - Non Convertible	310,000	308	311
TerraForm Power Operating LLC 5.00% 01-31-2028 Callable 2027 144A	United States	Corporate - Non Convertible	USD 170,000	218	209
Teva Pharmaceutical Finance Netherlands III BV 3.15% 10-01-2026 Callable	Israel	Corporate - Non Convertible	USD 134,000	139	139
Titan Acquisition Ltd. Term Loan 1st Lien F/R 03-16-2025	United Kingdom	Term Loans	USD 250,000	326	322
Titan Acquisition Ltd. 7.75% 04-15-2026 Callable 2021 144A	United Kingdom	Corporate - Non Convertible	USD 350,000	458	451
TMX Group Ltd. 2.30% 12-11-2024 Callable 2024	Canada	Corporate - Non Convertible	400,000	401	397
The Toronto-Dominion Bank 1.91% 07-18-2023 DPNT	Canada	Corporate - Non Convertible	600,000	600	576
The Toronto-Dominion Bank F/R 07-25-2029 Callable 2024	Canada	Corporate - Non Convertible	170,000	170	168
TransCanada Pipelines Ltd. 3.125% 01-15-2019	Canada	Corporate - Non Convertible	USD 230,000	322	297
TransCanada PipeLines Ltd. 3.30% 07-17-2025 Callable 2025 MTN	Canada	Corporate - Non Convertible	1,500,000	1,558	1,523
TransCanada Pipelines Ltd. 3.39% 03-15-2028 Callable 2027	Canada	Corporate - Non Convertible	710,000	710	717
TransCanada Trust F/R 05-18-2077 Callable 2027	Canada	Corporate - Non Convertible	810,000	810	800
Traverse Midstream Partners LLC Term Loan B 1st Lien F/R 09-21-2024	United States	Term Loans	USD 100,000	123	130
Treasury Corp. of Victoria 3.00% 10-20-2028	Australia	Foreign Governments	AUD 4,100,000	4,174	4,045
Trico Products Corp. Term Loan 1st Lien F/R 02-02-2024	United States	Term Loans	USD 200,000	240	260
TricorBraun Inc. (KRAIND) Term Loan 1st Lien F/R 11-30-2023	United States	Term Loans	USD 897,727	1,193	1,165
TricorBraun Inc. (KRAIND) Term Loan Delayed Draw 1st Lien F/R 11-28-2023	United States	Term Loans	USD 90,455	122	117
Uber Technologies Inc. Term Loan 1st Lien F/R 03-21-2025	United States	Term Loans	USD 310,000	399	402
Uber Technologies Inc. Term Loan B 1st Lien F/R 07-13-2023	United States	Term Loans	USD 609,230	810	789
United Kingdom Treasury 4.25% 12-07-2027	United Kingdom	Foreign Governments	GBP 2,825,000	6,069	6,450
United States Treasury Inflation Indexed 0.13% 01-15-2023	United States	Foreign Governments	USD 4,700,000	6,223	6,395
United States Treasury Inflation Indexed 2.00% 01-15-2026	United States	Foreign Governments	USD 4,380,000	7,484	7,785
United States Treasury Inflation Indexed 0.38% 07-15-2027	United States	Foreign Governments	USD 10,650,000	13,424	13,572



MACKENZIE
Investments

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
United States Treasury Inflation Indexed 0.89% 02-15-2047	United States	Foreign Governments	USD 3,475,000	4,367	4,561
United States Treasury 2.75% 02-15-2028	United States	Foreign Governments	USD 180,000	229	232
United States Treasury 3.00% 02-15-2047	United States	Foreign Governments	USD 4,200,000	5,751	5,437
Ventas Canada Finance Ltd. 2.55% 03-15-2023 Callable 2023	United States	Corporate - Non Convertible	680,000	680	665
Vistage Worldwide Inc. Term Loan 1st Lien F/R 02-01-2025	United States	Term Loans	USD 160,000	200	208
Volkswagen Financial Services NV 1.75% 04-17-2020	Germany	Corporate - Non Convertible	GBP 650,000	1,231	1,180
VRX Escrow Corp. 4.50% 05-15-2023 Callable 2020 144A	United States	Corporate - Non Convertible	EUR 900,000	1,209	1,266
W/S Packaging Holdings Inc. 9.00% 04-15-2023 Callable 2020 144A	United States	Corporate - Non Convertible	USD 220,000	284	288
Wells Fargo & Co. 2.09% 04-25-2022	United States	Corporate - Non Convertible	2,200,000	2,138	2,132
Wells Fargo & Co. 2.98% 05-19-2026	United States	Corporate - Non Convertible	3,800,000	3,807	3,675
Williams Scotsman International Inc. 7.88% 12-15-2022 Callable 2019 144A	United States	Corporate - Non Convertible	USD 165,000	212	220
YRC Worldwide Inc. Term Loan 1st Lien F/R 07-21-2022	United States	Term Loans	USD 226,442	281	295
Zotec Partners LLC Term Loan 1st Lien F/R 02-09-2024	United States	Term Loans	USD 230,000	286	296
Total bonds				290,671	291,213
EQUITIES					
Admiral Group PLC	United Kingdom	Financials	778,008	20,344	25,959
Aggreko PLC	United Kingdom	Industrials	1,046,418	25,401	13,899
AltaGas Ltd. Pfd. Series K	Canada	Energy	13,855	346	352
Amcort Ltd.	Australia	Materials	4,170,894	58,348	58,976
Amphenol Corp. Class A	United States	Information Technology	83,089	6,512	9,219
Ansell Ltd.	Australia	Health Care	882,651	16,119	22,262
Becton, Dickinson and Co.	United States	Health Care	33,548	6,043	9,365
Brambles Ltd.	Australia	Industrials	1,822,500	17,392	18,073
Bridgestone Corp.	Japan	Consumer Discretionary	479,000	24,000	26,892
Brookfield Asset Management Inc. Class A limited voting	Canada	Financials	721,549	30,278	36,236
Brookfield Asset Management Inc. Pfd. Series 46	Canada	Real Estate	18,122	454	468
Brookfield Asset Management Inc. Pfd. Series 48	Canada	Real Estate	13,629	341	346
Brookfield Renewable Partners LP Pfd. Series 11	Canada	Utilities	25,615	640	645
CK Hutchison Holdings Ltd.	Hong Kong	Industrials	2,588,700	43,439	40,093
Colgate Palmolive Co.	United States	Consumer Staples	88,745	7,759	8,195
Colruyt SA	Belgium	Consumer Staples	132,123	8,177	9,411
Costco Wholesale Corp.	United States	Consumer Staples	176,542	34,429	42,855
Danaher Corp.	United States	Health Care	266,895	22,280	33,664
Dorman Products Inc.	United States	Consumer Discretionary	152,428	13,669	13,001
Fortive Corp.	United States	Industrials	172,869	10,099	17,264
Henkel AG & Co. KGaA Pfd.	Germany	Consumer Staples	246,900	41,973	41,834
Hennes & Mauritz AB B	Sweden	Consumer Discretionary	2,258,244	74,993	43,650
Henry Schein Inc.	United States	Health Care	814,754	75,393	70,543
Hyundai Motor Co.	South Korea	Consumer Discretionary	178,100	31,439	30,994
Johnson & Johnson	United States	Health Care	229,709	31,690	37,922
Nestlé SA Reg.	Switzerland	Consumer Staples	150,900	13,941	15,389
Nike Inc. Class B	United States	Consumer Discretionary	359,070	24,847	30,733
Omnicom Group Inc.	United States	Consumer Discretionary	624,873	58,583	58,499
Oracle Corp.	United States	Information Technology	1,030,028	56,455	60,707
PepsiCo Inc.	United States	Consumer Staples	126,600	16,803	17,801
The Procter & Gamble Co.	United States	Consumer Staples	322,355	32,830	32,923



MACKENZIE
Investments

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
EQUITIES (cont'd)					
Publicis Groupe SA	France	Consumer Discretionary	351,661	31,806	31,570
Samsonite International SA	United States	Consumer Discretionary	4,354,100	18,526	25,648
Seven & i Holdings Co. Ltd.	Japan	Consumer Staples	1,064,700	57,380	58,998
Sonic Healthcare Ltd.	Australia	Health Care	1,040,776	18,630	23,641
Source Energy Services Ltd.	Canada	Energy	73	1	–
Techtronic Industries Co. Ltd.	Hong Kong	Consumer Discretionary	3,501,200	15,690	26,642
TransAlta Corp. Pfd. Series A	Canada	Utilities	22,943	306	341
TransCanada Corp. Pfd. Series 15	Canada	Energy	34,158	855	890
U.S. Bancorp	United States	Financials	468,284	26,020	30,465
Unilever NV CVA	United Kingdom	Consumer Staples	144,000	8,700	10,488
United Parcel Service Inc. (UPS) Class B	United States	Industrials	178,336	23,201	24,045
W.W. Grainger Inc.	United States	Industrials	173,948	47,346	63,253
Waters Corp.	United States	Health Care	21,346	3,901	5,463
Total equities				1,057,379	1,129,614
OPTIONS					
Options purchased (see schedule of options purchased)				1,387	290
Total options				1,387	290
EXCHANGE-TRADED FUNDS/NOTES					
Mackenzie Global High Yield Fixed Income ETF	Canada	Exchange-Traded Funds/Notes	600,000	12,308	11,784
Mackenzie US Investment Grade Corporate Bond Index ETF (CAD-Hedged)	Canada	Exchange-Traded Funds/Notes	51,470	5,119	5,059
Total exchange-traded funds/notes				17,427	16,843
MUTUAL FUNDS					
Mackenzie Unconstrained Fixed Income Fund Series R	Canada	Mutual Funds	111,345	1,102	1,118
Total mutual funds				1,102	1,118
Transaction costs				(1,655)	–
Total investments				1,366,311	1,439,078
Derivative instruments (see schedule of derivative instruments)					(3,663)
Cash and cash equivalents					10,110
Other assets less liabilities					2,441
Total net assets					1,447,966



MACKENZIE
Investments

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

SUMMARY OF INVESTMENT PORTFOLIO

March 31, 2018	
Portfolio Allocation	% of NAV
Equities	77.9
Bonds	20.1
<i>Bonds</i>	20.1
<i>Purchased options</i>	0.0
<i>Short futures</i>	(0.0)
Exchange-traded funds/notes	1.2
Cash and short-term investments	0.7
Mutual funds	0.1

Regional Allocation	
	% of NAV
United States	48.1
Australia	9.3
Canada	7.8
Japan	6.6
United Kingdom	4.7
Hong Kong	4.6
Other	4.0
Sweden	3.2
Germany	3.1
South Korea	2.2
France	2.2
Switzerland	1.1
Belgium	1.0
Norway	0.8
Cash and short-term investments	0.7
Bermuda	0.6

Sector Allocation	
	% of NAV
Consumer discretionary	19.9
Consumer staples	16.4
Health care	14.0
Industrials	12.2
Corporate bonds	8.9
Foreign government bonds	8.0
Financials	6.5
Information technology	4.8
Materials	4.1
Term loans	1.5
Supra-national bonds	1.3
Exchange-traded funds/notes	1.2
Cash and short-term investments	0.7
Other	0.5

March 31, 2017	
Portfolio Allocation	% of NAV
Equities	77.6
Bonds	21.4
<i>Bonds</i>	20.8
<i>Purchased options</i>	0.5
<i>Long futures</i>	0.1
<i>Written options</i>	(0.0)
<i>Short futures</i>	(0.0)
Other assets (liabilities)	0.5
Cash and short-term investments	0.4
Mutual funds	0.1

Regional Allocation	
	% of NAV
United States	46.8
Australia	7.3
Other	7.2
Canada	7.0
Japan	5.2
France	4.2
Sweden	3.9
United Kingdom	3.7
Switzerland	3.4
Hong Kong	3.1
South Korea	2.7
Norway	1.6
Mexico	1.6
Belgium	1.4
Other assets (liabilities)	0.5
Cash and short-term investments	0.4

Sector Allocation	
	% of NAV
Consumer discretionary	25.1
Health care	14.3
Consumer staples	12.4
Foreign government bonds	10.9
Industrials	8.3
Financials	7.6
Corporate bonds	7.1
Information technology	5.0
Materials	3.5
Term loans	2.2
Energy	1.4
Other	1.3
Other assets (liabilities)	0.5
Cash and short-term investments	0.4



MACKENZIE
Investments

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

SCHEDULE OF OPTIONS PURCHASED

As at March 31, 2018

Underlying Interest	Number of Contracts	Option Type	Expiration Date	Strike Price \$	Premium Paid (\$ 000s)	Fair Value (\$ 000s)
US 10-year Treasury Note Future	1,801	Put	May 26, 2018	USD 119.00	1,387	290
Total options					1,387	290

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

SCHEDULE OF DERIVATIVE INSTRUMENTS

As at March 31, 2018

Schedule of Futures Contracts

Number of Contracts	Type of Contract	Expiration Date	Average Rate of Contracts (\$)	Notional Value* (\$ 000s)	Unrealized (Losses) (\$ 000s)
(15)	Euro-BOBL Futures June 2018	Jun. 7, 2018	156.58 EUR	(3,791)	(68)
(69)	10 Year Swedish Government Bond Futures June 2018	Jun. 14, 2018	149.61 SEK	(16,058)	(127)
(22)	10 Year United States Treasury Note Futures June 2018	Jun. 20, 2018	119.74 USD	(3,433)	(40)
(60)	CME Ultra Term United States Treasury Bond Futures June 2018	Jun. 20, 2018	154.63 USD	(12,403)	(451)
Unrealized (Losses)				(35,685)	(686)
Total futures contracts				(35,685)	(686)

*Notional value represents the exposure to the underlying instruments as at March 31, 2018

Schedule of Forward Currency Contracts

Counterparty Credit Rating	Bought (\$ 000s)	Sold (\$ 000s)	Settlement Date	Contract Cost (\$ 000s)	Current Fair Value (\$ 000s)	Unrealized Gains (Losses) (\$ 000s)		
AA	120	British pound	(167)	U.S. dollar	Apr. 5, 2018	215	217	2
AA	2,366	U.S. dollar	(19,392)	Swedish krona	Apr. 5, 2018	(3,048)	(2,994)	54
AA	2,608	U.S. dollar	(2,441)	Swiss franc	Apr. 5, 2018	(3,360)	(3,290)	70
A	88,950	Mexican peso	(5,881)	Canadian dollar	Apr. 6, 2018	5,881	6,298	417
AA	1,349	Canadian dollar	(8,620)	Swedish krona	Apr. 18, 2018	(1,349)	(1,332)	17
AA	2,315	Canadian dollar	(14,700)	Swedish krona	Apr. 18, 2018	(2,315)	(2,271)	44
A	370	Euro	(569)	Canadian dollar	Apr. 27, 2018	569	588	19
A	2,450	Euro	(3,763)	Canadian dollar	Apr. 27, 2018	3,763	3,889	126
A	1,306	Canadian dollar	(1,000)	U.S. dollar	Apr. 27, 2018	(1,306)	(1,287)	19
A	3,779	Canadian dollar	(3,770)	Australian dollar	May 9, 2018	(3,779)	(3,728)	51
AA	210	Canadian dollar	(225)	New Zealand dollar	Jun. 13, 2018	(210)	(209)	1
AA	3,777	Canadian dollar	(3,770)	Australian dollar	Jun. 20, 2018	(3,777)	(3,725)	52
AA	6,820	Canadian dollar	(31,490)	Danish krone	Jun. 22, 2018	(6,820)	(6,728)	92
AA	9,088	Canadian dollar	(7,055)	U.S. dollar	Jun. 22, 2018	(9,088)	(9,075)	13
AA	16,004	Canadian dollar	(12,300)	U.S. dollar	Jun. 29, 2018	(16,004)	(15,819)	185
Unrealized Gains								1,162
AA	1,343	Australian dollar	(1,051)	U.S. dollar	Apr. 5, 2018	1,354	1,329	(25)
AA	97	Canadian dollar	(75)	U.S. dollar	Apr. 5, 2018	(97)	(97)	-
AA	1,255	Euro	(1,562)	U.S. dollar	Apr. 5, 2018	2,012	1,990	(22)
AA	25,671	Japanese yen	(243)	U.S. dollar	Apr. 5, 2018	313	312	(1)
AA	538	New Zealand dollar	(393)	U.S. dollar	Apr. 5, 2018	506	501	(5)
AA	6,779	Norwegian krone	(873)	U.S. dollar	Apr. 5, 2018	1,125	1,114	(11)
A	5,834	Canadian dollar	(88,950)	Mexican peso	Apr. 6, 2018	(5,834)	(6,298)	(464)
AA	7,202	Canadian dollar	(4,263)	British pound	Apr. 11, 2018	(7,202)	(7,708)	(506)
AA	751	Canadian dollar	(600)	U.S. dollar	Apr. 13, 2018	(751)	(773)	(22)
AA	7,535	Canadian dollar	(6,000)	U.S. dollar	Apr. 13, 2018	(7,535)	(7,728)	(193)
AA	3,579	Canadian dollar	(22,300)	Norwegian krone	Apr. 20, 2018	(3,579)	(3,667)	(88)
AA	2,742	Canadian dollar	(2,155)	U.S. dollar	Apr. 20, 2018	(2,742)	(2,775)	(33)
AA	17,520	Canadian dollar	(14,000)	U.S. dollar	Apr. 20, 2018	(17,520)	(18,030)	(510)
AA	47	Canadian dollar	(30)	Euro	Apr. 20, 2018	(47)	(48)	(1)
A	9,371	Canadian dollar	(6,090)	Euro	Apr. 27, 2018	(9,371)	(9,667)	(296)
A	10,822	Canadian dollar	(8,795)	U.S. dollar	Apr. 27, 2018	(10,822)	(11,325)	(503)



MACKENZIE
Investments

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

SCHEDULE OF DERIVATIVE INSTRUMENTS (cont'd)

As at March 31, 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 (Losses) (\$ 000s)
A	1,827	Canadian dollar	(1,860)	Australian dollar	May 9, 2018	(1,827)	(1,839)	(12)
AA	7,490	Canadian dollar	(5,990)	U.S. dollar	May 11, 2018	(7,490)	(7,711)	(221)
AA	2,741	Canadian dollar	(2,155)	U.S. dollar	May 11, 2018	(2,741)	(2,775)	(34)
AA	9,898	Canadian dollar	(147,450)	Mexican peso	May 11, 2018	(9,898)	(10,373)	(475)
AA	2,820	Canadian dollar	(2,300)	U.S. dollar	May 18, 2018	(2,820)	(2,960)	(140)
AA	15,973	Canadian dollar	(12,706)	U.S. dollar	Jun. 8, 2018	(15,973)	(16,348)	(375)
AA	18,065	Canadian dollar	(14,080)	U.S. dollar	Jun. 15, 2018	(18,065)	(18,115)	(50)
AA	8,714	Canadian dollar	(723,200)	Japanese yen	Jun. 20, 2018	(8,714)	(8,814)	(100)
AA	1,560	Canadian dollar	(23,080)	Mexican peso	Jun. 22, 2018	(1,560)	(1,612)	(52)
A	69	Canadian dollar	(1,000)	Mexican peso	Jul. 13, 2018	(69)	(69)	–
Unrealized (Losses)								(4,139)
Total forward currency contracts								(2,977)
Total derivative instruments at fair value								(3,663)



MACKENZIE
Investments

NOTES TO FINANCIAL STATEMENTS

1. Fiscal Periods and General Information

The information provided in these financial statements and notes thereto is for the periods ended or as at March 31, 2018 and 2017, 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 audited annual financial statements ("financial statements") have been prepared in accordance with International Financial Reporting Standards ("IFRS"), as issued by the International Accounting Standards Board ("IASB"). 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 June 7, 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 – 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.

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.

NOTES TO FINANCIAL STATEMENTS

3. Significant Accounting Policies (cont'd)

(a) Financial instruments (cont'd)

The Fund accounts for its holdings in unlisted open-ended investment funds and exchange-traded funds, if any, at fair value through profit and loss. 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 – 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 March 31, 2018.

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 – 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.

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.

NOTES TO FINANCIAL STATEMENTS

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 March 31, 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 March 31, 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.

NOTES TO FINANCIAL STATEMENTS

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

(a) Fund Formation and Series Information

Date of Formation November 29, 1993

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 Statements 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)*

Series A, Series T6 and Series T8 securities are offered to retail investors investing a minimum of \$500 (\$5,000 for Series T6 and Series T8). Investors in Series T6 and Series T8 securities also want to receive a regular monthly cash flow of 6% or 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 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 F8); they are also available to employees of Mackenzie and its subsidiaries, and directors of Mackenzie. Investors in Series F8 securities also want to receive a regular monthly cash flow of 8% per year.

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 monthly cash flow of 5% per year.

Series I securities are offered to retail investors investing a minimum of \$500 in a qualified group plan with a minimum of \$20,000,000 in assets.

Series O securities are offered only to investors investing a minimum of \$500,000 who have an account with Mackenzie Private Wealth Counsel; certain institutional investors; and certain qualifying employees of Mackenzie and its subsidiaries.

Series PW, Series PWT6 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 PWT6 and Series PWT8 securities also want to receive a monthly cash flow of 6% or 8% per year, respectively.

Series PWF and Series PWF8 securities are offered through our Private Wealth Solutions to certain high net worth 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 \$100,000. Investors in Series PWF8 securities also want to receive a monthly cash flow of 8% per year. Effective June 1, 2018, Series PWF and Series PWF8 securities were consolidated into Series F and Series F8 securities, 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 R securities are offered only to other affiliated funds and certain institutional investors in connection with fund-of-fund arrangements.

Series S securities are offered to the Related Insurance Companies and certain other mutual funds, but may be sold to other investors as determined by Mackenzie.

Series J securities are no longer available for sale.



MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

NOTES TO FINANCIAL STATEMENTS

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

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

Series Distributed by Quadrus Investment Services Ltd. *(255 Dufferin Ave., London, Ontario, N6A 4K1; 1-888-532-3322; www.quadrusgroupoffunds.com)*

Quadrus Investment Services Ltd. ("Quadrus") is the principal distributor of the series of securities listed below:

Quadrus Series and D5 Series securities are offered to investors investing a minimum of \$500. Investors in D5 Series securities also want to receive a regular monthly cash flow of 5% per year.

H Series and H5 Series securities are offered to investors investing a minimum of \$500, who are enrolled in a Quadrus-sponsored fee-for-service or wrap program and who are subject to an asset-based fee. Investors in H5 Series securities also want to receive a monthly cash flow of 5% per year.

L Series and L5 Series securities are offered to investors investing a minimum of \$100,000 and who have eligible minimum total holdings of \$500,000. Investors in L5 Series securities also want to receive a regular monthly cash flow of 5% per year.

N Series and N5 Series securities are offered to investors investing a minimum of \$100,000, who have eligible minimum total holdings of \$500,000, and who have entered into an N type series account agreement with Mackenzie and Quadrus. Investors in N5 Series securities also want to receive a regular monthly cash flow of 5% per year.

QF Series and QF5 Series securities are offered to retail investors investing a minimum of \$500. Investors are required to negotiate their advisor service fee, which cannot exceed 1.25%, with their financial advisor. Investors in QF5 Series securities also want to receive a monthly cash flow of 5% per year.

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, various low-load purchase options and a no-load purchase option. 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.



MACKENZIE
Investments

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

NOTES TO FINANCIAL STATEMENTS

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 (\$)	
				Mar. 31, 2018	Mar. 31, 2017
Series A	November 29, 1993	1.85%	0.24%	9.92	10.07
Series AR	January 18, 2017	1.85%	0.27%	10.24	10.39
Series D	December 24, 2013	1.10%	0.16%	12.07	12.21
Series F	December 6, 1999	0.75% ⁽³⁾	0.15% ⁽⁶⁾	8.85	8.94
Series F8	June 11, 2007	0.75% ⁽³⁾	0.15% ⁽⁶⁾	11.32	12.29
Series FB	October 26, 2015	0.85%	0.24%	10.25	10.37
Series FB5	October 26, 2015	0.85%	0.24%	13.64	14.38
Series I	October 25, 1999	1.35%	0.24%	8.57	8.69
Series J	May 4, 2011	1.75%	0.20%	15.27	15.49
Series O	August 20, 2001	— ⁽¹⁾	—*	23.17	23.32
Series PW	October 25, 2013	1.75% ⁽⁴⁾	0.15%	12.31	12.49
Series PWF	December 2, 2013	0.80%	0.15%	12.04	12.18
Series PWF8	December 4, 2013	0.80%	0.15%	13.41	14.54
Series PWFB	April 3, 2017	0.75% ⁽⁵⁾	0.15%	9.86	—
Series PWFB5	April 3, 2017	0.75% ⁽⁵⁾	0.15%	14.24	—
Series PWT6	April 3, 2017	1.75% ⁽⁴⁾	0.15%	13.92	—
Series PWT8	October 21, 2013	1.75% ⁽⁴⁾	0.15%	13.20	14.48
Series PWX	December 11, 2013	— ⁽²⁾	— ⁽²⁾	12.68	12.78
Series PWX8	October 17, 2013	— ⁽²⁾	— ⁽²⁾	13.27	14.26
Series R	December 8, 2008	—*	—*	17.57	17.71
Series S	October 6, 2009	— ⁽¹⁾	0.025%	18.61	18.77
Series T6	October 10, 2007	1.85%	0.24%	13.61	14.62
Series T8	March 7, 2002	1.85%	0.24%	7.26	7.97
Quadrus Series	July 13, 2016	1.85%	0.24%	10.10	10.25
H Series	July 12, 2016	0.85%	0.16%	10.11	10.26
H5 Series	July 12, 2016	0.85%	0.16%	14.47	15.20
L Series	July 12, 2016	1.65%	0.15%	10.23	10.37
L5 Series	July 12, 2016	1.65%	0.15%	13.98	14.81
N Series	July 12, 2016	— ⁽¹⁾	— ⁽¹⁾	10.19	10.27
N5 Series	July 12, 2016	— ⁽¹⁾	— ⁽¹⁾	14.21	14.81
D5 Series	July 12, 2016	1.85%	0.24%	13.68	14.55
QF Series	July 12, 2016	0.85%	0.24%	10.15	10.27
QF5 Series	July 12, 2016	0.85%	0.24%	14.08	14.82

* 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%.

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

NOTES TO FINANCIAL STATEMENTS

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

(b) Investments by Mackenzie and Affiliates

As at March 31, 2018, Mackenzie, other funds managed by Mackenzie and Related Insurance Companies had an investment of \$134, \$74,632 and \$276,955 (2017 – \$112, \$48,104 and \$203,722), respectively, in the Fund.

(c) Loss Carryforwards

As at the last taxation year-end, there were no capital and non-capital losses available to carry forward for tax purposes.

(d) Securities Lending

As at March 31, 2018 and 2017, the Fund did not have any open securities lending, repurchase or reverse repurchase transactions.

(e) Commissions

The value of third-party services paid for by brokers during the period, is disclosed in the table below:

	(\$)
March 31, 2018	27
March 31, 2017	33

(f) 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 March 31, 2018, none of the Commitment Amounts were funded (2017 – \$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
March 31, 2018	960	3	235 - 405	0.750	June 18, 2018 - August 21, 2018
March 31, 2017	4,250	5	470 - 1,150	0.375 - 0.500	July 12, 2017 - January 31, 2018

(g) 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.

	March 31, 2018			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	126	(126)	–	–
Unrealized losses on derivative contracts	(1,154)	126	1,422	394
Liability for options written	–	–	–	–
Total	(1,028)	–	1,422	394



MACKENZIE
Investments

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

NOTES TO FINANCIAL STATEMENTS

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

(g) Offsetting of Financial Assets and Liabilities (cont'd)

	March 31, 2017			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	307	(221)	–	86
Unrealized losses on derivative contracts	(501)	221	2,096	1,816
Liability for options written	–	–	–	–
Total	(194)	–	2,096	1,902

(h) Risks Associated with Financial Instruments

i. Risk exposure and management

The Fund seeks capital growth and current income by investing primarily in a combination of equities and fixed income securities of issuers located anywhere in the world. The Fund's asset mix will generally range between 60%–90% equities and 10%–40% fixed income securities, including cash and cash equivalents.

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.

	March 31, 2018			
Currency	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	685,673	1,342	(129,833)	557,182
Australian dollar	132,341	996	(7,963)	125,374
Hong Kong dollar	92,383	–	–	92,383
Euro	98,854	56	(7,039)	91,871
Japanese yen	94,665	–	(8,502)	86,163
British pound	47,488	–	(7,491)	39,997
South Korean won	30,994	–	–	30,994
Swedish krona	51,663	545	(22,655)	29,553
Swiss franc	15,389	–	(3,290)	12,099
Polish zloty	8,430	–	–	8,430
Indian rupee	6,636	–	–	6,636
Turkish lira	4,830	–	–	4,830
New Zealand dollar	4,114	–	292	4,406
Russian ruble	3,972	–	–	3,972
Brazilian real	2,419	–	–	2,419
Argentine peso	1,559	–	–	1,559
Norwegian krone	3,654	–	(2,553)	1,101
Mexican peso	12,315	–	(12,054)	261
Danish krone	6,656	–	(6,728)	(72)
Total	1,304,035	2,939	(207,816)	1,099,158
% of Net Assets	90.1	0.2	(14.4)	75.9



MACKENZIE
Investments

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

NOTES TO FINANCIAL STATEMENTS

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

(h) Risks Associated with Financial Instruments (cont'd)

ii. Currency risk (cont'd)

Currency	March 31, 2017			
	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	553,119	(267)	(77,976)	474,876
Australian dollar	88,060	1,039	(1,041)	88,058
Japanese yen	63,589	399	2,260	66,248
Hong Kong dollar	61,358	–	–	61,358
Euro	96,929	590	(45,810)	51,709
Swiss franc	41,692	–	(5,579)	36,113
South Korean won	33,443	–	–	33,443
Swedish krona	51,966	469	(20,871)	31,564
British pound	37,748	104	(15,909)	21,943
Norwegian krone	18,538	87	(1,737)	16,888
Indian rupee	5,202	–	–	5,202
Brazilian real	4,817	–	–	4,817
New Zealand dollar	1,214	–	1,690	2,904
Singapore dollar	1,241	20	(627)	634
Mexican peso	20,776	51	(20,294)	533
Polish zloty	11,762	–	(11,549)	213
Danish krone	14,161	–	(14,144)	17
Chilean peso	2,821	–	(2,902)	(81)
Total	1,108,436	2,492	(214,489)	896,439
% of Net Assets	90.8	0.2	(17.6)	73.4

* Includes both monetary and non-monetary financial instruments

As at March 31, 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 \$54,958 or 3.8% of total net assets (2017 – \$45,826 or 3.8%). 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 \$54,958 or 3.8% of the total net assets (2017 – \$45,156 or 3.7%). In practice, the actual trading results may differ and the difference could be material.



MACKENZIE
Investments

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

NOTES TO FINANCIAL STATEMENTS

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

(h) Risks Associated with Financial Instruments (cont'd)

iii. Interest rate risk

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

Term to Maturity	March 31, 2018 (\$)		March 31, 2017 (\$)	
	Bonds	Derivative Instruments	Bonds	Derivative Instruments
Less than 1 year	14,211	(35,685)	895	(48,736)
1-5 years	96,594	–	60,231	–
5-10 years	148,421	–	142,760	–
Greater than 10 years	31,987	–	49,810	–
Total	291,213	(35,685)	253,696	(48,736)

As at March 31, 2018, had prevailing interest rates increased by 1%, assuming a parallel shift in the yield curve, with all other variables held constant, net assets would have decreased by approximately \$11,617 or 0.8% (2017 – \$13,715 or 1.1%) of total net assets. Similarly, had prevailing interest rates decreased by 1%, with all other variables held constant, net assets would have increased by approximately \$11,754 or 1.8% (2017 – \$13,715 or 1.1%) of total net assets. In practice, the actual trading results may differ and the difference could be material.

iv. Other price risk

The Fund's most significant exposure to price risk arises from its investment in equity securities, options, exchange-traded funds/notes and mutual funds. As at March 31, 2018, had the prices on the respective stock exchanges for these securities increased by 10%, with all other variables held constant, net assets would have increased by approximately \$114,758 or 7.9% (2017 – \$94,849 or 7.8%) of total net assets. Similarly, had the prices on the respective stock exchanges for these securities decreased by 10%, with all other variables held constant, net assets would have decreased by approximately \$114,758 or 7.9% (2017 – \$77,587 or 6.4%) 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 March 31, 2018, was 2.2% of the net assets of the Fund (2017 – 2.4%).

As at March 31, 2018 and 2017, debt securities by credit rating are as follows:

Bond Rating*	March 31, 2018	March 31, 2017
	% of Net Assets	% of Net Assets
AAA	5.7	6.2
AA	2.3	1.8
A	5.1	5.3
BBB	3.6	3.3
Less than BBB	3.2	3.8
Unrated	0.2	0.4
Total	20.1	20.8

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

MACKENZIE IVY GLOBAL BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

BALANCED FUND

NOTES TO FINANCIAL STATEMENTS

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

(i) 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.

	March 31, 2018				March 31, 2017			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Bonds	–	291,213	–	291,213	–	253,696	–	253,696
Equities	722,079	407,535	–	1,129,614	948,368	–	–	948,368
Options	290	–	–	290	100	569	–	669
Exchange-traded funds/notes	16,843	–	–	16,843	–	–	–	–
Mutual funds	1,118	–	–	1,118	1,126	–	–	1,126
Derivative assets	–	1,162	–	1,162	228	881	–	1,109
Derivative liabilities	(686)	(4,139)	–	(4,825)	(267)	(2,259)	–	(2,526)
Short-term investments	–	8,679	–	8,679	–	9,005	–	9,005
Total	739,644	704,450	–	1,444,094	949,555	261,892	–	1,211,447

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.

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 March 31, 2018, non-North American equities frequently transferred between Level 1 (unadjusted quoted market prices) and Level 2 (adjusted market prices).

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. As at March 31, 2017, all non-North American equities 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.



MACKENZIE
Investments