

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

MANAGEMENT REPORT

Management's Responsibility for Financial Reporting

The accompanying financial statements have been prepared by Mackenzie Financial Corporation, as Manager of Mackenzie Canadian Bond 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

July 13, 2020

INDEPENDENT AUDITOR'S REPORT

To the Securityholders of Mackenzie Canadian Bond Fund (the "Fund")

Opinion

We have audited the financial statements of the Fund, which comprise the statements of financial position as at March 31, 2020 and 2019, and the statements of comprehensive income, changes in financial position and cash flows for the periods then ended, as indicated in Note 1, and notes to the financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 2020 and 2019, 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 ("IFRS").

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Fund in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information which comprises the Management Report of Fund Performance.

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We obtained the Management Report of Fund Performance prior to the date of this auditor's report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in this auditor's report. We have nothing to report in this regard.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS, 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.



MACKENZIE
Investments

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

INDEPENDENT AUDITOR'S REPORT (cont'd)

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian GAAS will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian GAAS, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Deloitte LLP

Chartered Professional Accountants
Licensed Public Accountants
Toronto, Ontario
July 13, 2020



MACKENZIE
Investments

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

STATEMENTS OF FINANCIAL POSITION

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

	2020	2019		2020	2019
	\$	\$		\$	\$
ASSETS			Series U	4,573	6,203
Current assets			Investor Series	1,537	1,931
Investments at fair value	1,457,377	1,280,650	B-Series	102	103
Cash and cash equivalents	–	144,340	Advisor Series	47	47
Accrued interest receivable	8,922	8,650	Series LB	2,141	2,990
Accounts receivable for investments sold	46,055	4,708	Series LF	1	–
Accounts receivable for securities issued	163	119	Series LW	6,154	7,255
Due from manager	9	4	Net assets attributable to securityholders		
Margin on derivatives	1,788	4,564	per security (note 3)		
Unrealized gains on derivative contracts	2,622	158	Series A	14.15	13.98
Total assets	1,516,936	1,443,193	Series AR	10.43	10.30
			Series B	10.29	10.16
LIABILITIES			Series C	10.28	10.15
Current liabilities			Series D	10.26	10.13
Bank indebtedness	9,551	–	Series F	12.04	11.90
Accounts payable for investments purchased	41,305	56,925	Series FB	10.32	10.20
Accounts payable for securities redeemed	856	824	Series G	11.06	10.92
Due to manager	12	–	Series I	6.06	5.98
Unrealized losses on derivative contracts	9,660	2,604	Series IG	10.34	10.21
Total liabilities	61,384	60,353	Series J	11.19	11.06
Net assets attributable to securityholders	1,455,552	1,382,840	Series M	11.58	11.43
Net assets attributable to securityholders			Series O	11.97	11.82
per series (note 3)			Series PW	10.70	10.57
Series A	36,310	44,947	Series PWFB	10.22	10.10
Series AR	12,354	11,549	Series PWR	10.17	–
Series B	3,466	5,425	Series PWT8	10.91	11.51
Series C	294	347	Series PWX	10.33	10.20
Series D	168	195	Series R	11.24	11.10
Series F	45,489	33,066	Series S	10.89	10.75
Series FB	1,044	735	Series SC	10.52	10.39
Series G	400	549	Series U	10.28	10.15
Series I	5,279	5,061	Investor Series	10.87	10.73
Series IG	333,014	354,304	B-Series	10.75	10.61
Series J	1,127	1,322	Advisor Series	10.83	10.70
Series M	924	938	Series LB	10.29	10.16
Series O	11,065	16,867	Series LF	9.99	–
Series PW	96,780	78,339	Series LW	10.30	10.17
Series PWFB	12,305	7,077			
Series PWR	789	–			
Series PWT8	284	283			
Series PWX	6,187	1,065			
Series R	475,107	365,740			
Series S	281,255	313,625			
Series SC	117,356	122,877			

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



MACKENZIE
Investments

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

STATEMENTS OF COMPREHENSIVE INCOME

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

	2020	2019		2020	2019
	\$	\$		\$	\$
Income			Series PWT8	9	11
Dividends	714	655	Series PWX	138	54
Interest income	39,609	39,591	Series R	16,915	17,553
Other changes in fair value of investments and other net assets			Series S	14,108	15,837
Net realized gain (loss)	26,783	3,871	Series SC	3,559	4,266
Net unrealized gain (loss)	(5,964)	26,348	Series U	173	212
Securities lending income	194	150	Investor Series	58	74
Fee rebate income	55	51	B-Series	4	20
Total Income (loss)	61,391	70,666	Advisor Series	1	1
			Series LB	82	93
			Series LF	–	–
			Series LW	209	288
Expenses (note 6)			Increase (decrease) in net assets attributable to securityholders from operations per security		
Management fees	3,743	3,955	Series A	0.37	0.36
Management fee rebates	(12)	(8)	Series AR	0.24	0.36
Administration fees	693	696	Series B	0.33	0.23
Securityholder servicing fees	–	1	Series C	0.33	0.36
Interest charges	2	13	Series D	0.40	0.60
Commissions and other portfolio transaction costs	41	51	Series F	0.39	0.66
Independent Review Committee fees	5	5	Series FB	0.37	0.27
Other	1	4	Series G	0.35	0.35
Expenses before amounts absorbed by Manager	4,473	4,717	Series I	0.20	0.24
Expenses absorbed by Manager	–	1	Series IG	0.45	0.55
Net Expenses	4,473	4,716	Series J	0.34	0.40
Increase (decrease) in net assets attributable to securityholders from operations before tax	56,918	65,950	Series M	0.36	0.43
Foreign withholding taxes	–	25	Series O	0.58	0.45
Foreign income taxes paid (recovered)	–	–	Series PW	0.29	0.43
Increase (decrease) in net assets attributable to securityholders from operations	56,918	65,925	Series PWF	–	(0.01)
Increase (decrease) in net assets attributable to securityholders from operations per series			Series PWFB	0.31	0.71
Series A	1,059	1,486	Series PWR	0.23	–
Series AR	276	383	Series PWT8	0.34	0.45
Series B	138	175	Series PWX	0.31	0.42
Series C	11	13	Series R	0.44	0.57
Series D	9	7	Series S	0.49	0.53
Series F	1,351	1,485	Series SC	0.31	0.32
Series FB	31	22	Series U	0.33	0.27
Series G	15	19	Investor Series	0.36	0.37
Series I	173	203	B-Series	0.46	0.21
Series IG	15,162	19,232	Advisor Series	0.28	0.37
Series J	39	49	Series LB	0.32	0.15
Series M	29	36	Series LF	0.08	–
Series O	693	935	Series LW	0.32	0.53
Series PW	2,387	3,179			
Series PWF	–	(7)			
Series PWFB	279	299			
Series PWR	10	–			

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

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

STATEMENTS OF CHANGES IN FINANCIAL POSITION

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

	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	Series A		Series AR		Series B		Series C		Series D	
	\$		\$		\$		\$		\$	
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS										
Beginning of period	44,947	67,887	11,549	10,603	5,425	10,816	347	397	195	83
Increase (decrease) in net assets from operations	1,059	1,486	276	383	138	175	11	13	9	7
Distributions paid to securityholders:										
Investment income	(472)	(768)	(132)	(146)	(56)	(113)	(5)	(7)	(5)	(2)
Capital gains	(58)	–	(17)	–	(6)	–	–	–	–	–
Return of capital	–	–	–	–	–	–	–	–	–	–
Management fee rebates	–	–	–	–	–	–	–	–	–	–
Total distributions paid to securityholders	(530)	(768)	(149)	(146)	(62)	(113)	(5)	(7)	(5)	(2)
Security transactions:										
Proceeds from securities issued	12,140	5,530	2,228	1,965	–	–	–	–	330	144
Reinvested distributions	507	737	149	146	58	106	5	7	5	2
Payments on redemption of securities	(21,813)	(29,925)	(1,699)	(1,402)	(2,093)	(5,559)	(64)	(63)	(366)	(39)
Total security transactions	(9,166)	(23,658)	678	709	(2,035)	(5,453)	(59)	(56)	(31)	107
Total increase (decrease) in net assets	(8,637)	(22,940)	805	946	(1,959)	(5,391)	(53)	(50)	(27)	112
End of period	36,310	44,947	12,354	11,549	3,466	5,425	294	347	168	195

	Securities		Securities		Securities		Securities		Securities	
Increase (decrease) in fund securities (note 7):										
Securities outstanding – beginning of period	3,214	4,954	1,121	1,050	534	1,086	34	40	19	8
Issued	849	406	212	196	–	–	–	–	31	15
Reinvested distributions	36	54	14	15	6	11	1	1	1	–
Redeemed	(1,534)	(2,200)	(163)	(140)	(203)	(563)	(6)	(7)	(35)	(4)
Securities outstanding – end of period	2,565	3,214	1,184	1,121	337	534	29	34	16	19

	Series F		Series FB		Series G		Series I		Series IG	
	\$		\$		\$		\$		\$	
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS										
Beginning of period	33,066	15,165	735	1,734	549	718	5,061	4,990	354,304	226,500
Increase (decrease) in net assets from operations	1,351	1,485	31	22	15	19	173	203	15,162	19,232
Distributions paid to securityholders:										
Investment income	(900)	(643)	(18)	(18)	(7)	(10)	(92)	(116)	(9,616)	(11,060)
Capital gains	(79)	–	(2)	–	(1)	–	(8)	–	(686)	–
Return of capital	–	–	–	–	–	–	–	–	–	–
Management fee rebates	–	–	–	–	–	–	(12)	–	–	–
Total distributions paid to securityholders	(979)	(643)	(20)	(18)	(8)	(10)	(112)	(116)	(10,302)	(11,060)
Security transactions:										
Proceeds from securities issued	22,101	26,398	1,746	3,467	3	8	517	427	9,225	156,021
Reinvested distributions	610	476	20	18	8	9	108	112	10,302	11,060
Payments on redemption of securities	(10,660)	(9,815)	(1,468)	(4,488)	(167)	(195)	(468)	(555)	(45,677)	(47,449)
Total security transactions	12,051	17,059	298	(1,003)	(156)	(178)	157	(16)	(26,150)	119,632
Total increase (decrease) in net assets	12,423	17,901	309	(999)	(149)	(169)	218	71	(21,290)	127,804
End of period	45,489	33,066	1,044	735	400	549	5,279	5,061	333,014	354,304

	Securities		Securities		Securities		Securities		Securities	
Increase (decrease) in fund securities (note 7):										
Securities outstanding – beginning of period	2,780	1,301	72	173	50	67	846	849	34,701	22,626
Issued	1,825	2,289	169	350	–	–	87	73	889	15,751
Reinvested distributions	51	41	2	2	1	1	16	19	993	1,114
Redeemed	(879)	(851)	(142)	(453)	(15)	(18)	(77)	(95)	(4,373)	(4,790)
Securities outstanding – end of period	3,777	2,780	101	72	36	50	872	846	32,210	34,701

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

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

STATEMENTS OF CHANGES IN FINANCIAL POSITION (cont'd)

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

	2020		2019		2020		2019		2020		2019	
	Series J		Series M		Series O		Series PW		Series PWF			
	\$		\$		\$		\$		\$			
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS												
Beginning of period	1,322	1,416	938	1,078	16,867	31,601	78,339	49,418	–	–	–	7,255
Increase (decrease) in net assets from operations	39	49	29	36	693	935	2,387	3,179	–	–	–	(7)
Distributions paid to securityholders:												
Investment income	(20)	(24)	(16)	(19)	(397)	(746)	(1,408)	(1,461)	–	–	–	(22)
Capital gains	(2)	–	(1)	–	(27)	–	(143)	–	–	–	–	–
Return of capital	–	–	–	–	–	–	–	–	–	–	–	–
Management fee rebates	–	–	–	–	–	–	–	(6)	–	–	–	(1)
Total distributions paid to securityholders	(22)	(24)	(17)	(19)	(424)	(746)	(1,551)	(1,467)	–	–	–	(23)
Security transactions:												
Proceeds from securities issued	–	–	–	–	1,188	1,582	37,616	61,061	–	–	–	323
Reinvested distributions	22	24	17	19	414	739	1,509	1,430	–	–	–	21
Payments on redemption of securities	(234)	(143)	(43)	(176)	(7,673)	(17,244)	(21,520)	(35,282)	–	–	–	(7,569)
Total security transactions	(212)	(119)	(26)	(157)	(6,071)	(14,923)	17,605	27,209	–	–	–	(7,225)
Total increase (decrease) in net assets	(195)	(94)	(14)	(140)	(5,802)	(14,734)	18,441	28,921	–	–	–	(7,255)
End of period	1,127	1,322	924	938	11,065	16,867	96,780	78,339	–	–	–	–

	2020		2019		2020		2019		2020		2019	
	Securities		Securities		Securities		Securities		Securities			
Increase (decrease) in fund securities (note 7):												
Securities outstanding – beginning of period	120	131	82	96	1,427	2,726	7,414	4,773	–	–	–	715
Issued	–	–	–	–	96	138	3,492	5,942	–	–	–	33
Reinvested distributions	2	2	1	2	35	64	140	139	–	–	–	2
Redeemed	(21)	(13)	(3)	(16)	(634)	(1,501)	(2,000)	(3,440)	–	–	–	(750)
Securities outstanding – end of period	101	120	80	82	924	1,427	9,046	7,414	–	–	–	–

	2020		2019		2020		2019		2020		2019	
	Series PWF8		Series PWR		Series PWT8		Series PWX		Series R			
	\$		\$		\$		\$		\$			
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS												
Beginning of period	7,077	1,362	–	–	283	280	1,065	1,786	365,740	316,542		
Increase (decrease) in net assets from operations	279	299	10	–	9	11	138	54	16,915	17,553		
Distributions paid to securityholders:												
Investment income	(199)	(108)	(7)	–	(5)	(5)	(129)	(40)	(12,074)	(10,533)		
Capital gains	(17)	–	(1)	–	–	–	(12)	–	(934)	–		
Return of capital	–	–	–	–	(19)	(19)	–	–	–	–		
Management fee rebates	–	–	–	–	–	–	–	–	–	–		
Total distributions paid to securityholders	(216)	(108)	(8)	–	(24)	(24)	(141)	(40)	(13,008)	(10,533)		
Security transactions:												
Proceeds from securities issued	6,664	6,207	805	–	–	–	5,486	39	150,289	92,309		
Reinvested distributions	216	105	8	–	16	16	141	40	2,212	1,443		
Payments on redemption of securities	(1,715)	(788)	(26)	–	–	–	(502)	(814)	(47,041)	(51,574)		
Total security transactions	5,165	5,524	787	–	16	16	5,125	(735)	105,460	42,178		
Total increase (decrease) in net assets	5,228	5,715	789	–	1	3	5,122	(721)	109,367	49,198		
End of period	12,305	7,077	789	–	284	283	6,187	1,065	475,107	365,740		

	2020		2019		2020		2019		2020		2019	
	Securities		Securities		Securities		Securities		Securities			
Increase (decrease) in fund securities (note 7):												
Securities outstanding – beginning of period	701	138	–	–	25	23	104	179	32,954	29,090		
Issued	648	632	80	–	–	–	529	3	13,308	8,518		
Reinvested distributions	21	11	1	–	1	2	14	4	196	135		
Redeemed	(166)	(80)	(3)	–	–	–	(48)	(82)	(4,182)	(4,789)		
Securities outstanding – end of period	1,204	701	78	–	26	25	599	104	42,276	32,954		

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

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

STATEMENTS OF CHANGES IN FINANCIAL POSITION (cont'd)

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

	2020		2019		2020		2019		2020		2019	
	Series S		Series SC		Series U		Investor Series		B-Series			
	\$		\$		\$		\$		\$			
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS												
Beginning of period	313,625	322,827	122,877	179,377	6,203	10,867	1,931	2,419	103	1,348		
Increase (decrease) in net assets from operations	14,108	15,837	3,559	4,266	173	212	58	74	4	20		
Distributions paid to securityholders:												
Investment income	(8,579)	(9,845)	(1,800)	(2,299)	(82)	(137)	(27)	(40)	(3)	(27)		
Capital gains	(619)	–	(187)	–	(8)	–	(3)	–	–	–		
Return of capital	–	–	–	–	–	–	–	–	–	–		
Management fee rebates	–	–	–	–	–	–	–	–	–	–		
Total distributions paid to securityholders	(9,198)	(9,845)	(1,987)	(2,299)	(90)	(137)	(30)	(40)	(3)	(27)		
Security transactions:												
Proceeds from securities issued	8,313	13,215	38,882	25,649	–	–	56	76	–	–		
Reinvested distributions	9,197	9,845	1,921	2,220	90	137	29	40	3	27		
Payments on redemption of securities	(54,790)	(38,254)	(47,896)	(86,336)	(1,803)	(4,876)	(507)	(638)	(5)	(1,265)		
Total security transactions	(37,280)	(15,194)	(7,093)	(58,467)	(1,713)	(4,739)	(422)	(522)	(2)	(1,238)		
Total increase (decrease) in net assets	(32,370)	(9,202)	(5,521)	(56,500)	(1,630)	(4,664)	(394)	(488)	(1)	(1,245)		
End of period	281,255	313,625	117,356	122,877	4,573	6,203	1,537	1,931	102	103		

	Securities		Securities		Securities		Securities		Securities	
Increase (decrease) in fund securities (note 7):										
Securities outstanding – beginning of period	29,170	30,624	11,826	17,617	611	1,092	180	230	10	130
Issued	763	1,260	3,673	2,535	–	–	4	7	–	–
Reinvested distributions	842	942	182	220	9	14	3	4	–	3
Redeemed	(4,940)	(3,656)	(4,525)	(8,546)	(175)	(495)	(46)	(61)	–	(123)
Securities outstanding – end of period	25,835	29,170	11,156	11,826	445	611	141	180	10	10

	Advisor Series		Series LB		Series LF		Series LW		Total	
	\$		\$		\$		\$		\$	
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS										
Beginning of period	47	46	2,990	8,737	–	–	7,255	4,869	1,382,840	1,280,121
Increase (decrease) in net assets from operations	1	1	82	93	–	–	209	288	56,918	65,925
Distributions paid to securityholders:										
Investment income	(1)	(1)	(37)	(106)	–	–	(104)	(94)	(36,191)	(38,390)
Capital gains	–	–	(4)	–	–	–	(10)	–	(2,825)	–
Return of capital	–	–	–	–	–	–	–	–	(19)	(19)
Management fee rebates	–	–	–	–	–	–	–	(1)	(12)	(8)
Total distributions paid to securityholders	(1)	(1)	(41)	(106)	–	–	(114)	(95)	(39,047)	(38,417)
Security transactions:										
Proceeds from securities issued	–	–	123	159	1	–	319	3,496	298,032	398,076
Reinvested distributions	1	1	41	105	–	–	110	92	27,719	28,977
Payments on redemption of securities	(1)	–	(1,054)	(5,998)	–	–	(1,625)	(1,395)	(270,910)	(351,842)
Total security transactions	–	1	(890)	(5,734)	1	–	(1,196)	2,193	54,841	75,211
Total increase (decrease) in net assets	–	1	(849)	(5,747)	1	–	(1,101)	2,386	72,712	102,719
End of period	47	47	2,141	2,990	1	–	6,154	7,255	1,455,552	1,382,840

	Securities		Securities		Securities		Securities	
Increase (decrease) in fund securities (note 7):								
Securities outstanding – beginning of period	4	4	294	876	–	–	713	489
Issued	–	–	12	15	–	–	31	356
Reinvested distributions	–	–	4	11	–	–	11	9
Redeemed	–	–	(102)	(608)	–	–	(157)	(141)
Securities outstanding – end of period	4	4	208	294	–	–	598	713

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

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

STATEMENTS OF CASH FLOWS

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

	2020	2019
	\$	\$
Cash flows from operating activities		
Net increase (decrease) in net assets attributable to securityholders from operations	56,918	65,925
Adjustments for:		
Net realized loss (gain) on investments	(32,449)	(9,108)
Change in net unrealized loss (gain) on investments	6,016	(26,394)
Purchase of investments	(1,272,942)	(1,066,386)
Proceeds from sale and maturity of investments	1,070,230	1,191,455
Change in accrued interest receivable	(272)	(829)
Change in dividends receivable	–	4
Change in due from manager	(5)	–
Change in margin on derivatives	2,776	(53)
Change in due to manager	12	(29)
Net cash from operating activities	(169,716)	154,585
Cash flows from financing activities		
Proceeds from securities issued	262,536	220,023
Payments on redemption of securities	(235,426)	(275,301)
Distributions paid net of reinvestments	(11,328)	(9,440)
Net cash from financing activities	15,782	(64,718)
Net increase (decrease) in cash and cash equivalents	(153,934)	89,867
Cash and cash equivalents at beginning of period	144,340	54,502
Effect of exchange rate fluctuations on cash and cash equivalents	43	(29)
Cash and cash equivalents at end of period	(9,551)	144,340
Cash	–	54,691
Cash equivalents	–	89,649
Bank indebtedness	(9,551)	–
Cash and cash equivalents at end of period	(9,551)	144,340
Supplementary disclosures on cash flow from operating activities:		
Dividends received	714	659
Foreign taxes paid	–	25
Interest received	39,337	38,762
Interest paid	2	13

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



MACKENZIE
Investments

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

SCHEDULE OF INVESTMENTS

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS					
407 International Inc. 3.14% 03-06-2030 Callable 2029	Canada	Corporate - Non Convertible	680,000	687	710
407 International Inc. 3.43% 06-01-2033 MTN	Canada	Corporate - Non Convertible	5,356,000	5,413	5,632
407 International Inc. 3.65% 09-08-2044 Callable MTN	Canada	Corporate - Non Convertible	830,000	835	864
407 International Inc. 3.60% 05-21-2047 Callable	Canada	Corporate - Non Convertible	1,981,000	1,986	2,057
407 International Inc. 3.72% 05-11-2048 Callable 2047	Canada	Corporate - Non Convertible	3,310,000	3,310	3,511
407 International Inc. 3.67% 03-08-2049 Callable 2048	Canada	Corporate - Non Convertible	1,120,000	1,162	1,177
407 International Inc. 2.84% 03-07-2050	Canada	Corporate - Non Convertible	2,150,000	2,147	1,923
Access Justice Durham 5.02% 08-31-2039	Canada	Asset Backed	2,841,212	2,920	3,492
AerCap Ireland Capital Designated Activity Co. 3.30% 01-23-2023 Callable 2022	Ireland	Corporate - Non Convertible	USD 620,000	771	744
AerCap Ireland Capital Designated Activity Co. 4.45% 10-01-2025 Callable 2025	Ireland	Corporate - Non Convertible	USD 1,020,000	1,332	1,258
AIMCo Realty Investors LP 2.27% 06-26-2024 Callable 2024	Canada	Corporate - Non Convertible	2,006,000	2,011	1,995
AIMCo Realty Investors LP 3.04% 06-01-2028 Callable 2028	Canada	Corporate - Non Convertible	1,180,000	1,180	1,235
AIMCo Realty Investors LP 2.71% 06-01-2029 Callable 2029	Canada	Corporate - Non Convertible	2,940,000	2,982	2,921
Air Lease Corp. 2.63% 12-05-2024 Callable 2024	United States	Corporate - Non Convertible	1,730,000	1,715	1,404
Algonquin Power & Utilities Corp. 4.65% 02-15-2022	Canada	Corporate - Non Convertible	3,800,000	3,950	3,907
Algonquin Power & Utilities Corp. 4.09% 02-17-2027 Callable	Canada	Corporate - Non Convertible	2,160,000	2,161	2,230
Alimentation Couche-Tard Inc. 2.95% 01-25-2030 Callable 2029 144A	Canada	Corporate - Non Convertible	USD 1,320,000	1,734	1,735
AltaLink LP 3.72% 12-03-2046 Callable MTN	Canada	Corporate - Non Convertible	2,659,000	2,763	2,834
Anheuser-Busch InBev Finance Inc. 2.60% 05-15-2024 Callable 2024	Belgium	Corporate - Non Convertible	2,140,000	2,048	2,100
Anheuser-Busch InBev Worldwide Inc. 4.75% 01-23-2029 Callable 2028	Belgium	Corporate - Non Convertible	USD 360,000	475	565
Aroundtown SA 4.63% 09-18-2025 Callable 2025	Germany	Corporate - Non Convertible	2,040,000	2,032	2,092
AT&T Inc. 4.35% 03-01-2029 Callable 2028	United States	Corporate - Non Convertible	USD 840,000	1,108	1,274
Bank of America Corp. 3.30% 04-24-2024 Callable 2023	United States	Corporate - Non Convertible	7,240,000	7,402	7,319
Bank of America Corp. F/R 04-25-2025 Callable 2024	United States	Corporate - Non Convertible	2,570,000	2,581	2,558
Bank of America Corp. F/R 09-20-2025 Callable 2024	United States	Corporate - Non Convertible	3,380,000	3,390	3,450
Bank of America Corp. F/R 03-24-2026 Callable 2025	United States	Corporate - Non Convertible	2,030,000	2,030	2,038
Bank of Montreal 2.27% 07-11-2022	Canada	Corporate - Non Convertible	4,968,000	4,944	4,991
Bank of Montreal 2.89% 06-20-2023	Canada	Corporate - Non Convertible	3,840,000	3,854	3,928
Bank of Montreal 2.28% 07-29-2024	Canada	Corporate - Non Convertible	2,050,000	2,049	2,014
Bank of Montreal 2.70% 09-11-2024 DPNT	Canada	Corporate - Non Convertible	12,035,000	12,061	12,266
Bank of Montreal 2.37% 02-03-2025 Callable 2025	Canada	Corporate - Non Convertible	2,420,000	2,421	2,381
Bank of Montreal 3.32% 06-01-2026	Canada	Corporate - Non Convertible	3,680,000	3,719	3,680
Bank of Montreal 3.19% 03-01-2028	Canada	Corporate - Non Convertible	2,710,000	2,688	2,860
Bank of Montreal F/R 09-17-2029 Callable 2024	Canada	Corporate - Non Convertible	290,000	290	282
The Bank of Nova Scotia 1.90% 12-02-2021 DPNT	Canada	Corporate - Non Convertible	1,590,000	1,580	1,586
The Bank of Nova Scotia 2.36% 11-08-2022	Canada	Corporate - Non Convertible	3,410,000	3,410	3,434
The Bank of Nova Scotia 2.98% 04-17-2023	Canada	Corporate - Non Convertible	2,760,000	2,764	2,828
The Bank of Nova Scotia 2.38% 05-01-2023	Canada	Corporate - Non Convertible	7,780,000	7,825	7,732
The Bank of Nova Scotia 2.49% 09-23-2024	Canada	Corporate - Non Convertible	5,770,000	5,787	5,708
The Bank of Nova Scotia 6.45% 01-01-2025	Canada	Mortgage Backed	2,368,244	2,488	2,802
The Bank of Nova Scotia 2.16% 02-03-2025	Canada	Corporate - Non Convertible	3,690,000	3,689	3,597
The Bank of Nova Scotia F/R 07-03-2029 Callable 2024	Canada	Corporate - Non Convertible	1,900,000	1,900	1,843
bcIMC Realty Corp. 3.00% 03-31-2027 Callable 2026	Canada	Corporate - Non Convertible	2,570,000	2,610	2,656
Bell Canada Inc. 2.70% 02-27-2024 Callable 2023	Canada	Corporate - Non Convertible	3,250,000	3,282	3,238



MACKENZIE
Investments

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Bell Canada Inc. 3.80% 08-21-2028 Callable 2028	Canada	Corporate - Non Convertible	2,180,000	2,166	2,278
Bell Canada Inc. 2.90% 09-10-2029 Callable 2029	Canada	Corporate - Non Convertible	4,640,000	4,623	4,518
Bell Canada Inc. 4.45% 02-27-2047 Callable 2046	Canada	Corporate - Non Convertible	4,365,000	4,365	4,475
BP Capital Markets PLC 3.47% 05-15-2025	United Kingdom	Corporate - Non Convertible	2,810,000	2,832	2,833
Brookfield Infrastructure Finance ULC 4.20% 09-11-2028 Callable 2028	Canada	Corporate - Non Convertible	4,210,000	4,207	4,273
Brookfield Infrastructure Finance ULC 3.41% 10-09-2029 Callable 2029	Canada	Corporate - Non Convertible	2,630,000	2,630	2,496
Brookfield Renewable Energy Partners ULC 3.75% 06-02-2025 Callable 2025	Canada	Corporate - Non Convertible	3,719,000	3,736	3,828
Brookfield Renewable Energy Partners ULC 3.63% 01-15-2027 Callable 2026	Canada	Corporate - Non Convertible	4,210,000	4,144	4,281
Brookfield Renewable Partners ULC 4.25% 01-15-2029 Callable 2028	Canada	Corporate - Non Convertible	2,320,000	2,319	2,447
Brookfield Renewable Partners ULC 3.38% 01-15-2030 Callable 2029	Canada	Corporate - Non Convertible	950,000	950	927
Brookfield Renewable Partners ULC 4.29% 11-05-2049 Callable 2049	Canada	Corporate - Non Convertible	1,470,000	1,468	1,267
Bruce Power LP 2.84% 06-23-2021	Canada	Corporate - Non Convertible	4,800,000	4,869	4,802
Bruce Power LP 3.00% 06-21-2024 Callable 2024	Canada	Corporate - Non Convertible	4,631,000	4,675	4,609
Bruce Power LP 3.97% 06-23-2026	Canada	Corporate - Non Convertible	1,579,000	1,619	1,633
Canada Housing Trust 1.80% 12-15-2024	Canada	Federal Government	40,730,000	40,631	42,134
Canadian Imperial Bank of Commerce 2.47% 12-05-2022	Canada	Corporate - Non Convertible	4,370,000	4,348	4,408
Canadian Imperial Bank of Commerce 2.43% 06-09-2023	Canada	Corporate - Non Convertible	2,650,000	2,649	2,639
Canadian Imperial Bank of Commerce 2.97% 07-11-2023	Canada	Corporate - Non Convertible	11,750,000	11,779	12,048
Canadian Imperial Bank of Commerce 2.35% 08-28-2024	Canada	Corporate - Non Convertible	1,950,000	1,950	1,920
Canadian Imperial Bank of Commerce 3.30% 05-26-2025	Canada	Corporate - Non Convertible	7,590,000	7,598	7,967
Canadian Imperial Bank of Commerce 3.42% 01-26-2026 Callable 2021	Canada	Corporate - Non Convertible	8,804,000	8,988	8,818
Canadian Imperial Bank of Commerce F/R 06-19-2029 Callable 2024	Canada	Corporate - Non Convertible	1,900,000	1,900	1,855
Canadian National Railway Co. 3.00% 02-08-2029 Callable 2028	Canada	Corporate - Non Convertible	1,940,000	1,940	2,000
Canadian National Railway Co. 3.60% 07-31-2048 Callable 2048	Canada	Corporate - Non Convertible	3,070,000	3,024	3,099
Canadian National Railway Co. 3.05% 02-08-2050 Callable 2049	Canada	Corporate - Non Convertible	1,450,000	1,438	1,322
Canadian Natural Resources Ltd. 3.55% 06-03-2024	Canada	Corporate - Non Convertible	2,476,000	2,502	2,284
Canadian Pacific Railway Ltd. 3.15% 03-13-2029 Callable 2028	Canada	Corporate - Non Convertible	1,490,000	1,487	1,537
Capital Power Corp. 4.28% 09-18-2024 Callable 2024	Canada	Corporate - Non Convertible	3,759,000	3,780	3,824
Capital Power Corp. 4.99% 01-23-2026 Callable 2025	Canada	Corporate - Non Convertible	1,286,000	1,287	1,329
Capital Power Corp. 4.42% 02-08-2030 Callable 2029	Canada	Corporate - Non Convertible	1,330,000	1,336	1,356
CARDS II Trust 2.43% 11-15-2024	Canada	Corporate - Non Convertible	2,160,000	2,160	2,148
CCL Industries Inc. 3.86% 04-13-2028 Callable 2028	Canada	Corporate - Non Convertible	1,520,000	1,520	1,563
Central 1 Credit Union F/R 02-05-2021	Canada	Corporate - Non Convertible	5,000	5	5
Charter Communications Operating LLC 4.50% 02-01-2024 Callable 2024	United States	Corporate - Non Convertible	USD 1,830,000	2,424	2,668
Charter Communications Operating LLC 5.05% 03-30-2029 Callable 2028	United States	Corporate - Non Convertible	USD 3,060,000	4,178	4,663
Chartwell Retirement Residences 3.79% 12-11-2023 Callable 2023	Canada	Corporate - Non Convertible	2,795,000	2,786	2,897
Chartwell Retirement Residences 4.21% 04-28-2025 Callable 2025	Canada	Corporate - Non Convertible	1,010,000	1,010	1,052
Choice Properties Real Estate Investment Trust 3.56% 09-09-2024 Callable 2024	Canada	Corporate - Non Convertible	4,000	4	4
Choice Properties Real Estate Investment Trust 3.55% 01-10-2025 Callable 2024	Canada	Corporate - Non Convertible	1,840,000	1,861	1,847



MACKENZIE
Investments

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Choice Properties Real Estate Investment Trust 4.06% 11-24-2025 Callable	Canada	Corporate - Non Convertible	2,580,000	2,775	2,674
Choice Properties Real Estate Investment Trust 4.18% 03-08-2028 Callable 2027	Canada	Corporate - Non Convertible	2,950,000	2,950	3,072
Choice Properties Real Estate Investment Trust 3.53% 06-11-2029 Callable 2029	Canada	Corporate - Non Convertible	2,300,000	2,300	2,322
Choice Properties Real Estate Investment Trust 2.98% 03-04-2030 Callable 2029	Canada	Corporate - Non Convertible	1,490,000	1,492	1,385
City of Toronto 2.60% 09-24-2039	Canada	Municipal Governments	1,400,000	1,390	1,348
Colbun SA 4.50% 07-10-2024 Callable 2024	Chile	Corporate - Non Convertible	USD 380,000	526	549
Cordelio Amalco GP I 4.09% 06-30-2034	Canada	Corporate - Non Convertible	1,398,823	1,399	1,523
Cordelio Amalco GP I 4.09% 09-30-2034	Canada	Corporate - Non Convertible	1,345,559	1,346	1,485
CPPIB Capital Inc. 1.95% 09-30-2029	Canada	Corporate - Non Convertible	5,290,000	5,270	5,337
Crombie Real Estate Investment Trust 3.92% 06-21-2027 Callable 2027	Canada	Corporate - Non Convertible	530,000	530	527
CU Inc. 3.96% 07-27-2045 Callable	Canada	Corporate - Non Convertible	1,480,000	1,565	1,618
CU Inc. 3.76% 11-19-2046 Callable 2046	Canada	Corporate - Non Convertible	1,411,000	1,413	1,498
CU Inc. 3.95% 11-23-2048 Callable 2048	Canada	Corporate - Non Convertible	2,204,000	2,207	2,419
Diamond 1 Finance Corp. 4.42% 06-15-2021 Callable 2021 144A	United States	Corporate - Non Convertible	USD 3,000	4	4
Eagle Credit Card Trust 2.63% 10-17-2022	Canada	Corporate - Non Convertible	800,000	800	804
Eagle Credit Card Trust 3.04% 07-17-2023	Canada	Corporate - Non Convertible	1,057,000	1,058	1,073
Eagle Credit Card Trust 2.22% 07-17-2024	Canada	Corporate - Non Convertible	3,060,000	3,061	3,013
Emera Inc. 2.90% 06-16-2023	Canada	Corporate - Non Convertible	2,440,000	2,367	2,456
Enbridge Gas Inc. 2.37% 08-09-2029 Callable 2029	Canada	Corporate - Non Convertible	860,000	860	847
Enbridge Gas Inc. 2.90% 04-01-2030 Callable 2030	Canada	Corporate - Non Convertible	600,000	599	609
Enbridge Gas Inc. 3.51% 11-29-2047 Callable 2047	Canada	Corporate - Non Convertible	2,238,000	2,240	2,296
Enbridge Gas Inc. 3.01% 08-09-2049 Callable 2049	Canada	Corporate - Non Convertible	780,000	780	724
Enbridge Inc. 2.99% 10-03-2029	Canada	Corporate - Non Convertible	1,120,000	1,119	1,019
Enbridge Inc. 5.37% 09-27-2077 Callable 2027	Canada	Corporate - Non Convertible	11,710,000	11,576	9,682
Enbridge Inc. F/R 04-12-2078 Callable 2028	Canada	Corporate - Non Convertible	3,600,000	3,614	3,508
ENMAX Corp. 2.92% 10-18-2022	Canada	Corporate - Non Convertible	610,000	610	629
ENMAX Corp. 3.33% 06-02-2025	Canada	Corporate - Non Convertible	660,000	660	674
EPCOR Utilities Inc. 3.55% 11-27-2047 Callable 2047	Canada	Corporate - Non Convertible	1,840,000	1,821	1,882
EPCOR Utilities Inc. 3.11% 07-08-2049 Callable 2049	Canada	Corporate - Non Convertible	2,170,000	2,170	2,043
EPR Properties 4.95% 04-15-2028 Callable 2028	United States	Corporate - Non Convertible	USD 1,360,000	1,706	1,784
EPR Properties 3.75% 08-15-2029 Callable 2029	United States	Corporate - Non Convertible	USD 1,270,000	1,666	1,278
Fairfax Financial Holdings Ltd. 5.84% 10-14-2022	Canada	Corporate - Non Convertible	1,920,000	1,946	2,046
Fairfax Financial Holdings Ltd. 4.50% 03-22-2023	Canada	Corporate - Non Convertible	2,490,000	2,549	2,554
Fairfax Financial Holdings Ltd. 4.95% 03-03-2025	Canada	Corporate - Non Convertible	1,110,000	1,210	1,159
Fairfax Financial Holdings Ltd. 8.30% 04-15-2026	Canada	Corporate - Non Convertible	USD 2,180,000	3,294	3,688
Fairfax Financial Holdings Ltd. 4.25% 12-06-2027 Callable 2027	Canada	Corporate - Non Convertible	134,000	134	132
Fairfax Financial Holdings Ltd. 4.23% 06-14-2029 Callable 2029	Canada	Corporate - Non Convertible	840,000	840	803
Fédération des Caisses Desjardins du Québec 2.09% 01-17-2022	Canada	Corporate - Non Convertible	4,390,000	4,396	4,389
Fédération des Caisses Desjardins du Québec 2.39% 08-25-2022	Canada	Corporate - Non Convertible	6,468,000	6,426	6,506
Fédération des Caisses Desjardins du Québec 3.06% 09-11-2023	Canada	Corporate - Non Convertible	5,846,000	5,841	6,003
Fédération des Caisses Desjardins du Québec 2.42% 10-04-2024	Canada	Corporate - Non Convertible	960,000	960	945
Fortified Trust 2.34% 01-23-2023	Canada	Corporate - Non Convertible	4,880,000	4,880	4,876
Fortified Trust 2.56% 03-23-2024	Canada	Corporate - Non Convertible	2,160,000	2,160	2,164



MACKENZIE
Investments

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
FortisAlberta Inc. 3.67% 09-09-2047 Callable 2047	Canada	Corporate - Non Convertible	480,000	470	503
FortisAlberta Inc. 3.74% 09-18-2048 Callable 2048	Canada	Corporate - Non Convertible	554,000	554	588
Gaz Metro Inc. 1.52% 05-25-2020	Canada	Corporate - Non Convertible	1,010,000	1,010	1,010
Gibson Energy Inc. 3.60% 09-17-2029 Callable 2029	Canada	Corporate - Non Convertible	1,500,000	1,496	1,328
The Goldman Sachs Group Inc. 2.43% 04-26-2023 Callable	United States	Corporate - Non Convertible	4,040,000	4,040	3,991
Government of Canada 1.50% 09-01-2024	Canada	Federal Government	40,950,000	40,960	42,549
Government of Canada 1.25% 03-01-2025	Canada	Federal Government	29,970,000	30,725	30,906
Government of Canada 1.25% 06-01-2030	Canada	Federal Government	15,520,000	16,248	16,235
Government of Canada 2.00% 12-01-2041 Real Return	Canada	Federal Government	1,450,000	2,450	2,360
Government of Canada 1.25% 12-01-2047 Real Return	Canada	Federal Government	23,147,000	29,865	31,421
Government of Canada 2.75% 12-01-2048	Canada	Federal Government	29,430,000	39,807	39,462
Greater Toronto Airports Authority 2.73% 04-03-2029 Callable 2029	Canada	Corporate - Non Convertible	1,300,000	1,331	1,322
Greater Toronto Airports Authority 2.75% 10-17-2039	Canada	Corporate - Non Convertible	1,300,000	1,298	1,161
H&R Real Estate Investment Trust 2.92% 05-06-2022	Canada	Corporate - Non Convertible	1,520,000	1,521	1,519
H&R Real Estate Investment Trust 3.42% 01-23-2023 Callable 2022	Canada	Corporate - Non Convertible	2,360,000	2,371	2,383
H&R Real Estate Investment Trust 3.37% 01-30-2024 Callable 2023	Canada	Corporate - Non Convertible	4,328,000	4,297	4,366
Heathrow Funding Ltd. 3.25% 05-21-2025	United Kingdom	Corporate - Non Convertible	5,120,000	5,229	5,245
Heathrow Funding Ltd. 3.40% 03-08-2028	United Kingdom	Corporate - Non Convertible	2,600,000	2,596	2,621
Heathrow Funding Ltd. 3.79% 09-04-2030 Callable 2030	United Kingdom	Corporate - Non Convertible	2,270,000	2,270	2,332
HSBC Bank Canada 2.17% 06-29-2022	Canada	Corporate - Non Convertible	7,338,000	7,288	7,303
HSBC Bank Canada 2.25% 09-15-2022	Canada	Corporate - Non Convertible	1,150,000	1,150	1,144
Hydro One Inc. 2.54% 04-05-2024 Callable 2024	Canada	Corporate - Non Convertible	1,720,000	1,720	1,741
Hydro One Inc. 2.16% 02-28-2030	Canada	Corporate - Non Convertible	1,160,000	1,160	1,118
Hydro One Inc. 3.72% 11-18-2047	Canada	Corporate - Non Convertible	5,550,000	5,591	5,821
Hydro One Inc. 3.63% 06-25-2049 Callable 2048	Canada	Corporate - Non Convertible	2,179,000	2,330	2,253
Hydro-Quebec Interest Strip 0% 02-15-2025	Canada	Provincial Governments	2,880,000	2,523	2,666
Inter Pipeline Ltd. 2.73% 04-18-2024 Callable 2024	Canada	Corporate - Non Convertible	4,723,000	4,769	4,411
Inter Pipeline Ltd. 3.17% 03-24-2025 Callable 2024 MTN	Canada	Corporate - Non Convertible	3,630,000	3,671	3,481
Inter Pipeline Ltd. 3.48% 12-16-2026 Callable 2026	Canada	Corporate - Non Convertible	2,638,000	2,676	2,536
The International Bank for Reconstruction and Development 3.50% 01-22-2021	Supra - National	n/a	NZD 9,268,000	8,569	7,941
Ivanhoe Cambridge II Inc. 2.91% 06-27-2023 Callable 2023	Canada	Corporate - Non Convertible	1,230,000	1,231	1,258
Ivanhoe Cambridge II Inc. 2.30% 12-12-2024 Callable 2024	Canada	Corporate - Non Convertible	980,000	980	979
JPMorgan Chase & Co. 3.19% 03-05-2021	United States	Corporate - Non Convertible	5,330,000	5,429	5,376
Liberty Utilities (Canada) LP 3.32% 02-14-2050 Callable 2049	Canada	Corporate - Non Convertible	780,000	780	697
The Manufacturers Life Insurance Co. 2.39% 01-05-2026 Callable 2021	Canada	Corporate - Non Convertible	3,239,000	3,245	3,236
Manulife Bank of Canada 2.84% 01-12-2023	Canada	Corporate - Non Convertible	3,420,000	3,420	3,459
Manulife Bank of Canada 2.38% 11-19-2024	Canada	Corporate - Non Convertible	6,360,000	6,376	6,304
Manulife Financial Corp. F/R 05-09-2028 Callable 2023	Canada	Corporate - Non Convertible	1,260,000	1,260	1,266
Manulife Financial Corp. F/R 08-20-2029 Callable 2024	Canada	Corporate - Non Convertible	3,310,000	3,310	3,277
McDonald's Corp. 3.13% 03-04-2025 Callable 2025	United States	Corporate - Non Convertible	4,890,000	4,884	4,962
Morgan Stanley 3.00% 02-07-2024	United States	Corporate - Non Convertible	5,620,000	5,603	5,635
National Australia Bank Ltd. F/R 06-12-2030 Callable 2025	Australia	Corporate - Non Convertible	4,160,000	4,160	4,019
National Bank of Canada 2.98% 03-04-2024	Canada	Corporate - Non Convertible	5,015,000	5,114	5,067
National Bank of Canada 2.55% 07-12-2024	Canada	Corporate - Non Convertible	10,394,000	10,479	10,328
National Bank of Canada 2.58% 02-03-2025	Canada	Corporate - Non Convertible	5,600,000	5,627	5,554
NAV Canada 3.29% 03-30-2048 Callable 2047	Canada	Corporate - Non Convertible	1,530,000	1,534	1,510



MACKENZIE
Investments

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
NAV Canada 3.21% 09-29-2050 Callable 2050	Canada	Corporate - Non Convertible	171,000	171	166
North Battleford Power LP 4.96% 12-31-2032	Canada	Corporate - Non Convertible	1,589,261	1,589	1,850
North West Redwater Partnership 2.80% 06-01-2027 Callable 2027	Canada	Corporate - Non Convertible	2,760,000	2,665	2,720
Nouvelle Autoroute 30 Financement Inc. 4.11% 03-31-2042	Canada	Corporate - Non Convertible	1,738,900	1,739	1,904
Nova Scotia Power Inc. 3.57% 04-05-2049 Callable 2048	Canada	Corporate - Non Convertible	1,080,000	1,082	1,070
OMERS Finance Trust 2.60% 05-14-2029	Canada	Corporate - Non Convertible	2,470,000	2,467	2,593
OMERS Realty Corp. 3.24% 10-04-2027 Callable 2027	Canada	Corporate - Non Convertible	10,409,000	10,404	10,911
OMERS Realty Corp. 3.63% 06-05-2030 Callable 2030	Canada	Corporate - Non Convertible	3,020,000	3,020	3,268
Ontario Hydro 0% 05-26-2025	Canada	Provincial Governments	2,580,000	2,236	2,375
Ontario Power Generation Inc. 3.32% 10-04-2027 Callable 2027	Canada	Corporate - Non Convertible	2,800,000	2,800	2,901
Ontario Power Generation Inc. 2.98% 09-13-2029	Canada	Corporate - Non Convertible	1,310,000	1,310	1,311
Ontario Power Generation Inc. 3.84% 06-22-2048 Callable 2047	Canada	Corporate - Non Convertible	2,571,000	2,723	2,547
Ontario Power Generation Inc. 4.25% 01-18-2049 Callable 2048	Canada	Corporate - Non Convertible	1,755,000	1,902	1,867
OPB Finance Trust 2.98% 01-25-2027	Canada	Provincial Governments	6,208,000	6,217	6,631
Paypal Holdings Inc. 2.40% 10-01-2024 Callable 2024	United States	Corporate - Non Convertible	USD 1,320,000	1,750	1,846
PayPal Holdings Inc. 2.65% 10-01-2026	United States	Corporate - Non Convertible	USD 1,390,000	1,839	1,924
Pembina Pipeline Corp. 3.54% 02-03-2025 Callable	Canada	Corporate - Non Convertible	1,445,000	1,441	1,415
Pembina Pipeline Corp. 4.02% 03-27-2028 Callable 2027	Canada	Corporate - Non Convertible	3,081,000	3,149	3,011
Pembina Pipeline Corp. 3.62% 04-03-2029 Callable 2029	Canada	Corporate - Non Convertible	2,150,000	2,180	1,971
Pembina Pipeline Corp. 3.31% 02-01-2030 Callable 2029	Canada	Corporate - Non Convertible	820,000	819	733
Prime Securities Mortgage Trust 1.97% 02-15-2023	Canada	Corporate - Non Convertible	1,450,000	1,450	1,428
Province of Newfoundland 3.00% 06-02-2026	Canada	Provincial Governments	7,900,000	7,932	8,351
Province of Newfoundland 3.70% 10-17-2048	Canada	Provincial Governments	4,000,000	4,365	4,374
Province of Ontario Generic Coupon Strip 0% 12-02-2023	Canada	Provincial Governments	7,050,000	6,239	6,689
Province of Ontario 0% 07-13-2022	Canada	Provincial Governments	5,870,000	5,455	5,697
Province of Ontario 0% 06-02-2024	Canada	Provincial Governments	14,560,000	13,175	13,649
Province of Ontario 2.30% 09-08-2024	Canada	Provincial Governments	7,800,000	7,904	8,094
Province of Ontario 2.65% 02-05-2025	Canada	Provincial Governments	4,156,000	4,212	4,391
Province of Ontario 1.75% 09-08-2025	Canada	Provincial Governments	5,190,000	5,250	5,249
Province of Ontario 0% 06-02-2026	Canada	Provincial Governments	3,170,000	2,736	2,848
Province of Ontario 2.70% 06-02-2029	Canada	Provincial Governments	37,110,000	38,696	39,743
Province of Ontario 2.05% 06-02-2030	Canada	Provincial Governments	65,720,000	66,232	66,393
Province of Ontario 2.90% 06-02-2049	Canada	Provincial Governments	37,120,000	36,142	39,716
Province of Ontario 2.65% 12-02-2050	Canada	Provincial Governments	35,130,000	36,711	36,019
Province of Quebec 0% 04-01-2026 Generic Strip	Canada	Provincial Governments	3,418,000	2,945	3,098
Province of Quebec 2.75% 09-01-2028	Canada	Provincial Governments	6,736,000	6,675	7,257
Province of Quebec 2.30% 09-01-2029	Canada	Provincial Governments	10,300,000	10,606	10,716
Province of Quebec 1.90% 09-01-2030	Canada	Provincial Governments	6,910,000	6,917	6,896
Province of Quebec 3.50% 12-01-2048	Canada	Provincial Governments	48,670,000	55,240	58,125
Province of Saskatchewan 3.30% 06-02-2048	Canada	Provincial Governments	3,339,000	3,498	3,622
PSP Capital Inc. 2.05% 01-15-2030	Canada	Federal Government	6,430,000	6,449	6,519
Rogers Communications Inc. 3.65% 03-31-2027	Canada	Corporate - Non Convertible	1,380,000	1,373	1,430
Rogers Communications Inc. 3.25% 05-01-2029 Callable 2029	Canada	Corporate - Non Convertible	3,330,000	3,355	3,312
Royal Bank of Canada 2.36% 12-05-2022	Canada	Corporate - Non Convertible	3,140,000	3,157	3,162
Royal Bank of Canada 2.95% 05-01-2023	Canada	Corporate - Non Convertible	21,463,000	21,499	21,969
Royal Bank of Canada 3.30% 09-26-2023	Canada	Corporate - Non Convertible	1,390,000	1,390	1,421
Royal Bank of Canada 2.35% 07-02-2024	Canada	Corporate - Non Convertible	600,000	600	592
Royal Bank of Canada 2.61% 11-01-2024	Canada	Corporate - Non Convertible	910,000	911	906
Royal Bank of Canada 2.33% 01-28-2027	Canada	Corporate - Non Convertible	3,200,000	3,201	3,078



MACKENZIE
Investments

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Royal Bank of Canada F/R 07-25-2029	Canada	Corporate - Non Convertible	1,110,000	1,111	1,078
Royal Bank of Canada F/R 12-23-2029 Callable 2024	Canada	Corporate - Non Convertible	1,350,000	1,353	1,306
Saputo Inc. 2.88% 11-19-2024 Callable 2024	Canada	Corporate - Non Convertible	830,000	830	817
Scotia Capital Inc. 1.74% 01-01-2025	Canada	Mortgage Backed	6,197,345	6,135	6,304
Sea to Sky Highway Investment LP 2.63% 08-31-2030	Canada	Corporate - Non Convertible	2,211,685	2,212	2,280
Shaw Communications Inc. 3.80% 03-01-2027 Callable	Canada	Corporate - Non Convertible	2,339,000	2,474	2,393
Shaw Communications Inc. 4.40% 11-02-2028 Callable 2028	Canada	Corporate - Non Convertible	3,850,000	3,890	4,087
Shaw Communications Inc. 6.75% 11-09-2039	Canada	Corporate - Non Convertible	840,000	1,169	1,018
Sienna Senior Living Inc. 3.11% 11-04-2024	Canada	Corporate - Non Convertible	620,000	620	619
SmartCentres Real Estate Investment Trust 3.53% 12-20-2029 Callable 2029	Canada	Corporate - Non Convertible	3,910,000	3,985	3,800
Sprint Spectrum Co. LLC 4.74% 03-20-2025 144A	United States	Corporate - Non Convertible	USD 1,140,000	1,476	1,647
Spy Hill Power LP 4.14% 03-31-2036	Canada	Corporate - Non Convertible	1,578,043	1,574	1,796
Sun Life Financial Inc. F/R 02-19-2026 Callable 2021	Canada	Corporate - Non Convertible	2,943,000	2,979	2,952
Sun Life Financial Inc. F/R 11-23-2027 Callable 2022	Canada	Corporate - Non Convertible	1,650,000	1,651	1,646
Sun Life Financial Inc. F/R 09-19-2028 Callable 2023	Canada	Corporate - Non Convertible	5,590,000	5,583	5,582
Sun Life Financial Inc. F/R 08-13-2029 Callable 2024	Canada	Corporate - Non Convertible	3,020,000	3,020	2,899
Suncor Energy Inc. 3.10% 05-24-2029 Callable 2029	Canada	Corporate - Non Convertible	1,760,000	1,758	1,531
Sydney Airport Finance Co. Pty. Ltd. 3.63% 04-28-2026 Callable 2026 144A	Australia	Corporate - Non Convertible	USD 2,984,000	3,800	4,329
Sysco Canada Inc. 3.65% 04-25-2025 Callable 2025	United States	Corporate - Non Convertible	2,650,000	2,669	2,420
Target Corp. 2.25% 04-15-2025 Callable 2025	United States	Corporate - Non Convertible	USD 910,000	1,275	1,290
TELUS Corp. 3.35% 04-01-2024 Callable	Canada	Corporate - Non Convertible	2,745,000	2,834	2,782
TELUS Corp. 2.75% 07-08-2026	Canada	Corporate - Non Convertible	4,090,000	4,028	4,018
TELUS Corp. 3.30% 05-02-2029 Callable 2029	Canada	Corporate - Non Convertible	2,580,000	2,592	2,549
TELUS Corp. 3.15% 02-19-2030 Callable 2029	Canada	Corporate - Non Convertible	3,680,000	3,720	3,583
TELUS Corp. 4.70% 03-06-2048 Callable 2047	Canada	Corporate - Non Convertible	1,260,000	1,235	1,301
TMX Group Ltd. 4.46% 10-03-2023 Callable 2023	Canada	Corporate - Non Convertible	2,269,000	2,522	2,381
TMX Group Ltd. 2.30% 12-11-2024 Callable 2024	Canada	Corporate - Non Convertible	3,160,000	3,210	3,135
TMX Group Ltd. 3.78% 06-05-2028 Callable 2028	Canada	Corporate - Non Convertible	1,040,000	1,044	1,048
The Toronto-Dominion Bank 2.05% 12-01-2022	Canada	Mortgage Backed	2,806,919	2,746	2,878
The Toronto-Dominion Bank 3.01% 05-30-2023	Canada	Corporate - Non Convertible	2,020,000	2,021	2,073
The Toronto-Dominion Bank 1.91% 07-18-2023 DPNT	Canada	Corporate - Non Convertible	17,040,000	16,662	16,912
The Toronto-Dominion Bank 2.85% 03-08-2024	Canada	Corporate - Non Convertible	3,070,000	3,087	3,093
The Toronto-Dominion Bank 6.13% 12-01-2024	Canada	Mortgage Backed	4,236,300	4,600	4,960
The Toronto-Dominion Bank 1.94% 03-13-2025	Canada	Corporate - Non Convertible	2,700,000	2,700	2,606
The Toronto-Dominion Bank 5.38% 07-01-2028	Canada	Mortgage Backed	5,473,400	5,815	6,416
The Toronto-Dominion Bank F/R 07-25-2029 Callable 2024	Canada	Corporate - Non Convertible	1,330,000	1,365	1,314
The Toronto-Dominion Bank 4.86% 03-04-2031 Callable 2026	Canada	Corporate - Non Convertible	290,000	325	308
Toyota Credit Canada Inc. 2.11% 02-26-2025	Canada	Corporate - Non Convertible	740,000	740	709
TransCanada PipeLines Ltd. 3.69% 07-19-2023	Canada	Corporate - Non Convertible	660,000	674	673
TransCanada Pipelines Ltd. 3.00% 09-18-2029 Callable 2029	Canada	Corporate - Non Convertible	2,950,000	2,968	2,803
TransCanada Trust F/R 05-18-2077 Callable 2027	Canada	Corporate - Non Convertible	3,230,000	3,154	2,572
Transurban Finance Co. Pty. Ltd. 4.56% 11-14-2028 Callable 2028	Australia	Corporate - Non Convertible	4,340,000	4,414	4,787
Trillium Windpower LP 5.80% 02-15-2033	United States	Corporate - Non Convertible	1,507,015	1,509	1,767
Union Gas Ltd. 3.59% 11-22-2047 Callable 2047	Canada	Corporate - Non Convertible	1,650,000	1,647	1,724
United States Treasury 0.50% 04-15-2024 Inflation Indexed	United States	Foreign Governments	USD 15,690,000	21,583	22,951
United States Treasury 1.75% 06-30-2024	United States	Foreign Governments	USD 25,420,000	33,102	37,955
United States Treasury 1.50% 10-31-2024	United States	Foreign Governments	USD 370,000	489	549



MACKENZIE
Investments

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
United States Treasury 0.75% 07-15-2028 Inflation Indexed	United States	Foreign Governments	USD 15,170,000	21,593	23,507
United States Treasury 2.38% 05-15-2029	United States	Foreign Governments	USD 24,131,000	33,640	39,109
United States Treasury 0.12% 01-15-2030 Inflation Indexed	United States	Foreign Governments	USD 9,010,000	13,383	13,117
United States Treasury 1.00% 02-15-2049 Inflation Indexed	United States	Foreign Governments	USD 11,100,000	18,286	19,909
Vancouver Airport Authority 3.66% 11-23-2048 Callable 2048	Canada	Corporate - Non Convertible	2,050,000	2,050	2,107
Vancouver Airport Authority 2.87% 10-18-2049	Canada	Corporate - Non Convertible	1,270,000	1,270	1,125
Ventas Canada Finance Ltd. 2.55% 03-15-2023 Callable 2023	United States	Corporate - Non Convertible	4,260,000	4,214	4,168
Ventas Inc. 2.80% 04-12-2024 Callable 2024	United States	Corporate - Non Convertible	2,070,000	2,076	2,084
Ventas Realty LP 4.00% 03-01-2028 Callable 2027	United States	Corporate - Non Convertible	USD 1,330,000	1,692	1,874
Vodafone Group PLC 3.75% 01-16-2024	United Kingdom	Corporate - Non Convertible	USD 910,000	1,158	1,337
Waste Management of Canada Corp. 2.60% 09-23-2026 Callable 2026	Canada	Corporate - Non Convertible	2,650,000	2,644	2,641
Wells Fargo & Co. 3.19% 02-08-2024 Callable 2024	United States	Corporate - Non Convertible	4,620,000	4,632	4,659
Wells Fargo & Co. 2.98% 05-19-2026	United States	Corporate - Non Convertible	2,263,000	2,263	2,240
Wells Fargo & Co. 2.49% 02-18-2027	United States	Corporate - Non Convertible	3,690,000	3,690	3,465
Welltower Inc. 4.25% 04-15-2028 Callable 2028	United States	Corporate - Non Convertible	USD 1,940,000	2,526	2,872
Welltower Inc. 4.13% 03-15-2029 Callable 2028	United States	Corporate - Non Convertible	USD 1,470,000	1,942	2,169
Total bonds				1,387,828	1,420,678
OPTIONS					
Options purchased (see schedule of options purchased)				217	1,649
Total options				217	1,649
EXCHANGE-TRADED FUNDS/NOTES					
Mackenzie Emerging Markets Bond Index ETF (CAD-Hedged)	Canada	Exchange-Traded Funds/Notes	153,931	15,442	13,095
Mackenzie US Investment Grade Corporate Bond Index ETF (CAD-Hedged)	Canada	Exchange-Traded Funds/Notes	218,321	21,915	21,955
Total exchange-traded funds/notes				37,357	35,050
Transaction costs				(44)	–
Total investments				1,425,358	1,457,377
Derivative instruments (see schedule of derivative instruments)					(7,038)
Bank indebtedness					(9,551)
Other assets less liabilities					14,764
Total net assets					1,455,552



MACKENZIE
Investments

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

SUMMARY OF INVESTMENT PORTFOLIO

March 31, 2020	
Portfolio Allocation	% of NAV
Bonds	97.7
<i>Bonds</i>	97.6
<i>Purchased options</i>	0.1
<i>Short futures</i>	0.0
Exchange-traded funds/notes	2.4
Other assets (liabilities)	0.5
Cash and short-term investments	(0.6)

Regional Allocation	
	% of NAV
Canada	80.7
United States	16.6
United Kingdom	1.0
Australia	0.9
New Zealand	0.5
Other assets (liabilities)	0.5
Belgium	0.2
Germany	0.1
Ireland	0.1
Cash and short-term investments	(0.6)

Sector Allocation	
	% of NAV
Corporate bonds	46.3
Provincial bonds	23.6
Federal bonds	14.5
Foreign government bonds	10.8
Exchange-traded funds/notes	2.4
Mortgage backed	1.6
Supra-national bonds	0.5
Other assets (liabilities)	0.5
Asset backed	0.2
Other	0.1
Municipal bonds	0.1
Cash and short-term investments	(0.6)

March 31, 2019	
Portfolio Allocation	% of NAV
Bonds	91.1
<i>Bonds</i>	91.2
<i>Purchased options</i>	0.0
<i>Short futures</i>	(0.1)
Cash and short-term investments	10.4
Exchange-traded funds/notes	1.4
Other assets (liabilities)	(2.9)

Regional Allocation	
	% of NAV
Canada	82.1
Cash and short-term investments	10.4
United States	7.2
United Kingdom	1.3
New Zealand	0.6
Australia	0.6
Belgium	0.2
Ireland	0.2
Germany	0.2
Netherlands	0.1
Other assets (liabilities)	(2.9)

Sector Allocation	
	% of NAV
Corporate bonds	45.3
Federal bonds	22.2
Provincial bonds	20.1
Cash and short-term investments	10.4
Mortgage backed	1.4
Exchange-traded funds/notes	1.4
Foreign government bonds	1.2
Supra-national bonds	0.8
Asset backed	0.2
Other	(0.1)
Other assets (liabilities)	(2.9)



MACKENZIE
Investments

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

SCHEDULE OF OPTIONS PURCHASED

As at March 31, 2020

Underlying Interest	Number of Contracts	Option Type	Expiration Date	Strike Price \$	Premium Paid (\$ 000s)	Fair Value (\$ 000s)
iShares iBoxx \$ High Yield Corporate Bond ETF	538	Put	May 15, 2020	USD 85.00	109	647
iShares iBoxx \$ High Yield Corporate Bond ETF	517	Put	Jun. 19, 2020	USD 86.00	78	735
iShares iBoxx \$ High Yield Corporate Bond ETF	173	Put	Jun. 19, 2020	USD 87.00	30	267
Total options					217	1,649



MACKENZIE
Investments

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

SCHEDULE OF DERIVATIVE INSTRUMENTS

As at March 31, 2020

Schedule of Futures Contracts

Number of Contracts	Type of Contract	Expiration Date	Average Rate of Contracts (\$)	Notional Value* (\$ 000s)	Unrealized Gains (\$ 000s)
(101)	Euro-BTP Futures June 2020	Jun. 8, 2020	141.98 EUR	(22,181)	88
Unrealized Gains				(22,181)	88
Total futures contracts				(22,181)	88

* Notional value represents the exposure to the underlying instruments as at March 31, 2020

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	5,890	U.S. dollar	(8,112)	Canadian dollar	Apr. 3, 2020	8,112	8,302	190
AA	2,878	U.S. dollar	(3,972)	Canadian dollar	Apr. 3, 2020	3,972	4,056	84
AA	1,882	U.S. dollar	(2,639)	Canadian dollar	Apr. 3, 2020	2,639	2,652	13
A	10,735	U.S. dollar	(15,093)	Canadian dollar	Apr. 3, 2020	15,093	15,131	38
AA	2,878	U.S. dollar	(3,990)	Canadian dollar	Apr. 17, 2020	3,990	4,051	61
AA	6,100	Canadian dollar	(4,220)	U.S. dollar	Apr. 17, 2020	(6,100)	(5,942)	158
A	4,850	U.S. dollar	(6,514)	Canadian dollar	Apr. 24, 2020	6,514	6,826	312
AA	4,850	U.S. dollar	(6,513)	Canadian dollar	Apr. 24, 2020	6,513	6,825	312
AA	1,907	U.S. dollar	(2,623)	Canadian dollar	Apr. 24, 2020	2,623	2,684	61
A	8,243	Canadian dollar	(5,810)	U.S. dollar	Apr. 24, 2020	(8,243)	(8,177)	66
A	4,850	U.S. dollar	(6,514)	Canadian dollar	May 8, 2020	6,514	6,822	308
A	30,145	Canadian dollar	(21,329)	U.S. dollar	May 8, 2020	(30,145)	(30,001)	144
A	10,822	Canadian dollar	(12,500)	New Zealand dollar	May 13, 2020	(10,822)	(10,487)	335
A	3,040	U.S. dollar	(4,084)	Canadian dollar	Jun. 12, 2020	4,084	4,275	191
A	1,906	U.S. dollar	(2,622)	Canadian dollar	Jun. 12, 2020	2,622	2,681	59
AA	1,907	U.S. dollar	(2,622)	Canadian dollar	Jun. 19, 2020	2,622	2,681	59
A	2,878	U.S. dollar	(3,973)	Canadian dollar	Jun. 19, 2020	3,973	4,046	73
AA	2,878	U.S. dollar	(3,976)	Canadian dollar	Jun. 19, 2020	3,976	4,046	70
Unrealized Gains								2,534
A	14,028	Canadian dollar	(10,735)	U.S. dollar	Apr. 3, 2020	(14,028)	(15,130)	(1,102)
AA	13,914	Canadian dollar	(10,649)	U.S. dollar	Apr. 3, 2020	(13,914)	(15,010)	(1,096)
AA	13,569	Canadian dollar	(10,425)	U.S. dollar	Apr. 17, 2020	(13,569)	(14,678)	(1,109)
A	3,826	Canadian dollar	(2,940)	U.S. dollar	Apr. 17, 2020	(3,826)	(4,140)	(314)
A	3,025	New Zealand dollar	(2,608)	Canadian dollar	Apr. 22, 2020	2,608	2,539	(69)
A	18,112	Canadian dollar	(13,890)	U.S. dollar	Apr. 24, 2020	(18,112)	(19,547)	(1,435)
AA	15,197	Canadian dollar	(11,647)	U.S. dollar	Apr. 24, 2020	(15,197)	(16,391)	(1,194)
A	14,850	U.S. dollar	(20,994)	Canadian dollar	Apr. 24, 2020	20,994	20,898	(96)
A	546	Canadian dollar	(418)	U.S. dollar	May 8, 2020	(546)	(588)	(42)
A	4,235	Canadian dollar	(3,240)	U.S. dollar	May 8, 2020	(4,235)	(4,557)	(322)
AA	4,698	Canadian dollar	(3,547)	U.S. dollar	May 22, 2020	(4,698)	(4,988)	(290)
A	1,537	Canadian dollar	(1,160)	U.S. dollar	Jun. 12, 2020	(1,537)	(1,631)	(94)
A	27,481	Canadian dollar	(20,734)	U.S. dollar	Jun. 12, 2020	(27,481)	(29,157)	(1,676)

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

SCHEDULE OF DERIVATIVE INSTRUMENTS (cont'd)

As at March 31, 2020

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)
AA	15,396	Canadian dollar	(11,515)	U.S. dollar	Jun. 19, 2020	(15,396)	(16,192)	(796)
AA	3,103	Canadian dollar	(2,214)	U.S. dollar	Jul. 10, 2020	(3,103)	(3,113)	(10)
A	15,077	Canadian dollar	(10,735)	U.S. dollar	Jul. 10, 2020	(15,077)	(15,092)	(15)
Unrealized (Losses)								(9,660)
Total forward currency contracts								(7,126)
Total derivative instruments at fair value								(7,038)



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, 2020 and 2019, 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 Corporation of Canada. The Canada Life Assurance Company is also a subsidiary of Power Corporation of Canada. 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 July 13, 2020.

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 or expires. As such, investment purchase and sale transactions are recorded as of the trade date.

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

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

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

The Fund accounts for its holdings in unlisted open-ended investment funds and exchange-traded funds, if any, at FVTPL. Mackenzie has concluded that any unlisted open-ended investment funds 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.

NOTES TO FINANCIAL STATEMENTS

3. Significant Accounting Policies (cont'd)

(b) Fair value measurement

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

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

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

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

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

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

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

The value of futures contracts or swaps fluctuates daily, and cash settlements made daily, where applicable, by the Fund are equal to the unrealized gains or losses on a "mark to market" basis. These unrealized gains or losses are recorded and reported as such until the Fund closes out the contract or the contract expires. Margin paid or deposited in respect of futures contracts or swaps is reflected as a receivable in the Statement of Financial Position – Margin on derivatives. 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, 2020.

(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.

NOTES TO FINANCIAL STATEMENTS

3. Significant Accounting Policies (cont'd)

(d) Commissions and other portfolio transaction costs

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

(e) Securities lending, repurchase and reverse repurchase transactions

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

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

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

(f) Offsetting

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

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

(g) Foreign currency

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

Foreign exchange gains (losses) on purchases and sales of foreign currencies are included in the Statement of Comprehensive Income – Other changes in fair value of investments and other net assets – Net realized gain (loss).

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

(h) Net assets attributable to securityholders per security

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

(i) Net asset value per security

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

(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.

NOTES TO FINANCIAL STATEMENTS

3. Significant Accounting Policies (cont'd)

(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.

The outbreak of the novel coronavirus (COVID-19) developed rapidly over the first three months of 2020, with the World Health Organization declaring it a pandemic on March 11, 2020, and governments around the world enacting emergency measures that resulted in business disruptions, volatility in markets and a global economic slowdown.

The Manager uses judgment in assessing the impact from such events on assumptions and estimates applied in reporting the assets and liabilities in the Fund's financial statements at March 31, 2020.

The duration and impact of the COVID-19 pandemic on businesses and markets, and the extent of economic relief measures provided by governments and central banks, are unknown at the reporting date and it is therefore not possible to reliably estimate the impact on the financial results and position of the Fund in future periods.

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.

NOTES TO FINANCIAL STATEMENTS

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.

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, 2020 and 2019 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, 2020, 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.

NOTES TO FINANCIAL STATEMENTS

8. Financial Instruments Risk (cont'd)

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 order to monitor the liquidity of its assets, the Fund utilizes a liquidity risk management program that calculates the number of days to convert the investments held by the Fund into cash using a multi-day liquidation approach. This liquidity risk analysis assesses the Fund's liquidity against predetermined minimum liquidity percentages established for different time periods and is monitored quarterly. In addition, the Fund has the ability to borrow up to 5% of its net assets for the purposes of funding redemptions.

In order to comply with securities regulations, the Fund must maintain at least 90% of its assets in liquid investments (i.e., investments that can be readily sold).

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.

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.

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

NOTES TO FINANCIAL STATEMENTS

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

(a) Fund Formation and Series Information

Date of Formation January 12, 1989

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 securities are offered to retail investors investing a minimum of \$500 under the redemption charge and low-load purchase options.

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 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; they are also available to employees of Mackenzie and its subsidiaries, and directors of Mackenzie.

Series FB 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.

Series I securities are offered to retail investors investing a minimum of \$500 in a qualified group plan with a minimum of \$10,000,000 in assets.

Series IG securities are offered exclusively to mutual funds managed by I.G. Investment Management, Ltd.

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

Series PW securities are offered through our Private Wealth Solutions to certain high net worth investors who invest a minimum of \$100,000.

Series PWFB 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.

Series PWR securities are offered through our Private Wealth Solutions to certain high net worth investors who invest a minimum of \$100,000 in a Registered Disability Savings Plan offered by Mackenzie.

Series PWX 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.

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 Canada Life Assurance Company and certain other mutual funds, but may be sold to other investors as determined by Mackenzie.

Series SC securities are offered to retail investors investing a minimum of \$500 under the sales charge purchase option.

Series B, Series C and Advisor Series securities were created specifically for the purpose of implementing mergers affecting the Fund and are not available for sale.

Series J, Series M, Series PWT8, Series U and B-Series securities are no longer available for sale.

Series G and Investor Series securities are no longer available for sale, except for additional purchases by investors who have held these securities since December 11, 2017.

Series PWF securities are no longer available for sale. Effective June 1, 2018, Series PWF securities were consolidated into Series F securities.

Series Distributed by LBC Financial Services Inc. (1360 René-Lévesque Blvd. West, 13th Floor, Montréal, Québec H3G 0A9; 1-800-522-1846; www.laurentianbank.ca/mackenzie)

Series LB securities are offered to retail investors investing a minimum of \$500.

Series LF securities are offered to retail investors investing a minimum of \$500, who are enrolled in the LBC Private Banking sponsored fee-for-service program.

Series LW securities are offered through our Preferred Pricing Program to certain high net worth investors who invest a minimum of \$100,000.

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

NOTES TO FINANCIAL STATEMENTS

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

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

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.

Series	Inception/ Reinstatement Date	Management Fees	Administration Fees	Net Asset Value per Security (\$)	
				Mar. 31, 2020	Mar. 31, 2019
Series A	February 10, 1989	1.35%	0.17%	14.15	13.98
Series AR	November 15, 2011	1.35%	0.20%	10.43	10.30
Series B	November 25, 2016	1.25%	0.17%	10.29	10.16
Series C	November 25, 2016	1.00%	0.17%	10.28	10.15
Series D	March 17, 2014	0.80%	0.15%	10.26	10.13
Series F	February 2, 2001	0.45% ⁽³⁾	0.15%	12.04	11.90
Series FB	October 26, 2015	0.55%	0.17%	10.32	10.20
Series G	April 6, 2005	1.10%	0.17%	11.06	10.92
Series I	October 25, 1999	0.80%	0.17%	6.06	5.98
Series IG	January 2, 2018	— *	— *	10.34	10.21
Series J	December 22, 2008	1.00%	0.15%	11.19	11.06
Series M	August 9, 2002	Up to 0.85%	0.17%	11.58	11.43
Series O	January 26, 2001	— ⁽¹⁾	— *	11.97	11.82
Series PW	October 10, 2013	0.95% ⁽⁴⁾	0.15%	10.70	10.57
Series PWF	None issued ⁽⁵⁾	0.55%	0.15%	—	—
Series PWFB	April 3, 2017	0.45% ⁽³⁾	0.15%	10.22	10.10
Series PWR	April 1, 2019	0.95%	0.15%	10.17	—
Series PWT8	June 8, 2015	0.95% ⁽⁴⁾	0.15%	10.92	11.51
Series PWX	February 20, 2014	— ⁽²⁾	— ⁽²⁾	10.33	10.20
Series R	July 3, 2007	— *	— *	11.24	11.10
Series S	October 6, 2009	— ⁽¹⁾	0.02%	10.89	10.75
Series SC	November 10, 2010	1.05%	0.17%	10.52	10.39
Series U	November 25, 2016	1.00%	0.17%	10.28	10.15
Investor Series	September 25, 2009	0.89%	0.17%	10.87	10.73
B-Series	September 25, 2009	— ⁽¹⁾	— *	10.75	10.61
Advisor Series	September 25, 2009	1.35%	0.17%	10.83	10.70
Series LB	January 20, 2012	1.05%	0.17%	10.29	10.16
Series LF	December 9, 2019	0.45%	0.15%	9.99	—
Series LW	December 1, 2017	0.95% ⁽⁶⁾	0.15%	10.30	10.17

* Not applicable.

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

NOTES TO FINANCIAL STATEMENTS

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

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

- (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 0.55%. From June 1 through September 27, 2018, the management fee for this series was charged to the Fund at a rate of 0.50%.
- (4) Prior to June 1, 2018, the management fee for this series was charged to the Fund at a rate of 1.05%. From June 1 through September 27, 2018, the management fee for this series was charged to the Fund at a rate of 1.00%.
- (5) The series' original start date was March 21, 2014. All securities in the series were consolidated into Series F on June 1, 2018.
- (6) Prior to November 23, 2018, the management fee for Series LW was charged to the Fund at a rate of 1.05%.

(b) Investments by Mackenzie and Affiliates

As at March 31, 2020, Mackenzie, other funds managed by Mackenzie, The Canada Life Assurance Company and funds managed by I.G. Investment Management, Ltd. had an investment of \$17, \$475,107, \$281,255 and \$333,014 (2019 – \$5, \$365,740, \$313,625 and \$354,304), 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

The value of securities loaned and collateral received from securities lending at March 31, 2020 and 2019, were as follows:

	March 31, 2020	March 31, 2019
	(\$)	(\$)
Value of securities loaned	350,941	230,484
Value of collateral received	369,463	242,395

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

A reconciliation of the gross amount generated from the securities lending transactions to the security lending income to the Fund for the periods ended March 31, 2020 and 2019 is as follows:

	2020		2019	
	(\$)	(%)	(\$)	(%)
Gross securities lending income	251	100.0	201	100.0
Tax withheld	–	–	(1)	(0.5)
	251	100.0	200	99.5
Payments to Securities Lending Agent	(57)	(22.7)	(50)	(24.9)
Securities lending income	194	77.3	150	74.6



MACKENZIE
Investments

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

NOTES TO FINANCIAL STATEMENTS

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

(e) 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, 2020			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	1,112	(1,024)	–	88
Unrealized losses on derivative contracts	(3,853)	1,024	1,788	(1,041)
Liability for options written	–	–	–	–
Total	(2,741)	–	1,788	(953)

	March 31, 2019			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	41	–	–	41
Unrealized losses on derivative contracts	(1,976)	–	4,564	2,588
Liability for options written	–	–	–	–
Total	(1,935)	–	4,564	2,629

(f) Risks Associated with Financial Instruments

i. Risk exposure and management

The Fund seeks income and capital growth by investing mainly in Canadian government fixed income securities and high-quality, or investment grade, corporate fixed income securities and asset-backed securities. The Fund may hold up to 30% of its assets in foreign investments.

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.

Currency	March 31, 2020			
	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	198,244	(196)	(108,358)	89,690
Mexican peso	–	–	88	88
New Zealand dollar	–	1	–	1
Euro	7,941	–	(7,948)	(7)
Total	206,185	(195)	(116,218)	89,772
% of Net Assets	14.2	–	(8.0)	6.2

* Includes both monetary and non-monetary financial instruments

As at March 31, 2019, the Fund did not have a significant exposure to currency risk.

As at March 31, 2020, had the Canadian dollar increased or decreased by 5% relative to all foreign currencies, with all other variables held constant, net assets would have decreased or increased by approximately \$4,489 or 0.3% of total net assets. In practice, the actual trading results may differ and the difference could be material.

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

NOTES TO FINANCIAL STATEMENTS

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

(f) 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, 2020 (\$)		March 31, 2019 (\$)	
	Bonds	Derivative Instruments	Bonds	Derivative Instruments
Less than 1 year	14,332	(22,181)	12,873	(130,173)
1-5 years	547,933	–	444,398	–
5-10 years	424,039	–	401,604	–
Greater than 10 years	434,374	–	402,802	–
Total	1,420,678	(22,181)	1,261,677	(130,173)

As at March 31, 2020, 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 \$119,054 or 8.2% (2019 – \$98,344 or 7.1%) 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 \$119,099 or 8.2% (2019 – \$98,720 or 7.1%) of total net assets. In practice, the actual trading results may differ and the difference could be material.

iv. Other price risk

As at March 31, 2020 and 2019, the Fund did not have a significant exposure to price risk.

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, 2020, was 15.7% of the net assets of the Fund (2019 – 22.2%).

As at March 31, 2020 and 2019, debt securities by credit rating are as follows:

Bond Rating*	March 31, 2020	March 31, 2019
	% of Net Assets	% of Net Assets
AAA	16.9	27.6
AA	21.1	17.3
A	27.6	27.3
BBB	19.7	18.9
Less than BBB	–	–
Unrated	12.3	0.1
Total	97.6	91.2

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

MACKENZIE CANADIAN BOND FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

FIXED INCOME FUND

NOTES TO FINANCIAL STATEMENTS

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

(g) 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, 2020				March 31, 2019			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Bonds	–	1,420,678	–	1,420,678	–	1,261,677	–	1,261,677
Options	–	1,649	–	1,649	–	177	–	177
Exchange-traded funds/notes	35,050	–	–	35,050	18,796	–	–	18,796
Derivative assets	88	2,534	–	2,622	–	158	–	158
Derivative liabilities	–	(9,660)	–	(9,660)	(1,863)	(741)	–	(2,604)
Short-term investments	–	–	–	–	–	89,649	–	89,649
Total	35,138	1,415,201	–	1,450,339	16,933	1,350,920	–	1,367,853

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.

During the period, there were no transfers between Level 1 and Level 2.

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