

# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED FUND

## MANAGEMENT REPORT

### Management's Responsibility for Financial Reporting

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

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

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

On behalf of Mackenzie Financial Corporation,  
Manager of the Fund



Barry McInerney  
President and Chief Executive Officer



Terry Rountes  
Chief Financial Officer, Funds

July 13, 2020

## INDEPENDENT AUDITOR'S REPORT

To the Securityholders of Mackenzie Ivy Canadian Balanced 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.



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# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED 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



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# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED FUND

## STATEMENTS OF FINANCIAL POSITION

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

	2020	2019		2020	2019
	\$	\$		\$	\$
<b>ASSETS</b>			<b>Net assets attributable to securityholders</b>		
<b>Current assets</b>			<b>per security (note 3)</b>		
Investments at fair value	611,840	792,258	Series A	20.66	24.23
Cash and cash equivalents	–	21,569	Series AR	8.07	9.46
Accrued interest receivable	893	1,403	Series D	8.48	9.91
Dividends receivable	763	1,240	Series F	6.19	7.25
Accounts receivable for investments sold	30,182	4,418	Series F5	11.99	14.40
Accounts receivable for securities issued	67	54	Series F8	4.72	5.84
Due from manager	1	1	Series FB	8.25	9.65
Margin on derivatives	1,747	737	Series FB5	9.91	11.93
Unrealized gains on derivative contracts	2,718	743	Series G	9.25	10.86
<b>Total assets</b>	<b>648,211</b>	<b>822,423</b>	Series I	6.26	7.33
			Series O	11.46	13.42
			Series O5	9.47	11.26
<b>LIABILITIES</b>			Series PW	8.93	10.46
<b>Current liabilities</b>			Series PWFB	7.91	9.27
Bank indebtedness	4,051	–	Series PWFB5	10.82	12.99
Accounts payable for investments purchased	6,348	7,271	Series PWR	8.55	–
Accounts payable for securities redeemed	363	505	Series PWT5	10.39	12.54
Distribution payable	–	3	Series PWT8	7.07	8.79
Due to manager	31	–	Series PWX	6.99	8.19
Unrealized losses on derivative contracts	6,009	1,440	Series PWX8	12.17	14.92
<b>Total liabilities</b>	<b>16,802</b>	<b>9,219</b>	Series R	10.50	12.23
<b>Net assets attributable to securityholders</b>	<b>631,409</b>	<b>813,204</b>	Series S	8.56	–
<b>Net assets attributable to securityholders</b>			Series T5	7.04	8.55
<b>per series (note 3)</b>			Series T8	3.76	4.70
Series A	365,700	501,224			
Series AR	3,589	3,109			
Series D	585	415			
Series F	27,578	33,383			
Series F5	229	237			
Series F8	546	655			
Series FB	649	649			
Series FB5	1	1			
Series G	1,789	2,507			
Series I	6,161	7,663			
Series O	9,164	7,725			
Series O5	1	52			
Series PW	189,226	225,392			
Series PWFB	1,443	1,963			
Series PWFB5	34	1			
Series PWR	318	–			
Series PWT5	432	746			
Series PWT8	2,668	3,632			
Series PWX	1,617	1,905			
Series PWX8	1	1			
Series R	11,641	15,051			
Series S	3,304	–			
Series T5	1,441	2,317			
Series T8	3,292	4,576			

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



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# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED 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 D		Series F		Series F5	
	\$		\$		\$		\$		\$	
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	501,224	688,257	3,109	2,026	415	178	33,383	20,938	237	–
Increase (decrease) in net assets from operations	(49,604)	32,029	(526)	148	(89)	26	(3,729)	1,954	(30)	4
Distributions paid to securityholders:										
Investment income	(2,773)	(1,802)	(23)	(9)	(4)	(1)	(291)	(148)	(6)	(4)
Capital gains	(9,636)	(16,700)	(78)	(84)	(13)	(13)	(1,012)	(1,373)	(3)	(7)
Return of capital	–	–	–	–	–	–	–	–	(8)	(6)
Management fee rebates	–	–	–	–	–	–	–	–	–	–
Total distributions paid to securityholders	(12,409)	(18,502)	(101)	(93)	(17)	(14)	(1,303)	(1,521)	(17)	(17)
Security transactions:										
Proceeds from securities issued	33,602	40,102	1,630	1,082	451	223	6,733	20,451	135	253
Reinvested distributions	12,233	18,237	101	93	17	14	1,149	1,344	4	7
Payments on redemption of securities	(119,346)	(258,899)	(624)	(147)	(192)	(12)	(8,655)	(9,783)	(100)	(10)
Total security transactions	(73,511)	(200,560)	1,107	1,028	276	225	(773)	12,012	39	250
<b>Total increase (decrease) in net assets</b>	<b>(135,524)</b>	<b>(187,033)</b>	<b>480</b>	<b>1,083</b>	<b>170</b>	<b>237</b>	<b>(5,805)</b>	<b>12,445</b>	<b>(8)</b>	<b>237</b>
<b>End of period</b>	<b>365,700</b>	<b>501,224</b>	<b>3,589</b>	<b>3,109</b>	<b>585</b>	<b>415</b>	<b>27,578</b>	<b>33,383</b>	<b>229</b>	<b>237</b>

	Securities		Securities		Securities		Securities		Securities	
<b>Increase (decrease) in fund securities (note 7):</b>										
<b>Securities outstanding – beginning of period</b>	20,688	28,837	329	218	42	18	4,602	2,931	16	–
Issued	1,366	1,672	171	116	44	23	908	2,809	10	16
Reinvested distributions	492	836	10	11	2	2	155	206	–	1
Redeemed	(4,843)	(10,657)	(65)	(16)	(19)	(1)	(1,211)	(1,344)	(7)	(1)
<b>Securities outstanding – end of period</b>	<b>17,703</b>	<b>20,688</b>	<b>445</b>	<b>329</b>	<b>69</b>	<b>42</b>	<b>4,454</b>	<b>4,602</b>	<b>19</b>	<b>16</b>

	Series F8		Series FB		Series FB5		Series G		Series I	
	\$		\$		\$		\$		\$	
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	655	313	649	1,057	1	1	2,507	3,349	7,663	7,575
Increase (decrease) in net assets from operations	(68)	37	(81)	53	–	–	(239)	168	(788)	470
Distributions paid to securityholders:										
Investment income	(13)	(16)	(6)	(2)	–	–	(16)	(10)	(53)	(35)
Capital gains	(8)	(20)	(21)	(23)	–	–	(55)	(89)	(187)	(322)
Return of capital	(39)	(37)	–	–	–	–	–	–	–	–
Management fee rebates	–	–	–	–	–	–	–	–	(23)	–
Total distributions paid to securityholders	(60)	(73)	(27)	(25)	–	–	(71)	(99)	(263)	(357)
Security transactions:										
Proceeds from securities issued	13	417	366	659	51	–	14	19	361	406
Reinvested distributions	29	42	27	25	–	–	70	97	263	356
Payments on redemption of securities	(23)	(81)	(285)	(1,120)	(51)	–	(492)	(1,027)	(1,075)	(787)
Total security transactions	19	378	108	(436)	–	–	(408)	(911)	(451)	(25)
<b>Total increase (decrease) in net assets</b>	<b>(109)</b>	<b>342</b>	<b>–</b>	<b>(408)</b>	<b>–</b>	<b>–</b>	<b>(718)</b>	<b>(842)</b>	<b>(1,502)</b>	<b>88</b>
<b>End of period</b>	<b>546</b>	<b>655</b>	<b>649</b>	<b>649</b>	<b>1</b>	<b>1</b>	<b>1,789</b>	<b>2,507</b>	<b>6,161</b>	<b>7,663</b>

	Securities		Securities		Securities		Securities		Securities	
<b>Increase (decrease) in fund securities (note 7):</b>										
<b>Securities outstanding – beginning of period</b>	112	51	67	111	–	–	231	313	1,045	1,039
Issued	3	66	38	68	4	–	1	2	51	59
Reinvested distributions	5	8	3	3	–	–	6	10	32	54
Redeemed	(4)	(13)	(29)	(115)	(4)	–	(45)	(94)	(143)	(107)
<b>Securities outstanding – end of period</b>	<b>116</b>	<b>112</b>	<b>79</b>	<b>67</b>	<b>–</b>	<b>–</b>	<b>193</b>	<b>231</b>	<b>985</b>	<b>1,045</b>

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

# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED 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	2020	2019	2020	2019
	Series J		Series O		Series O5		Series PW		Series PWF	
	\$		\$		\$		\$		\$	
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	–	36	7,725	4,413	52	49	225,392	108,160	–	12,483
Increase (decrease) in net assets from operations	–	1	(1,162)	498	–	4	(25,325)	10,799	–	297
Distributions paid to securityholders:										
Investment income	–	–	(103)	(39)	–	(2)	(1,661)	(929)	–	–
Capital gains	–	–	(356)	(361)	–	(2)	(5,780)	(8,602)	–	–
Return of capital	–	–	–	–	–	(1)	–	–	–	–
Management fee rebates	–	–	–	–	–	–	–	(11)	–	(2)
Total distributions paid to securityholders	–	–	(459)	(400)	–	(5)	(7,441)	(9,542)	–	(2)
Security transactions:										
Proceeds from securities issued	–	–	4,009	3,743	–	–	33,204	147,208	–	470
Reinvested distributions	–	–	459	400	–	5	7,345	9,439	–	1
Payments on redemption of securities	–	(37)	(1,408)	(929)	(51)	(1)	(43,949)	(40,672)	–	(13,249)
Total security transactions	–	(37)	3,060	3,214	(51)	4	(3,400)	115,975	–	(12,778)
<b>Total increase (decrease) in net assets</b>	–	<b>(36)</b>	<b>1,439</b>	<b>3,312</b>	<b>(51)</b>	<b>3</b>	<b>(36,166)</b>	<b>117,232</b>	–	<b>(12,483)</b>
<b>End of period</b>	–	–	<b>9,164</b>	<b>7,725</b>	<b>1</b>	<b>52</b>	<b>189,226</b>	<b>225,392</b>	–	–
<b>Increase (decrease) in fund securities (note 7):</b>										
<b>Securities outstanding – beginning of period</b>	–	3	576	333	5	4	21,551	10,493	–	1,283
Issued	–	–	295	279	–	–	3,104	13,949	–	48
Reinvested distributions	–	–	33	33	–	1	685	1,004	–	–
Redeemed	–	(3)	(104)	(69)	(5)	–	(4,139)	(3,895)	–	(1,331)
<b>Securities outstanding – end of period</b>	–	–	<b>800</b>	<b>576</b>	–	5	<b>21,201</b>	<b>21,551</b>	–	–
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	–	161	1,963	490	1	1	–	–	746	342
Increase (decrease) in net assets from operations	–	9	(181)	85	(5)	–	(54)	–	(48)	34
Distributions paid to securityholders:										
Investment income	–	(1)	(16)	(9)	(1)	–	(1)	–	(9)	(13)
Capital gains	–	–	(56)	(86)	–	–	(5)	–	(6)	(25)
Return of capital	–	(3)	–	–	(1)	–	–	–	(15)	(31)
Management fee rebates	–	–	–	–	–	–	–	–	–	–
Total distributions paid to securityholders	–	(4)	(72)	(95)	(2)	–	(6)	–	(30)	(69)
Security transactions:										
Proceeds from securities issued	–	250	340	1,824	63	–	399	–	270	714
Reinvested distributions	–	1	72	94	2	–	6	–	19	54
Payments on redemption of securities	–	(417)	(679)	(435)	(25)	–	(27)	–	(525)	(329)
Total security transactions	–	(166)	(267)	1,483	40	–	378	–	(236)	439
<b>Total increase (decrease) in net assets</b>	–	<b>(161)</b>	<b>(520)</b>	<b>1,473</b>	<b>33</b>	–	<b>318</b>	–	<b>(314)</b>	<b>404</b>
<b>End of period</b>	–	–	<b>1,443</b>	<b>1,963</b>	<b>34</b>	<b>1</b>	<b>318</b>	–	<b>432</b>	<b>746</b>
<b>Increase (decrease) in fund securities (note 7):</b>										
<b>Securities outstanding – beginning of period</b>	–	13	212	54	–	–	–	–	59	26
Issued	–	19	35	194	5	–	39	–	22	55
Reinvested distributions	–	–	8	11	–	–	1	–	2	4
Redeemed	–	(32)	(73)	(47)	(2)	–	(3)	–	(41)	(26)
<b>Securities outstanding – end of period</b>	–	–	<b>182</b>	<b>212</b>	<b>3</b>	–	<b>37</b>	–	<b>42</b>	<b>59</b>

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

# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED 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	2020	2019
	Series PWT8		Series PWX		Series PWX8		Series R	
	\$		\$		\$		\$	
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>								
<b>Beginning of period</b>	<b>3,632</b>	<b>3,336</b>	<b>1,905</b>	<b>1,838</b>	<b>1</b>	<b>–</b>	<b>15,051</b>	<b>16,176</b>
Increase (decrease) in net assets from operations	(326)	218	(187)	144	–	–	(1,331)	1,191
Distributions paid to securityholders:								
Investment income	(50)	(83)	(20)	(11)	–	–	(435)	(619)
Capital gains	(40)	(127)	(70)	(100)	–	–	(183)	(474)
Return of capital	(224)	(271)	–	–	–	–	–	–
Management fee rebates	–	(1)	–	–	–	–	–	–
Total distributions paid to securityholders	(314)	(482)	(90)	(111)	–	–	(618)	(1,093)
Security transactions:								
Proceeds from securities issued	302	1,964	54	68	–	1	1,656	1,589
Reinvested distributions	208	358	90	110	–	–	235	525
Payments on redemption of securities	(834)	(1,762)	(155)	(144)	–	–	(3,352)	(3,337)
Total security transactions	(324)	560	(11)	34	–	1	(1,461)	(1,223)
<b>Total increase (decrease) in net assets</b>	<b>(964)</b>	<b>296</b>	<b>(288)</b>	<b>67</b>	<b>–</b>	<b>1</b>	<b>(3,410)</b>	<b>(1,125)</b>
<b>End of period</b>	<b>2,668</b>	<b>3,632</b>	<b>1,617</b>	<b>1,905</b>	<b>1</b>	<b>1</b>	<b>11,641</b>	<b>15,051</b>

	Securities		Securities		Securities		Securities	
<b>Increase (decrease) in fund securities (note 7):</b>								
<b>Securities outstanding – beginning of period</b>	<b>413</b>	<b>358</b>	<b>233</b>	<b>227</b>	<b>–</b>	<b>–</b>	<b>1,231</b>	<b>1,325</b>
Issued	35	211	5	8	–	–	132	132
Reinvested distributions	24	41	11	15	–	–	19	47
Redeemed	(95)	(197)	(18)	(17)	–	–	(273)	(273)
<b>Securities outstanding – end of period</b>	<b>377</b>	<b>413</b>	<b>231</b>	<b>233</b>	<b>–</b>	<b>–</b>	<b>1,109</b>	<b>1,231</b>

	Series S		Series T5		Series T8		Total	
	\$		\$		\$		\$	
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>								
<b>Beginning of period</b>	<b>–</b>	<b>–</b>	<b>2,317</b>	<b>3,264</b>	<b>4,576</b>	<b>7,106</b>	<b>813,204</b>	<b>881,549</b>
Increase (decrease) in net assets from operations	(618)	–	(192)	149	(445)	318	(85,028)	48,636
Distributions paid to securityholders:								
Investment income	(3)	–	(22)	(31)	(38)	(71)	(5,544)	(3,835)
Capital gains	(11)	–	(20)	(69)	(46)	(138)	(17,586)	(28,615)
Return of capital	–	–	(75)	(134)	(304)	(379)	(666)	(862)
Management fee rebates	–	–	–	–	–	–	(23)	(14)
Total distributions paid to securityholders	(14)	–	(117)	(234)	(388)	(588)	(23,819)	(33,326)
Security transactions:								
Proceeds from securities issued	4,257	–	338	377	211	359	88,459	222,179
Reinvested distributions	14	–	72	151	215	344	22,630	31,697
Payments on redemption of securities	(335)	–	(977)	(1,390)	(877)	(2,963)	(184,037)	(337,531)
Total security transactions	3,936	–	(567)	(862)	(451)	(2,260)	(72,948)	(83,655)
<b>Total increase (decrease) in net assets</b>	<b>3,304</b>	<b>–</b>	<b>(876)</b>	<b>(947)</b>	<b>(1,284)</b>	<b>(2,530)</b>	<b>(181,795)</b>	<b>(68,345)</b>
<b>End of period</b>	<b>3,304</b>	<b>–</b>	<b>1,441</b>	<b>2,317</b>	<b>3,292</b>	<b>4,576</b>	<b>631,409</b>	<b>813,204</b>

	Securities		Securities		Securities	
<b>Increase (decrease) in fund securities (note 7):</b>						
<b>Securities outstanding – beginning of period</b>	<b>–</b>	<b>–</b>	<b>271</b>	<b>367</b>	<b>973</b>	<b>1,417</b>
Issued	420	–	40	43	45	74
Reinvested distributions	1	–	8	18	47	74
Redeemed	(35)	–	(114)	(157)	(189)	(592)
<b>Securities outstanding – end of period</b>	<b>386</b>	<b>–</b>	<b>205</b>	<b>271</b>	<b>876</b>	<b>973</b>

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

# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED FUND

## STATEMENTS OF CASH FLOWS

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

	2020	2019
	\$	\$
<b>Cash flows from operating activities</b>		
Net increase (decrease) in net assets attributable to securityholders from operations	(85,028)	48,636
Adjustments for:		
Net realized loss (gain) on investments	(10,377)	(19,861)
Change in net unrealized loss (gain) on investments	95,516	(18,970)
Distributions received in-kind from underlying funds	(112)	(27)
Purchase of investments	(393,047)	(598,614)
Proceeds from sale and maturity of investments	464,348	722,516
Change in accrued interest receivable	510	(114)
Change in dividends receivable	477	(337)
Change in due from manager	–	7
Change in margin on derivatives	(1,010)	173
Change in due to manager	31	(96)
<b>Net cash from operating activities</b>	<b>71,308</b>	<b>133,313</b>
<b>Cash flows from financing activities</b>		
Proceeds from securities issued	49,523	62,383
Payments on redemption of securities	(145,256)	(178,892)
Distributions paid net of reinvestments	(1,192)	(1,626)
<b>Net cash from financing activities</b>	<b>(96,925)</b>	<b>(118,135)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(25,617)</b>	<b>15,178</b>
Cash and cash equivalents at beginning of period	21,569	6,394
Effect of exchange rate fluctuations on cash and cash equivalents	(3)	(3)
<b>Cash and cash equivalents at end of period</b>	<b>(4,051)</b>	<b>21,569</b>
Cash	–	4,051
Cash equivalents	–	17,518
Bank indebtedness	(4,051)	–
<b>Cash and cash equivalents at end of period</b>	<b>(4,051)</b>	<b>21,569</b>
<b>Supplementary disclosures on cash flow from operating activities:</b>		
Dividends received	11,579	21,700
Foreign taxes paid	447	601
Interest received	7,086	7,726
Interest paid	4	4

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



**MACKENZIE**  
Investments



# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED FUND

## SCHEDULE OF INVESTMENTS

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS</b>					
407 International Inc. 3.14% 03-06-2030 Callable 2029	Canada	Corporate - Non Convertible	110,000	111	115
407 International Inc. 3.43% 06-01-2033 MTN	Canada	Corporate - Non Convertible	660,000	664	694
407 International Inc. 3.72% 05-11-2048 Callable 2047	Canada	Corporate - Non Convertible	540,000	540	573
407 International Inc. 3.67% 03-08-2049 Callable 2048	Canada	Corporate - Non Convertible	130,000	130	137
407 International Inc. 2.84% 03-07-2050	Canada	Corporate - Non Convertible	250,000	250	224
Aegis Toxicology Sciences Corp. Term Loan B 1st Lien F/R 05-09-2025	United States	Term Loans	USD 39,400	50	46
AerCap Ireland Capital Designated Activity Co. 4.45% 10-01-2025 Callable 2025	Ireland	Corporate - Non Convertible	USD 160,000	209	197
AG Merger Sub II Inc. Term Loan B 1st Lien F/R 08-01-2026	United States	Term Loans	USD 19,750	26	21
AIMCo Realty Investors LP 2.27% 06-26-2024 Callable 2024	Canada	Corporate - Non Convertible	390,000	391	388
AIMCo Realty Investors LP 2.71% 06-01-2029 Callable 2029	Canada	Corporate - Non Convertible	430,000	436	427
Air Lease Corp. 2.63% 12-05-2024 Callable 2024	United States	Corporate - Non Convertible	140,000	139	114
Alcami Carolinas Corp. Term Loan 1st Lien F/R 07-06-2025	United States	Term Loans	USD 88,650	116	115
Alchemy US Holdco LLC Term Loan B 1st Lien F/R 10-01-2025	United States	Term Loans	USD 108,000	138	135
Algonquin Power & Utilities Corp. 4.09% 02-17-2027 Callable	Canada	Corporate - Non Convertible	430,000	430	444
Alimentation Couche-Tard Inc. 2.95% 01-25-2030 Callable 2029 144A	Canada	Corporate - Non Convertible	USD 160,000	210	210
AltaLink LP 3.72% 12-03-2046 Callable MTN	Canada	Corporate - Non Convertible	532,000	530	567
Anheuser-Busch InBev Finance Inc. 2.60% 05-15-2024 Callable 2024	Belgium	Corporate - Non Convertible	270,000	258	265
Anheuser-Busch InBev Worldwide Inc. 4.75% 01-23-2029 Callable 2028	Belgium	Corporate - Non Convertible	USD 60,000	79	94
APFS Staffing Holdings Inc. Term Loan 1st Lien F/R 04-10-2026	United States	Term Loans	USD 79,400	104	92
ARD Finance SA 6.50% 06-30-2027 Callable 2022 144A	Luxembourg	Corporate - Non Convertible	USD 20,000	27	25
Aroundtown SA 4.63% 09-18-2025 Callable 2025	Germany	Corporate - Non Convertible	310,000	309	318
Ascend Performance Materials Operations LLC Term Loan B 1st Lien F/R 08-16-2026	United States	Term Loans	USD 99,500	129	125
AT&T Inc. 4.35% 03-01-2029 Callable 2028	United States	Corporate - Non Convertible	USD 130,000	171	197
Ball Metalpack Finco LLC Term Loan B 1st Lien F/R 07-26-2025	United States	Term Loans	USD 68,775	89	75
Bank of America Corp. 3.30% 04-24-2024 Callable 2023	United States	Corporate - Non Convertible	10,000	10	10
Bank of America Corp. 3.95% 04-21-2025	United States	Corporate - Non Convertible	USD 110,000	134	163
Bank of America Corp. F/R 04-25-2025 Callable 2024	United States	Corporate - Non Convertible	330,000	333	328
Bank of America Corp. F/R 09-20-2025 Callable 2024	United States	Corporate - Non Convertible	370,000	370	378
Bank of America Corp. F/R 03-24-2026 Callable 2025	United States	Corporate - Non Convertible	200,000	200	201
Bank of Montreal 2.89% 06-20-2023	Canada	Corporate - Non Convertible	100,000	102	102
Bank of Montreal 2.28% 07-29-2024	Canada	Corporate - Non Convertible	280,000	280	275
Bank of Montreal 2.70% 09-11-2024 DPNT	Canada	Corporate - Non Convertible	870,000	881	887
Bank of Montreal 3.19% 03-01-2028	Canada	Corporate - Non Convertible	420,000	417	443
Bank of Montreal F/R 09-17-2029 Callable 2024	Canada	Corporate - Non Convertible	40,000	40	39
The Bank of Nova Scotia 2.38% 05-01-2023	Canada	Corporate - Non Convertible	540,000	540	537
The Bank of Nova Scotia 2.49% 09-23-2024	Canada	Corporate - Non Convertible	810,000	812	801
The Bank of Nova Scotia F/R 07-03-2029 Callable 2024	Canada	Corporate - Non Convertible	220,000	220	213
bcIMC Realty Corp. 3.00% 03-31-2027 Callable 2026	Canada	Corporate - Non Convertible	550,000	559	568
BCPE Cycle Merger Sub II Inc. 10.63% 07-15-2027 Callable 2022 144A	United States	Corporate - Non Convertible	USD 30,000	40	36
Bell Canada Inc. 3.80% 08-21-2028 Callable 2028	Canada	Corporate - Non Convertible	180,000	179	188
Bell Canada Inc. 4.45% 02-27-2047 Callable 2046	Canada	Corporate - Non Convertible	400,000	398	410



**MACKENZIE**  
Investments

# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED 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)
<b>BONDS (cont'd)</b>					
Brookfield Infrastructure Finance ULC 4.20% 09-11-2028 Callable 2028	Canada	Corporate - Non Convertible	580,000	582	589
Brookfield Infrastructure Finance ULC 3.41% 10-09-2029 Callable 2029	Canada	Corporate - Non Convertible	350,000	350	332
Brookfield Renewable Energy Partners ULC 3.63% 01-15-2027 Callable 2026	Canada	Corporate - Non Convertible	410,000	410	417
Brookfield Renewable Partners ULC 3.38% 01-15-2030 Callable 2029	Canada	Corporate - Non Convertible	130,000	130	127
Brookfield Renewable Partners ULC 4.29% 11-05-2049 Callable 2049	Canada	Corporate - Non Convertible	210,000	210	181
Brookfield Residential Properties Inc. 6.25% 09-15-2027 Callable 2022 144A	Canada	Corporate - Non Convertible	USD 20,000	26	25
Bruce Power LP 3.00% 06-21-2024 Callable 2024	Canada	Corporate - Non Convertible	310,000	314	309
Bruce Power LP 3.97% 06-23-2026	Canada	Corporate - Non Convertible	110,000	113	114
Bulldog Purchaser Inc. Term Loan B 1st Lien F/R 08-31-2025	United States	Term Loans	USD 71,095	93	83
BWAY Holding Co. 7.25% 04-15-2025 144A	United States	Corporate - Non Convertible	USD 25,000	31	28
C&D Technologies Inc. Term Loan B 1st Lien F/R 12-13-2025	United States	Term Loans	USD 78,950	93	101
Canadian Imperial Bank of Commerce 2.97% 07-11-2023	Canada	Corporate - Non Convertible	180,000	184	185
Canadian Imperial Bank of Commerce 2.35% 08-28-2024	Canada	Corporate - Non Convertible	270,000	270	266
Canadian Imperial Bank of Commerce F/R 06-19-2029 Callable 2024	Canada	Corporate - Non Convertible	290,000	290	283
Canadian National Railway Co. 3.00% 02-08-2029 Callable 2028	Canada	Corporate - Non Convertible	300,000	300	309
Canadian National Railway Co. 3.60% 07-31-2048 Callable 2048	Canada	Corporate - Non Convertible	450,000	443	454
Canadian National Railway Co. 3.05% 02-08-2050 Callable 2049	Canada	Corporate - Non Convertible	190,000	188	173
Canadian Natural Resources Ltd. 3.55% 06-03-2024	Canada	Corporate - Non Convertible	350,000	352	323
Canadian Pacific Railway Ltd. 3.15% 03-13-2029 Callable 2028	Canada	Corporate - Non Convertible	230,000	230	237
Capital Power Corp. 4.28% 09-18-2024 Callable 2024	Canada	Corporate - Non Convertible	370,000	371	376
Capital Power Corp. 4.99% 01-23-2026 Callable 2025	Canada	Corporate - Non Convertible	170,000	170	176
Capital Power Corp. 4.42% 02-08-2030 Callable 2029	Canada	Corporate - Non Convertible	180,000	181	183
CARDS II Trust 2.43% 11-15-2024	Canada	Corporate - Non Convertible	290,000	290	288
CareCentrix Inc. Term Loan 1st Lien F/R 03-22-2025	United States	Term Loans	USD 169,890	219	169
Casablanca US Holdings Inc. Term Loan 1st Lien F/R 03-31-2024	United States	Term Loans	USD 215,600	277	249
Cascades Inc. 5.13% 01-15-2025 Callable 2022	Canada	Corporate - Non Convertible	30,000	30	29
Cascades Inc. 5.13% 01-15-2026 Callable 2023 144A	Canada	Corporate - Non Convertible	USD 60,000	80	82
CCL Industries Inc. 3.86% 04-13-2028 Callable 2028	Canada	Corporate - Non Convertible	260,000	260	267
CCS-CMGC Holdings Inc. Term Loan 1st Lien F/R 09-25-2025	United States	Term Loans	USD 59,250	76	67
CEVA Logistics Finance BV Term Loan B 1st Lien F/R 08-03-2025	United States	Term Loans	USD 99,250	127	78
Charter Communications Operating LLC 4.50% 02-01-2024 Callable 2024	United States	Corporate - Non Convertible	USD 280,000	371	408
Charter Communications Operating LLC 5.05% 03-30-2029 Callable 2028	United States	Corporate - Non Convertible	USD 290,000	396	442
Chartwell Retirement Residences 3.79% 12-11-2023 Callable 2023	Canada	Corporate - Non Convertible	290,000	289	301
Chartwell Retirement Residences 4.21% 04-28-2025 Callable 2025	Canada	Corporate - Non Convertible	160,000	160	167
Choice Properties Real Estate Investment Trust 3.55% 01-10-2025 Callable 2024	Canada	Corporate - Non Convertible	110,000	113	110
Choice Properties Real Estate Investment Trust 3.53% 06-11-2029 Callable 2029	Canada	Corporate - Non Convertible	360,000	360	363
Choice Properties Real Estate Investment Trust 2.98% 03-04-2030 Callable 2029	Canada	Corporate - Non Convertible	170,000	170	158
Citadel Securities LP Term Loan B 1st Lien F/R 02-27-2026	United States	Term Loans	USD 268,073	352	344
City of Toronto 2.60% 09-24-2039	Canada	Municipal Governments	190,000	189	183
Colbun SA 4.50% 07-10-2024 Callable 2024	Chile	Corporate - Non Convertible	USD 50,000	69	72



**MACKENZIE**  
Investments

# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED 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)
<b>BONDS (cont'd)</b>					
Comber Wind Financial Corp. 5.13% 11-15-2030	Canada	Corporate - Non Convertible	717,910	744	805
Commonwealth of Bahamas 5.75% 01-16-2024	Bahamas	Foreign Governments	USD 11,000	13	14
Commonwealth of Bahamas 6.95% 11-20-2029	Bahamas	Foreign Governments	USD 38,000	57	50
CommScope Technologies LLC 5.00% 03-15-2027 Callable 2022 144A	United States	Corporate - Non Convertible	USD 40,000	46	49
Connect Finco SARL 6.75% 10-01-2026	United Kingdom	Corporate - Non Convertible	USD 40,000	53	48
CoolSys Inc. Delayed Draw Term Loan 1st Lien F/R 12-31-2049	United States	Term Loans	USD 14,545	19	20
CoolSys Inc. Term Loan 1st Lien 12-31-2049	United States	Term Loans	USD 85,241	111	117
Cordelio Amalco GP I 4.09% 06-30-2034	Canada	Corporate - Non Convertible	209,348	209	228
Cordelio Amalco GP I 4.09% 09-30-2034	Canada	Corporate - Non Convertible	200,016	200	221
CPPIB Capital Inc. 1.95% 09-30-2029	Canada	Corporate - Non Convertible	730,000	727	737
Crown Subsea Communications Holding Inc. Term Loan 1st Lien F/R 11-02-2025	United States	Term Loans	USD 51,579	66	64
CU Inc. 3.96% 07-27-2045 Callable	Canada	Corporate - Non Convertible	140,000	150	153
CU Inc. 3.76% 11-19-2046 Callable 2046	Canada	Corporate - Non Convertible	310,000	310	329
CU Inc. 3.95% 11-23-2048 Callable 2048	Canada	Corporate - Non Convertible	320,000	320	351
Diamond 1 Finance Corp. 4.42% 06-15-2021 Callable 2021 144A	United States	Corporate - Non Convertible	USD 60,000	77	85
DynCorp International Inc. Term Loan B 1st Lien F/R 08-15-2025	United States	Term Loans	USD 156,000	201	189
Eagle Credit Card Trust 2.63% 10-17-2022	Canada	Corporate - Non Convertible	150,000	150	151
EagleTree-Carbide Acquisition Corp. Term Loan 1st Lien F/R 08-28-2024	United States	Term Loans	USD 80,733	103	95
Edgewell Personal Care Co. Term Loan B 1st Lien F/R 09-20-2026	United States	Term Loans	USD 31,000	41	43
Electrical Components International Inc. Term Loan 1st Lien F/R 06-22-2025	United States	Term Loans	USD 108,075	142	117
Emera Inc. 2.90% 06-16-2023	Canada	Corporate - Non Convertible	270,000	262	272
Enbridge Gas Inc. 2.37% 08-09-2029 Callable 2029	Canada	Corporate - Non Convertible	120,000	120	118
Enbridge Gas Inc. 2.90% 04-01-2030 Callable 2030	Canada	Corporate - Non Convertible	60,000	60	61
Enbridge Gas Inc. 3.51% 11-29-2047 Callable 2047	Canada	Corporate - Non Convertible	410,000	410	421
Enbridge Gas Inc. 3.01% 08-09-2049 Callable 2049	Canada	Corporate - Non Convertible	110,000	110	102
Enbridge Inc. 5.37% 09-27-2077 Callable 2027	Canada	Corporate - Non Convertible	860,000	861	711
ENC Holding Corp. Term Loan 1st Lien F/R 05-30-2025	United States	Term Loans	USD 39,340	51	46
ENMAX Corp. 3.33% 06-02-2025	Canada	Corporate - Non Convertible	90,000	90	92
EnTrans International LLC Term Loan 1st Lien F/R 10-29-2025	United States	Term Loans	USD 82,125	107	100
EPCOR Utilities Inc. 3.55% 11-27-2047 Callable 2047	Canada	Corporate - Non Convertible	310,000	308	317
EPCOR Utilities Inc. 3.11% 07-08-2049 Callable 2049	Canada	Corporate - Non Convertible	330,000	330	311
EPR Properties 4.95% 04-15-2028 Callable 2028	United States	Corporate - Non Convertible	USD 230,000	289	302
EPR Properties 3.75% 08-15-2029 Callable 2029	United States	Corporate - Non Convertible	USD 170,000	223	171
Fairfax Financial Holdings Ltd. 5.84% 10-14-2022	Canada	Corporate - Non Convertible	390,000	403	416
Fairfax Financial Holdings Ltd. 8.30% 04-15-2026	Canada	Corporate - Non Convertible	USD 400,000	604	677
Fairfax Financial Holdings Ltd. 4.23% 06-14-2029 Callable 2029	Canada	Corporate - Non Convertible	130,000	130	124
Fédération des Caisses Desjardins du Québec 3.06% 09-11-2023	Canada	Corporate - Non Convertible	580,000	580	596
Fédération des Caisses Desjardins du Québec 2.42% 10-04-2024	Canada	Corporate - Non Convertible	30,000	30	30
First American Payment Systems LP Term Loan B 1st Lien F/R 02-21-2027	United States	Term Loans	USD 80,000	105	100
Forming Machining Industries Holdings LLC Term Loan 1st Lien F/R 10-03-2025	United States	Term Loans	USD 77,008	99	86
Fortified Trust 2.56% 03-23-2024	Canada	Corporate - Non Convertible	280,000	280	281
FortisAlberta Inc. 3.74% 09-18-2048 Callable 2048	Canada	Corporate - Non Convertible	70,000	70	74



**MACKENZIE**  
Investments

# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED 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)
<b>BONDS (cont'd)</b>					
Foundation Building Materials LLC Term Loan B 1st Lien F/R 05-11-2025	United States	Term Loans	USD 49,375	63	61
Foxtrot Escrow Issuer LLC 12.25% 11-15-2026 Callable 2022 144A	United States	Corporate - Non Convertible	USD 82,000	105	91
Frontera Generation Holdings LLC Term Loan B 1st Lien F/R 04-25-2025	United States	Term Loans	USD 88,411	113	93
Fusion Connect Inc. Term Loan B 1st Lien F/R 05-03-2023	United States	Term Loans	USD 185,290	232	99
GBT III BV Term Loan 1st Lien F/R 02-27-2027	Netherlands	Term Loans	USD 59,867	78	74
GBT US III LLC Term Loan Delayed Draw 1st Lien F/R 02-27-2027	United States	Term Loans	USD 50,133	66	62
GEMS MENASA (Cayman) Ltd. Term Loan B 1st Lien F/R 07-30-2026	United Arab Emirates	Term Loans	USD 19,701	26	23
GFL Environmental Inc. 5.63% 05-01-2022 Callable 2020 144A	Canada	Corporate - Non Convertible	USD 13,000	17	19
GFL Environmental Inc. 7.00% 06-01-2026 Callable 2021 144A	Canada	Corporate - Non Convertible	USD 12,000	16	17
Gibson Energy Inc. 5.25% 07-15-2024 Callable 2020 REGS	Canada	Corporate - Non Convertible	28,000	28	28
Gibson Energy Inc. 3.60% 09-17-2029 Callable 2029	Canada	Corporate - Non Convertible	210,000	209	186
GLOBALFOUNDRIES Inc. Term Loan B 1st Lien F/R 05-24-2026	United States	Term Loans	USD 228,275	304	277
Government of Bermuda 4.13% 01-03-2023	Bermuda	Foreign Governments	USD 270,000	355	404
Government of Bermuda 4.85% 02-06-2024	Bermuda	Foreign Governments	USD 128,000	171	201
Government of Bermuda 3.72% 01-25-2027 Callable 2026	Bermuda	Foreign Governments	USD 220,000	270	299
Government of Canada 1.25% 06-01-2030	Canada	Federal Government	4,400,000	4,474	4,603
Government of Canada 1.25% 12-01-2047 Real Return	Canada	Federal Government	3,310,000	4,150	4,493
Government of Canada 2.75% 12-01-2048	Canada	Federal Government	5,780,000	7,093	7,750
Greater Toronto Airports Authority 2.73% 04-03-2029 Callable 2029	Canada	Corporate - Non Convertible	190,000	194	193
Greater Toronto Airports Authority 2.75% 10-17-2039	Canada	Corporate - Non Convertible	180,000	180	161
H&R Real Estate Investment Trust 2.92% 05-06-2022	Canada	Corporate - Non Convertible	300,000	300	300
H&R Real Estate Investment Trust 3.42% 01-23-2023 Callable 2022	Canada	Corporate - Non Convertible	240,000	242	242
H&R Real Estate Investment Trust 3.37% 01-30-2024 Callable 2023	Canada	Corporate - Non Convertible	370,000	369	373
Halo Buyer Inc. Term Loan 1st Lien F/R 06-28-2025	United States	Term Loans	USD 49,126	64	57
HCA Healthcare Inc. 3.50% 09-01-2030 Callable 2030	United States	Corporate - Non Convertible	USD 80,000	106	103
HCA Inc. 5.88% 02-01-2029 Callable 2028	United States	Corporate - Non Convertible	USD 10,000	15	15
Heathrow Funding Ltd. 3.25% 05-21-2025	United Kingdom	Corporate - Non Convertible	170,000	178	174
Heathrow Funding Ltd. 3.40% 03-08-2028	United Kingdom	Corporate - Non Convertible	410,000	409	413
Heathrow Funding Ltd. 3.79% 09-04-2030 Callable 2030	United Kingdom	Corporate - Non Convertible	350,000	350	360
Heritage Power LLC Term Loan B 1st Lien F/R 07-08-2026	United States	Term Loans	USD 119,400	152	139
Hydro One Inc. 2.54% 04-05-2024 Callable 2024	Canada	Corporate - Non Convertible	270,000	270	273
Hydro One Inc. 3.72% 11-18-2047	Canada	Corporate - Non Convertible	230,000	233	241
Hydro One Inc. 3.63% 06-25-2049 Callable 2048	Canada	Corporate - Non Convertible	310,000	328	321
Hydro-Quebec Interest Strip 0% 02-15-2025	Canada	Provincial Governments	640,000	562	592
II-VI Inc. Term Loan B 1st Lien F/R 05-08-2026	United States	Term Loans	USD 15,920	21	19
INEOS Enterprises Holdings US Finco LLC Term Loan B 1st Lien F/R 09-03-2026	United States	Term Loans	USD 57,226	75	72
Innovative Water Care Global Corp. Term Loan 1st Lien F/R 02-27-2026	United States	Term Loans	USD 118,800	148	92



**MACKENZIE**  
Investments

# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED 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)
<b>BONDS (cont'd)</b>					
Institutional Shareholder Services Inc. Term Loan 1st Lien F/R 02-26-2026	United States	Term Loans	USD 9,900	13	12
Integro Ltd. United States Term Loan B1 1st Lien F/R 10-31-2022	United States	Term Loans	USD 182,311	231	253
Inter Pipeline Ltd. 3.48% 12-16-2026 Callable 2026	Canada	Corporate - Non Convertible	610,000	619	587
Inter Pipeline Ltd. F/R 03-26-2079 Callable 2029	Canada	Corporate - Non Convertible	130,000	130	116
Inter Pipeline Ltd. F/R 11-19-2079 Callable 2029	Canada	Corporate - Non Convertible	200,000	200	168
Intermedia Holdings Inc. Term Loan B 1st Lien F/R 07-13-2025	United States	Term Loans	USD 68,976	90	89
The International Bank for Reconstruction and Development 3.50% 01-22-2021	Supra - National	n/a	NZD 1,110,000	1,037	951
iQor US Inc. Term Loan 2nd Lien F/R 04-01-2022	United States	Term Loans	USD 220,000	267	87
Isagenix International LLC Term Loan 1st Lien F/R 04-26-2025	United States	Term Loans	USD 154,963	198	81
Ivanhoe Cambridge II Inc. 2.91% 06-27-2023 Callable 2023	Canada	Corporate - Non Convertible	190,000	190	194
Ivanhoe Cambridge II Inc. 2.30% 12-12-2024 Callable 2024	Canada	Corporate - Non Convertible	20,000	20	20
Keane Group Holdings LLC Term Loan B 1st Lien F/R 05-18-2025	United States	Term Loans	USD 78,600	101	74
Kestrel Acquisition LLC Term Loan B 1st Lien F/R 05-02-2025	United States	Term Loans	USD 78,600	101	67
Keyera Corp. F/R 06-13-2079 Callable 2029	Canada	Corporate - Non Convertible	150,000	150	133
Kruger Products LP 6.00% 04-24-2025 Callable 2021	Canada	Corporate - Non Convertible	4,000	4	4
L&W Inc. Term Loan 1st Lien F/R 05-17-2025	United States	Term Loans	USD 147,398	189	170
LABL Escrow Issuer LLC 6.75% 07-15-2026 Callable 2022 144A	United States	Corporate - Non Convertible	USD 27,000	36	36
LABL Escrow Issuer LLC 10.50% 07-15-2027 Callable 2022 144A	United States	Corporate - Non Convertible	USD 40,000	54	53
Liberty Utilities (Canada) LP 3.32% 02-14-2050 Callable 2049	Canada	Corporate - Non Convertible	90,000	90	80
LifeMiles Ltd. Term Loan B 1st Lien F/R 08-18-2022	Colombia	Term Loans	USD 161,093	207	185
LifeScan Global Corp. Term Loan 1st Lien F/R 06-19-2024	United States	Term Loans	USD 190,760	242	216
Manulife Bank of Canada 2.84% 01-12-2023	Canada	Corporate - Non Convertible	160,000	160	162
Manulife Bank of Canada 2.38% 11-19-2024	Canada	Corporate - Non Convertible	190,000	191	188
Manulife Financial Corp. F/R 08-20-2029 Callable 2024	Canada	Corporate - Non Convertible	620,000	620	614
Matterhorn Merger Sub LLC 8.50% 06-01-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 28,000	36	32
McDonald's Corp. 3.13% 03-04-2025 Callable 2025	United States	Corporate - Non Convertible	580,000	579	589
MEG Energy Corp. 7.00% 03-31-2024 Callable 2020 144A	Canada	Corporate - Non Convertible	USD 10,000	13	7
MEG Energy Corp. 7.13% 02-01-2027 Callable 2023 144A	Canada	Corporate - Non Convertible	USD 90,000	118	63
Metronet Systems Holding LLC Term Loan 1st Lien F/R 12-31-2049	United States	Term Loans	USD 69,650	92	94
Milk Specialties Co. Term Loan 1st Lien F/R 08-16-2023	United States	Term Loans	USD 292,362	374	301
Minotaur Acquisition Inc. Term Loan 1st Lien F/R 02-27-2026	United States	Term Loans	USD 108,850	140	130
Morgan Stanley 3.00% 02-07-2024	United States	Corporate - Non Convertible	790,000	790	792
Multi-Color Corp. Term Loan B 1st Lien F/R 06-17-2026	United States	Term Loans	USD 99,500	132	119
MyNEXUS Inc. Term Loan 1st Lien F/R 06-19-2024	United States	Term Loans	USD 83,250	107	112
National Australia Bank Ltd. F/R 06-12-2030 Callable 2025	Australia	Corporate - Non Convertible	550,000	550	531
NAV Canada 3.29% 03-30-2048 Callable 2047	Canada	Corporate - Non Convertible	230,000	230	227
NAV Canada 3.21% 09-29-2050 Callable 2050	Canada	Corporate - Non Convertible	30,000	30	29
Neenah Foundry Co. Term Loan B 1st Lien F/R 12-08-2022	United States	Term Loans	USD 141,762	181	175
New Red Finance Inc. 5.00% 10-15-2025 Callable 2020 144A	Canada	Corporate - Non Convertible	USD 4,000	5	5
Nexstar Escrow Inc. 5.63% 07-15-2027 Callable 2022 144A	United States	Corporate - Non Convertible	USD 43,000	57	59
Norbord Inc. 5.75% 07-15-2027 Callable 2022 144A	Canada	Corporate - Non Convertible	USD 30,000	40	39
North Battleford Power LP 4.96% 12-31-2032	Canada	Corporate - Non Convertible	335,820	336	391
North West Redwater Partnership 2.80% 06-01-2027 Callable 2027	Canada	Corporate - Non Convertible	600,000	579	591
Nouvelle Autoroute 30 Financement Inc. 4.11% 03-31-2042	Canada	Corporate - Non Convertible	269,830	270	295
Nova Scotia Power Inc. 3.57% 04-05-2049 Callable 2048	Canada	Corporate - Non Convertible	170,000	170	168



**MACKENZIE**  
Investments



# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED 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)
<b>BONDS (cont'd)</b>					
Office Depot Inc. Term Loan B 1st Lien F/R 11-08-2022	United States	Term Loans	USD 84,175	105	115
Omega Healthcare Investors Inc. 4.50% 01-15-2025 Callable 2024	United States	Corporate - Non Convertible	USD 220,000	237	300
OMERS Finance Trust 2.60% 05-14-2029	Canada	Corporate - Non Convertible	390,000	390	409
OMERS Realty Corp. 3.24% 10-04-2027 Callable 2027	Canada	Corporate - Non Convertible	990,000	988	1,038
OMERS Realty Corp. 3.63% 06-05-2030 Callable 2030	Canada	Corporate - Non Convertible	480,000	480	519
Ontario Hydro 0% 05-26-2025	Canada	Provincial Governments	590,000	513	543
Ontario Power Generation Inc. 3.32% 10-04-2027 Callable 2027	Canada	Corporate - Non Convertible	370,000	370	383
Ontario Power Generation Inc. 2.98% 09-13-2029	Canada	Corporate - Non Convertible	190,000	190	190
Ontario Power Generation Inc. 3.84% 06-22-2048 Callable 2047	Canada	Corporate - Non Convertible	370,000	388	367
Ontario Power Generation Inc. 4.25% 01-18-2049 Callable 2048	Canada	Corporate - Non Convertible	185,000	194	197
OPB Finance Trust 2.98% 01-25-2027	Canada	Provincial Governments	450,000	451	481
Owens & Minor Inc. Term Loan B 1st Lien F/R 05-01-2025	United States	Term Loans	USD 146,500	185	169
Parkland Fuel Corp. 6.00% 04-01-2026 Callable 2021 144A	Canada	Corporate - Non Convertible	USD 10,000	13	13
Parkland Fuel Corp. 5.88% 07-15-2027 Callable 2022 144A	Canada	Corporate - Non Convertible	USD 2,000	3	3
Paypal Holdings Inc. 2.40% 10-01-2024 Callable 2024	United States	Corporate - Non Convertible	USD 190,000	252	266
PayPal Holdings Inc. 2.65% 10-01-2026	United States	Corporate - Non Convertible	USD 200,000	265	277
Pembina Pipeline Corp. 3.54% 02-03-2025 Callable	Canada	Corporate - Non Convertible	230,000	229	225
Pembina Pipeline Corp. 3.62% 04-03-2029 Callable 2029	Canada	Corporate - Non Convertible	310,000	314	284
Pembina Pipeline Corp. 3.31% 02-01-2030 Callable 2029	Canada	Corporate - Non Convertible	120,000	120	107
Petroleos De Venezuela SA 6.00% 05-16-2024	Venezuela	Corporate - Non Convertible	USD 180,000	58	20
Petroleos Mexicanos 6.50% 03-13-2027	Mexico	Corporate - Non Convertible	USD 40,000	56	42
Pisces Midco Inc. 8.00% 04-15-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 30,000	38	37
Pluto Acquisition I Inc. Term Loan 1st Lien F/R 06-18-2026	United States	Term Loans	USD 49,625	66	60
Polymer Process Holdings Inc. Term Loan 1st Lien F/R 04-29-2026	United States	Term Loans	USD 109,175	143	140
Prime Securities Mortgage Trust 1.97% 02-15-2023	Canada	Corporate - Non Convertible	170,000	170	167
Project Leopard Holdings Inc. Term Loan 1st Lien F/R 07-07-2023	United States	Term Loans	USD 88,677	114	110
Province of Newfoundland 3.00% 06-02-2026	Canada	Provincial Governments	1,140,000	1,144	1,205
Province of Newfoundland 3.70% 10-17-2048	Canada	Provincial Governments	580,000	640	634
Province of Ontario 1.75% 09-08-2025	Canada	Provincial Governments	540,000	546	546
Province of Ontario 2.70% 06-02-2029	Canada	Provincial Governments	920,000	973	985
Province of Ontario 2.05% 06-02-2030	Canada	Provincial Governments	3,660,000	3,696	3,698
Province of Ontario 2.90% 06-02-2049	Canada	Provincial Governments	4,440,000	4,276	4,750
Province of Ontario 2.65% 12-02-2050	Canada	Provincial Governments	4,920,000	5,080	5,045
Province of Quebec 0% 04-01-2026 Generic Strip	Canada	Provincial Governments	370,000	322	335
Province of Quebec 1.90% 09-01-2030	Canada	Provincial Governments	210,000	210	210
Province of Quebec 3.50% 12-01-2048	Canada	Provincial Governments	6,400,000	7,131	7,643
Province of Saskatchewan 3.30% 06-02-2048	Canada	Provincial Governments	630,000	659	683
PS HoldCo LLC Term Loan 1st Lien F/R 03-02-2025	United States	Term Loans	USD 49,250	63	64
PSC Industrial Outsourcing LP Term Loan B 1st Lien F/R 10-05-2024	United States	Term Loans	USD 156,400	195	210
PSP Capital Inc. 2.05% 01-15-2030	Canada	Federal Government	810,000	812	821
Rackspace Hosting Inc. 8.63% 11-15-2024 Callable 2020 144A	United States	Corporate - Non Convertible	USD 45,000	57	57
Reliance Intermediate Holdings LP 6.50% 04-01-2023 Callable 2020 144A	Canada	Corporate - Non Convertible	USD 19,000	26	27
Research Now Group Inc. Term Loan 1st Lien F/R 12-20-2024	United States	Term Loans	USD 66,542	82	84
Rogers Communications Inc. 3.65% 03-31-2027	Canada	Corporate - Non Convertible	150,000	149	155
Rogers Communications Inc. 3.25% 05-01-2029 Callable 2029	Canada	Corporate - Non Convertible	400,000	403	398



**MACKENZIE**  
Investments

# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED 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)
<b>BONDS (cont'd)</b>					
Royal Bank of Canada 3.30% 09-26-2023	Canada	Corporate - Non Convertible	120,000	120	123
Royal Bank of Canada 2.35% 07-02-2024	Canada	Corporate - Non Convertible	190,000	190	187
Royal Bank of Canada 2.61% 11-01-2024	Canada	Corporate - Non Convertible	100,000	100	100
Royal Bank of Canada F/R 07-25-2029	Canada	Corporate - Non Convertible	120,000	120	117
Royal Bank of Canada F/R 12-23-2029 Callable 2024	Canada	Corporate - Non Convertible	180,000	180	174
Saputo Inc. 2.88% 11-19-2024 Callable 2024	Canada	Corporate - Non Convertible	110,000	110	108
Scotia Capital Inc. 1.74% 01-01-2025	Canada	Mortgage Backed	674,271	668	686
Sea to Sky Highway Investment LP 2.63% 08-31-2030	Canada	Corporate - Non Convertible	535,212	535	552
Shaw Communications Inc. 3.80% 03-01-2027 Callable	Canada	Corporate - Non Convertible	230,000	242	235
Shaw Communications Inc. 4.40% 11-02-2028 Callable 2028	Canada	Corporate - Non Convertible	620,000	629	658
Shaw Communications Inc. 6.75% 11-09-2039	Canada	Corporate - Non Convertible	100,000	139	121
Shields Health Solutions Holdings LLC Term Loan 1st Lien F/R 08-13-2026	United States	Term Loans	USD 69,650	92	86
Sienna Senior Living Inc. 3.11% 11-04-2024	Canada	Corporate - Non Convertible	80,000	80	80
Silgan Holdings Inc. 4.13% 02-01-2028 Callable 2022 144A	United States	Corporate - Non Convertible	USD 30,000	39	40
SIRVA Worldwide Inc. Term Loan 1st Lien F/R 07-31-2025	United States	Term Loans	USD 63,689	82	67
SmartCentres Real Estate Investment Trust 3.53% 12-20-2029 Callable 2029	Canada	Corporate - Non Convertible	480,000	489	467
Spy Hill Power LP 4.14% 03-31-2036	Canada	Corporate - Non Convertible	263,858	251	300
SS&C Technologies Inc. Term Loan B5 1st Lien F/R 04-16-2025	United States	Term Loans	USD 59,091	77	79
St. Joseph Energy Center LLC Term Loan 1st Lien F/R 04-06-2025	United States	Term Loans	USD 93,172	119	116
Starfruit US Holdco LLC 8.00% 10-01-2026 Callable 2021 144A	Netherlands	Corporate - Non Convertible	USD 60,000	75	80
Sun Life Financial Inc. F/R 08-13-2029 Callable 2024	Canada	Corporate - Non Convertible	280,000	280	269
Suncor Energy Inc. 3.10% 05-24-2029 Callable 2029	Canada	Corporate - Non Convertible	270,000	270	235
Superior Plus LP 7.00% 07-15-2026 Callable 2021 144A	Canada	Corporate - Non Convertible	USD 40,000	53	55
Sydney Airport Finance Co. Pty. Ltd. 3.63% 04-28-2026 Callable 2026 144A	Australia	Corporate - Non Convertible	USD 700,000	890	1,016
Sysco Canada Inc. 3.65% 04-25-2025 Callable 2025	United States	Corporate - Non Convertible	330,000	332	301
Target Corp. 2.25% 04-15-2025 Callable 2025	United States	Corporate - Non Convertible	USD 100,000	140	142
TELUS Corp. 2.75% 07-08-2026	Canada	Corporate - Non Convertible	430,000	425	422
TELUS Corp. 3.15% 02-19-2030 Callable 2029	Canada	Corporate - Non Convertible	530,000	536	516
TELUS Corp. 4.70% 03-06-2048 Callable 2047	Canada	Corporate - Non Convertible	150,000	147	155
Teneo Holdings LLC Term Loan B 1st Lien F/R 07-12-2025	United States	Term Loans	USD 27,462	34	32
Terrier Media Buyer Inc. Term Loan B 1st Lien F/R 12-12-2026	United States	Term Loans	USD 99,750	131	128
Teva Pharmaceutical Industries Ltd. 2.80% 07-21-2023	Israel	Corporate - Non Convertible	USD 21,000	24	27
Titan Sub LLC Term Loan B 1st Lien F/R 09-19-2026	United States	Term Loans	USD 69,825	92	84
TMX Group Ltd. 4.46% 10-03-2023 Callable 2023	Canada	Corporate - Non Convertible	300,000	340	315
TMX Group Ltd. 3.78% 06-05-2028 Callable 2028	Canada	Corporate - Non Convertible	170,000	171	171
The Toronto-Dominion Bank 3.01% 05-30-2023	Canada	Corporate - Non Convertible	270,000	270	277
The Toronto-Dominion Bank 1.91% 07-18-2023 DPNT	Canada	Corporate - Non Convertible	130,000	128	129
The Toronto-Dominion Bank 1.94% 03-13-2025	Canada	Corporate - Non Convertible	420,000	420	405
The Toronto-Dominion Bank F/R 07-25-2029 Callable 2024	Canada	Corporate - Non Convertible	200,000	205	198
The Toronto-Dominion Bank 4.86% 03-04-2031 Callable 2026	Canada	Corporate - Non Convertible	40,000	45	43
Toyota Credit Canada Inc. 2.11% 02-26-2025	Canada	Corporate - Non Convertible	10,000	10	10
TransCanada Pipelines Ltd. 3.00% 09-18-2029 Callable 2029	Canada	Corporate - Non Convertible	440,000	443	418
TransCanada Trust F/R 05-18-2077 Callable 2027	Canada	Corporate - Non Convertible	510,000	499	406
Transurban Finance Co. Pty. Ltd. 4.56% 11-14-2028 Callable 2028	Australia	Corporate - Non Convertible	630,000	639	695
Trillium Windpower LP 5.80% 02-15-2033	United States	Corporate - Non Convertible	270,530	271	317
Trulieve Cannabis Corp. 9.75% 06-18-2024	United States	Corporate - Non Convertible	USD 45,000	59	47



**MACKENZIE**  
Investments

# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED FUND

## SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

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<b>BONDS (cont'd)</b>					
Uber Technologies Inc. 8.00% 11-01-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 85,000	110	120
Ultra Clean Holdings Inc. Term Loan B 1st Lien F/R 08-27-2025	United States	Term Loans	USD 125,818	162	153
United States Treasury 0.50% 04-15-2024 Inflation Indexed	United States	Foreign Governments	USD 2,420,000	3,329	3,540
United States Treasury 1.50% 10-31-2024	United States	Foreign Governments	USD 50,000	66	74
United States Treasury 0.75% 07-15-2028 Inflation Indexed	United States	Foreign Governments	USD 2,340,000	3,331	3,626
United States Treasury 0.12% 01-15-2030 Inflation Indexed	United States	Foreign Governments	USD 1,290,000	1,916	1,878
United States Treasury 1.00% 02-15-2049 Inflation Indexed	United States	Foreign Governments	USD 1,580,000	2,604	2,834
Vancouver Airport Authority 3.66% 11-23-2048 Callable 2048	Canada	Corporate - Non Convertible	310,000	310	319
Vancouver Airport Authority 2.87% 10-18-2049	Canada	Corporate - Non Convertible	170,000	170	151
Ventas Canada Finance Ltd. 2.55% 03-15-2023 Callable 2023	United States	Corporate - Non Convertible	280,000	280	274
Ventas Inc. 2.80% 04-12-2024 Callable 2024	United States	Corporate - Non Convertible	160,000	160	161
Ventas Realty LP 4.00% 03-01-2028 Callable 2027	United States	Corporate - Non Convertible	USD 280,000	363	395
VeriFone Systems Inc. Term Loan 1st Lien F/R 08-09-2025	United States	Term Loans	USD 69,125	90	64
Vertex Aerospace Services Corp. Term Loan B 1st Lien F/R 06-14-2025	United States	Term Loans	USD 39,102	51	48
Videotron Ltd. 4.50% 01-15-2030 Callable 2024	Canada	Corporate - Non Convertible	410,000	410	364
Vodafone Group PLC 3.75% 01-16-2024	United Kingdom	Corporate - Non Convertible	USD 140,000	178	206
Vungle Inc. Term Loan B 1st Lien F/R 09-30-2026	United States	Term Loans	USD 99,500	130	125
Waste Management of Canada Corp. 2.60% 09-23-2026 Callable 2026	Canada	Corporate - Non Convertible	380,000	379	379
Wells Fargo & Co. 3.19% 02-08-2024 Callable 2024	United States	Corporate - Non Convertible	680,000	682	686
Wells Fargo & Co. 2.98% 05-19-2026	United States	Corporate - Non Convertible	330,000	330	327
Wells Fargo & Co. 2.49% 02-18-2027	United States	Corporate - Non Convertible	440,000	440	413
Welltower Inc. 4.25% 04-15-2028 Callable 2028	United States	Corporate - Non Convertible	USD 270,000	360	400
Welltower Inc. 4.13% 03-15-2029 Callable 2028	United States	Corporate - Non Convertible	USD 240,000	317	354
Williams Scotsman International Inc. 7.88% 12-15-2022 Callable 2020 144A	United States	Corporate - Non Convertible	USD 34,000	44	47
Wolverine World Wide Inc. 8.50% 11-15-2024 Callable 2021 144A	United States	Corporate - Non Convertible	USD 50,000	66	57
Yak Access LLC Term Loan B 1st Lien F/R 06-26-2025	United States	Term Loans	USD 122,038	156	127
Zotec Partners LLC Term Loan Term B 1st Lien F/R 02-14-2024	United States	Term Loans	USD 14,368	18	18
<b>Total bonds</b>				<b>121,845</b>	<b>124,049</b>
<b>EQUITIES</b>					
Abbott Laboratories	United States	Health Care	33,600	3,589	3,738
Alimentation Couche-Tard Inc. Class B Sub. voting	Canada	Consumer Staples	310,281	9,755	10,286
Alphabet Inc. Class C	United States	Communication Services	1,650	2,641	2,705
AltaGas Ltd. Pfd. Series K	Canada	Energy	6,849	171	114
Amcor PLC	Jersey	Materials	618,857	8,624	7,067
Apple Inc.	United States	Information Technology	8,100	2,888	2,904
The Bank of Nova Scotia	Canada	Financials	225,073	13,246	12,935
Becton, Dickinson and Co.	United States	Health Care	36,862	12,255	11,941
Brookfield Asset Management Inc. Class A limited voting	Canada	Financials	401,158	14,569	25,024
Brookfield Asset Management Inc. Pfd. Series 46	Canada	Real Estate	5,110	128	103
Brookfield Asset Management Inc. Pfd. Series 48	Canada	Real Estate	4,000	100	79
Brookfield Property Partners LP	United States	Real Estate	445,700	11,225	5,063
Brookfield Renewable Partners LP Pfd. Series 11	Canada	Utilities	13,082	327	235
Canadian National Railway Co.	Canada	Industrials	112,076	10,317	12,332
CCL Industries Inc. Class B non-voting	Canada	Materials	427,872	23,015	18,309
CGI Inc.	Canada	Information Technology	97,006	8,099	7,391



**MACKENZIE**  
Investments



# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED FUND

## SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

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<b>EQUITIES (cont'd)</b>					
Colgate Palmolive Co.	United States	Consumer Staples	64,600	5,846	6,044
Compass Group PLC	United Kingdom	Consumer Discretionary	102,600	2,975	2,258
Constellation Software Inc.	Canada	Information Technology	2,059	2,494	2,634
Dollarama Inc.	Canada	Consumer Discretionary	662,943	28,734	25,882
Emera Inc.	Canada	Utilities	304,200	15,245	16,883
Fortis Inc.	Canada	Utilities	258,832	14,196	14,047
Franco-Nevada Corp.	Canada	Materials	36,700	5,472	5,160
Great-West Lifeco Inc.*	Canada	Financials	159,482	4,830	3,877
Henkel AG & Co. KGaA Pfd.	Germany	Consumer Staples	24,450	3,990	2,808
Henry Schein Inc.	United States	Health Care	174,288	13,033	12,413
Intact Financial Corp.	Canada	Financials	31,000	3,612	3,771
Johnson & Johnson	United States	Health Care	105,381	17,016	19,481
Manulife Financial Corp.	Canada	Financials	621,932	13,404	10,990
Microsoft Corp.	United States	Information Technology	24,400	5,212	5,425
Onex Corp. Sub. voting	Canada	Financials	226,275	18,190	11,655
Open Text Corp.	Canada	Information Technology	232,800	12,526	11,456
Oracle Corp.	United States	Information Technology	136,300	7,619	9,287
Ovintiv Inc.	United States	Energy	221,705	14,205	856
Pembina Pipeline Corp.	Canada	Energy	665,374	24,969	17,566
PepsiCo Inc.	United States	Consumer Staples	33,300	5,841	5,638
Premium Brands Holdings Corp.	Canada	Consumer Staples	179,879	15,885	13,023
The Procter & Gamble Co.	United States	Consumer Staples	39,500	5,875	6,126
Quebecor Inc. Class B Sub. voting	Canada	Communication Services	242,794	7,736	7,553
Reckitt Benckiser Group PLC	United Kingdom	Consumer Staples	61,500	6,366	6,649
Restaurant Brands International Inc.	Canada	Consumer Discretionary	148,500	13,142	8,421
Roche Holding AG Genusscheine	Switzerland	Health Care	9,209	4,047	4,217
Rogers Communications Inc. Class B non-voting	Canada	Communication Services	140,200	7,486	8,235
Royal Bank of Canada	Canada	Financials	131,343	10,731	11,449
SAP AG	Germany	Information Technology	36,500	6,151	5,903
Saputo Inc.	Canada	Consumer Staples	303,769	12,129	10,280
Seven & i Holdings Co. Ltd.	Japan	Consumer Staples	245,800	11,293	11,436
Seven Generations Energy Ltd.	Canada	Energy	679,283	10,105	1,053
Shaw Communications Inc. Class B non-voting	Canada	Communication Services	962,803	24,879	21,981
Suncor Energy Inc.	Canada	Energy	38,700	1,399	869
TC Energy Corp. Pfd. Series 15	Canada	Energy	9,295	233	187
TC Energy Corp.	Canada	Energy	164,400	9,110	10,283
The Toronto-Dominion Bank	Canada	Financials	209,412	10,691	12,529
TransAlta Corp. Pfd. Series A	Canada	Utilities	17,103	227	137
Trulieve Cannabis Corp. Purchase Warrants Exp. 06-18-2022	United States	Health Care	970	–	2
United Parcel Service Inc. (UPS) Class B	United States	Industrials	23,244	2,978	3,061
W.W. Grainger Inc.	United States	Industrials	18,350	6,486	6,429
Waste Connections Inc.	Canada	Industrials	23,431	2,570	2,559
The Williams Companies Inc.	United States	Energy	318,000	9,885	6,344
<b>Total equities</b>				<b>519,762</b>	<b>467,083</b>



**MACKENZIE**  
Investments

# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED 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)
<b>OPTIONS</b>					
Options purchased (see schedule of options purchased)				164	1,280
<b>Total options</b>				<b>164</b>	<b>1,280</b>
<b>EXCHANGE-TRADED FUNDS/NOTES</b>					
Mackenzie Emerging Markets Bond Index ETF (CAD-Hedged)	Canada	Exchange-Traded Funds/Notes	18,327	1,839	1,559
Mackenzie Emerging Markets Local Currency Bond Index ETF	United States	Exchange-Traded Funds/Notes	8,902	909	822
Mackenzie US Investment Grade Corporate Bond Index ETF (CAD-Hedged)	Canada	Exchange-Traded Funds/Notes	26,002	2,586	2,615
<b>Total exchange-traded funds/notes</b>				<b>5,334</b>	<b>4,996</b>
<b>MUTUAL FUNDS</b>					
Mackenzie Credit Absolute Return Fund Series R	Canada	Mutual Funds	302,622	3,042	2,972
Mackenzie Global Credit Opportunities Fund Series R	Canada	Mutual Funds	626,805	6,258	5,307
Mackenzie Gold Bullion Class Series R	Canada	Mutual Funds	342,268	6,000	6,153
<b>Total mutual funds</b>				<b>15,300</b>	<b>14,432</b>
Transaction costs				(553)	—
<b>Total investments</b>				<b>661,852</b>	<b>611,840</b>
Derivative instruments (see schedule of derivative instruments)					(3,291)
Bank indebtedness					(4,051)
Other assets less liabilities					26,911
<b>Total net assets</b>					<b>631,409</b>

\* Related to Mackenzie. See Note 1.



**MACKENZIE**  
Investments

# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED FUND

## SUMMARY OF INVESTMENT PORTFOLIO

March 31, 2020	
Portfolio Allocation	% of NAV
Equities	73.9
Bonds	19.8
<i>Bonds</i>	19.6
<i>Purchased options</i>	0.2
<i>Short futures</i>	0.0
Other assets (liabilities)	3.8
Mutual funds	2.3
Exchange-traded funds/notes	0.8
Cash and short-term investments	(0.6)

Regional Allocation	
Regional Allocation	% of NAV
Canada	67.3
United States	21.9
Other assets (liabilities)	3.8
Japan	1.8
United Kingdom	1.6
Germany	1.4
Jersey	1.1
Switzerland	0.7
Other	0.6
Australia	0.4
Cash and short-term investments	(0.6)

Sector Allocation	
Sector Allocation	% of NAV
Financials	14.6
Consumer staples	11.4
Corporate bonds	8.9
Health care	8.2
Information technology	7.1
Communication services	6.4
Energy	5.9
Consumer discretionary	5.8
Other	5.5
Utilities	5.0
Materials	4.8
Provincial bonds	4.2
Industrials	3.9
Other assets (liabilities)	3.8
Federal bonds	2.8
Mutual funds	2.3
Cash and short-term investments	(0.6)

March 31, 2019	
Portfolio Allocation	% of NAV
Equities	73.5
Bonds	21.6
<i>Bonds</i>	21.6
<i>Purchased options</i>	0.0
<i>Short futures</i>	(0.0)
Cash and short-term investments	2.7
Mutual funds	1.8
Exchange-traded funds/notes	0.4

Regional Allocation	
Regional Allocation	% of NAV
Canada	71.4
United States	16.3
Australia	3.0
Cash and short-term investments	2.7
United Kingdom	2.5
Germany	2.1
Sweden	1.4
Bermuda	0.3
Other	0.2
New Zealand	0.1

Sector Allocation	
Sector Allocation	% of NAV
Financials	21.3
Consumer staples	11.4
Corporate bonds	8.8
Other	8.7
Energy	8.3
Consumer discretionary	6.6
Communication services	5.5
Health care	5.5
Federal bonds	4.9
Materials	4.9
Industrials	4.4
Provincial bonds	4.2
Term loans	2.8
Cash and short-term investments	2.7



**MACKENZIE**  
Investments

# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED 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	357	Put	May 15, 2020	USD 85.00	72	429
iShares iBoxx \$ High Yield Corporate Bond ETF	439	Put	Jun. 19, 2020	USD 86.00	66	624
iShares iBoxx \$ High Yield Corporate Bond ETF	147	Put	Jun. 19, 2020	USD 87.00	26	227
<b>Total options</b>					<b>164</b>	<b>1,280</b>



**MACKENZIE**  
Investments

# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED 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)
(11)	Euro-BTP Futures June 2020	Jun. 8, 2020	141.98 EUR	(2,416)	10
Unrealized Gains				(2,416)	10
<b>Total futures contracts</b>				<b>(2,416)</b>	<b>10</b>

\* 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)
A	1,930 U.S. dollar	(2,558) Canadian dollar	Apr. 3, 2020	2,558	2,721	163
AA	626 U.S. dollar	(862) Canadian dollar	Apr. 3, 2020	862	882	20
AA	308 U.S. dollar	(424) Canadian dollar	Apr. 3, 2020	424	433	9
AA	308 U.S. dollar	(426) Canadian dollar	Apr. 17, 2020	426	433	7
AA	2,558 Canadian dollar	(1,770) U.S. dollar	Apr. 17, 2020	(2,558)	(2,492)	66
A	560 U.S. dollar	(752) Canadian dollar	Apr. 24, 2020	752	788	36
AA	560 U.S. dollar	(752) Canadian dollar	Apr. 24, 2020	752	788	36
AA	223 U.S. dollar	(307) Canadian dollar	Apr. 24, 2020	307	314	7
A	560 U.S. dollar	(752) Canadian dollar	May 8, 2020	752	788	36
A	987 Canadian dollar	(1,140) New Zealand dollar	May 13, 2020	(987)	(956)	31
A	9,574 Euro	(14,603) Canadian dollar	May 15, 2020	14,603	14,878	275
A	839 British pound	(1,441) Canadian dollar	May 15, 2020	1,441	1,465	24
AA	8,258 U.S. dollar	(10,919) Canadian dollar	May 15, 2020	10,919	11,614	695
AA	14,767 U.S. dollar	(19,526) Canadian dollar	May 15, 2020	19,526	20,768	1,242
AA	2,611 Canadian dollar	(1,850) U.S. dollar	May 22, 2020	(2,611)	(2,602)	9
A	350 U.S. dollar	(470) Canadian dollar	Jun. 12, 2020	470	492	22
A	223 U.S. dollar	(307) Canadian dollar	Jun. 12, 2020	307	314	7
AA	223 U.S. dollar	(307) Canadian dollar	Jun. 19, 2020	307	314	7
A	308 U.S. dollar	(425) Canadian dollar	Jun. 19, 2020	425	433	8
AA	308 U.S. dollar	(425) Canadian dollar	Jun. 19, 2020	425	433	8
Unrealized Gains						2,708
A	2,063 Canadian dollar	(1,579) U.S. dollar	Apr. 3, 2020	(2,063)	(2,225)	(162)
AA	508 Canadian dollar	(389) U.S. dollar	Apr. 3, 2020	(508)	(548)	(40)
AA	764 Canadian dollar	(545) U.S. dollar	Apr. 3, 2020	(764)	(768)	(4)
A	493 Canadian dollar	(351) U.S. dollar	Apr. 3, 2020	(493)	(494)	(1)
AA	13,263 Canadian dollar	(10,190) U.S. dollar	Apr. 17, 2020	(13,263)	(14,347)	(1,084)
AA	6,190 U.S. dollar	(8,763) Canadian dollar	Apr. 17, 2020	8,763	8,715	(48)
A	1,935 Canadian dollar	(1,484) U.S. dollar	Apr. 24, 2020	(1,935)	(2,088)	(153)
AA	2,306 Canadian dollar	(1,767) U.S. dollar	Apr. 24, 2020	(2,306)	(2,487)	(181)
A	924 U.S. dollar	(1,306) Canadian dollar	Apr. 24, 2020	1,306	1,300	(6)
A	2,150 Canadian dollar	(1,645) U.S. dollar	May 8, 2020	(2,150)	(2,314)	(164)
A	712 Canadian dollar	(545) U.S. dollar	May 8, 2020	(712)	(766)	(54)
AA	14,258 Canadian dollar	(9,769) Euro	May 15, 2020	(14,258)	(15,180)	(922)
A	2,768 Canadian dollar	(1,610) British pound	May 15, 2020	(2,768)	(2,815)	(47)



**MACKENZIE**  
Investments

# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED 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)
A	6,792	Canadian dollar	(3,951)	British pound	May 15, 2020	(6,792)	(6,907)	(115)
AA	4,612	British pound	(8,080)	Canadian dollar	May 15, 2020	8,080	8,062	(18)
AA	6,951	Canadian dollar	(571,359)	Japanese yen	May 15, 2020	(6,951)	(7,488)	(537)
AA	30,473	Canadian dollar	(23,046)	U.S. dollar	May 15, 2020	(30,473)	(32,414)	(1,941)
AA	2,738	Canadian dollar	(2,067)	U.S. dollar	May 22, 2020	(2,738)	(2,907)	(169)
A	2,012	Canadian dollar	(1,518)	U.S. dollar	Jun. 12, 2020	(2,012)	(2,135)	(123)
AA	2,808	Canadian dollar	(2,100)	U.S. dollar	Jun. 19, 2020	(2,808)	(2,953)	(145)
A	1,804	Canadian dollar	(1,350)	U.S. dollar	Jun. 19, 2020	(1,804)	(1,899)	(95)
Unrealized (Losses)								(6,009)
<b>Total forward currency contracts</b>								<b>(3,301)</b>
<b>Total derivative instruments at fair value</b>								<b>(3,291)</b>



**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 IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

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

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

Date of Formation      October 13, 1992

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](http://www.mackenzieinvestments.com))

Series A, Series T5 and Series T8 securities are offered to retail investors investing a minimum of \$500 (\$5,000 for Series T5 and Series T8). Investors in Series T5 and Series T8 securities also want to receive a monthly cash flow of 5% or 8% per year, respectively. Before January 1, 2019, Series T5 securities were known as Series T6.

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

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

Series F, Series F5 and Series F8 securities are offered to investors who are enrolled in a dealer-sponsored fee-for-service or wrap program, who are subject to an asset-based fee rather than commissions on each transaction and who invest at least \$500 (\$5,000 for Series F5 and Series F8); they are also available to employees of Mackenzie and its subsidiaries, and directors of Mackenzie. Investors in Series F5 and Series F8 securities also want to receive a monthly cash flow of 5% or 8% per year, respectively. Before January 1, 2019, Series F5 securities were known as Series F6.

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

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

Series O and Series O5 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. Investors in Series O5 securities also want to receive a monthly cash flow of 5% per year. Before January 1, 2019, Series O5 securities were known as Series O6.

Series PW, Series PWT5 and Series PWT8 securities are offered through our Private Wealth Solutions to certain high net worth investors who invest a minimum of \$100,000. Investors in Series PWT5 and Series PWT8 securities also want to receive a monthly cash flow of 5% or 8% per year, respectively. Before January 1, 2019, Series PWT5 securities were known as Series PWT6.

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

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

Series R securities are offered only to other affiliated funds and certain institutional investors in connection with fund-of-fund arrangements.

Series S securities are offered to The Canada Life Assurance Company and certain other mutual funds, but may be sold to other investors as determined by Mackenzie.

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

Series J securities are no longer available for sale.

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

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



**MACKENZIE**  
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# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

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

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

(8) The series' original start date was April 15, 2014. All securities in the series were consolidated into Series F on June 1, 2018.

(9) The series' original start date was April 3, 2017. All securities in the series were consolidated into Series F8 on June 1, 2018.

(10) Before January 1, 2019, Series F5, Series O5, Series PWT5 and Series T5 securities were known as Series F6, Series O6, Series PWT6 and Series T6, respectively.

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

As at March 31, 2020, Mackenzie, other funds managed by Mackenzie and The Canada Life Assurance Company had an investment of \$10, \$11,641 and \$3,304 (2019 – \$10, \$15,051 and \$Nil), respectively, in the Fund.

#### (c) Loss Carryforwards

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

#### (d) Securities Lending

As at March 31, 2020 and 2019, the Fund did not have any open securities lending, repurchase or reverse repurchase transactions.

#### (e) Commissions

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

	(\$)
March 31, 2020	96
March 31, 2019	115

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

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

	March 31, 2020			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	388	(378)	–	10
Unrealized losses on derivative contracts	(1,355)	378	1,747	770
Liability for options written	–	–	–	–
Total	(967)	–	1,747	780

	March 31, 2019			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	93	(12)	–	81
Unrealized losses on derivative contracts	(374)	12	737	375
Liability for options written	–	–	–	–
Total	(281)	–	737	456

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

##### i. Risk exposure and management

The Fund seeks capital growth and current income by investing primarily in a combination of Canadian equities and fixed income securities.

The Fund's asset mix will generally range between 60%–90% equities and 10%–40% fixed income securities, including cash and cash equivalents. It may hold up to 40% of its assets in foreign investments.

# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

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

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

##### ii. Currency risk

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

March 31, 2020				
Currency	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	131,603	1,596	(21,909)	111,290
British pound	8,907	–	(195)	8,712
Euro	8,711	–	(292)	8,419
Australian dollar	7,067	–	–	7,067
Swiss franc	4,217	–	–	4,217
Japanese yen	11,436	–	(7,488)	3,948
New Zealand dollar	951	–	(956)	(5)
Total	172,892	1,596	(30,840)	143,648
% of Net Assets	27.4	0.3	(4.9)	22.8

March 31, 2019				
Currency	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	123,261	5,745	(40,082)	88,924
Australian dollar	22,795	–	–	22,795
Swedish krona	11,767	–	–	11,767
British pound	17,897	–	(13,024)	4,873
Euro	16,994	3	(16,028)	969
New Zealand dollar	1,040	–	(1,037)	3
Total	193,754	5,748	(70,171)	129,331
% of Net Assets	23.8	0.7	(8.6)	15.9

\* Includes both monetary and non-monetary financial instruments

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 \$7,182 or 1.1% of total net assets (2019 – \$6,467 or 0.8%). In practice, the actual trading results may differ and the difference could be material.



# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

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

#### (g) 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	951	(2,416)	108	(22,697)
1-5 years	23,418	–	40,590	–
5-10 years	42,655	–	60,425	–
Greater than 10 years	57,025	–	74,176	–
Total	124,049	(2,416)	175,299	(22,697)

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 \$12,512 or 2.0% (2019 – \$14,715 or 1.8%) 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 \$12,547 or 2.0% (2019 – \$14,993 or 1.8%) of total net assets. In practice, the actual trading results may differ and the difference could be material.

##### iv. Other price risk

The Fund's most significant exposure to price risk arises from its investment in equity securities, exchange-traded funds/notes and mutual funds. As at March 31, 2020, had the prices on the respective stock exchanges for these securities increased or decreased by 10%, with all other variables held constant, net assets would have increased or decreased by approximately \$48,651 or 7.7% (2019 – \$61,680 or 7.6%) of total net assets. In practice, the actual trading results may differ and the difference could be material.

##### v. Credit risk

The Fund's greatest concentration of credit risk is in debt securities, such as bonds. The fair value of debt securities includes consideration of the creditworthiness of the debt issuer. The maximum exposure to any one debt issuer as at March 31, 2020, was 2.8% of the net assets of the Fund (2019 – 4.9%).

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	3.2	5.2
AA	3.4	2.5
A	4.9	6.2
BBB	4.2	4.8
Less than BBB	1.4	2.7
Unrated	2.5	0.2
Total	19.6	21.6

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

# MACKENZIE IVY CANADIAN BALANCED FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

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

#### (h) Fair Value Classification

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

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

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

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

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

	March 31, 2020				March 31, 2019			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Bonds	–	124,049	–	124,049	–	175,299	–	175,299
Equities	426,745	40,338	–	467,083	598,622	–	–	598,622
Options	–	1,280	–	1,280	57	105	–	162
Exchange-traded funds/notes	4,996	–	–	4,996	3,272	–	–	3,272
Mutual funds	14,432	–	–	14,432	14,903	–	–	14,903
Derivative assets	10	2,708	–	2,718	1	742	–	743
Derivative liabilities	–	(6,009)	–	(6,009)	(256)	(1,184)	–	(1,440)
Short-term investments	–	–	–	–	–	17,518	–	17,518
Total	446,183	162,366	–	608,549	616,599	192,480	–	809,079

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

In accordance with the Fund's valuation policy, the Fund applies fair value adjustment factors to the quoted market prices for non-North American equities when North American intraday stock market movements exceed pre-determined tolerances. The adjustment factors are applied in order to estimate the impact on fair values of events occurring between the close of the non-North American stock markets and the close of business for the Fund. If fair value adjustment factors are applied, non-North American equities are classified as Level 2. Consequently, during the period ended March 31, 2020, non-North American equities frequently transferred between Level 1 (unadjusted quoted market prices) and Level 2 (adjusted market prices). As at March 31, 2020, these securities were classified as Level 2 (2019 – Level 1).

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