

MACKENZIE MAXIMUM DIVERSIFICATION US INDEX ETF

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

STRATEGIC BETA INDEX ETF

MANAGEMENT REPORT

Management's Responsibility for Financial Reporting

The accompanying financial statements have been prepared by Mackenzie Financial Corporation, as Manager of Mackenzie Maximum Diversification US Index ETF (the "ETF"). 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 ETF. 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 ETF



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 Maximum Diversification US Index ETF (the "ETF")

Opinion

We have audited the financial statements of the ETF, 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 ETF 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 ETF 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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INDEPENDENT AUDITOR'S REPORT (cont'd)

In preparing the financial statements, management is responsible for assessing the ETF'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 ETF or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the ETF'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 ETF'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 ETF'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 ETF 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

The engagement partner on the audit resulting in this independent auditor's report is Mervyn Ramos.

Deloitte LLP

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



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STATEMENTS OF FINANCIAL POSITION

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

	2020	2019
	\$	\$
ASSETS		
Current assets		
Investments at fair value	90,544	146,412
Cash and cash equivalents	31	252
Dividends receivable	116	170
Accounts receivable for investments sold	–	222
Accounts receivable for units issued	–	–
Due from manager	1	60
Total assets	90,692	147,116
LIABILITIES		
Current liabilities		
Accounts payable for investments purchased	–	445
Accounts payable for units redeemed	–	–
Due to manager	41	103
Total liabilities	41	548
Net assets attributable to unitholders	90,651	146,568
Net assets attributable to unitholders per series (note 3)		
Series E	90,651	146,568
Net assets attributable to unitholders per unit (note 3)		
Series E	25.18	26.65

STATEMENTS OF COMPREHENSIVE INCOME

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

	2020	2019
	\$	\$
Income		
Dividends	3,062	2,323
Interest income	3	2
Other changes in fair value of investments and other net assets		
Net realized gain (loss)	3,616	1,651
Net unrealized gain (loss)	(7,119)	4,694
Securities lending income	11	8
Total income (loss)	(427)	8,678
Expenses (note 6)		
Management fees	591	633
Management fee rebates	(287)	(298)
Commissions and other portfolio transaction costs	35	82
Independent Review Committee fees	–	–
Other	1	–
Expenses before amounts absorbed by Manager	340	417
Expenses absorbed by Manager	35	82
Net expenses	305	335
Increase (decrease) in net assets attributable to unitholders from operations before tax	(732)	8,343
Foreign withholding taxes	444	321
Foreign income taxes paid (recovered)	–	–
Increase (decrease) in net assets attributable to unitholders from operations	(1,176)	8,022
Increase (decrease) in net assets attributable to unitholders from operations per series		
Series E	(1,176)	8,022
Increase (decrease) in net assets attributable to unitholders from operations per unit		
Series E	(0.28)	1.88

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



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STATEMENTS OF CHANGES IN FINANCIAL POSITION

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

	2020	2019
	Series E	
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	\$	
Beginning of period	146,568	53,567
Increase (decrease) in net assets from operations	(1,176)	8,022
Distributions paid to unitholders:		
Investment income	(2,098)	(1,268)
Capital gains	–	(4,862)
Management fee rebates	(287)	(298)
Total distributions paid to unitholders	(2,385)	(6,428)
Unit transactions:		
Proceeds from units issued	2,685	96,690
Reinvested distributions	–	4,862
Payments on redemption of units	(55,041)	(10,145)
Total unit transactions	(52,356)	91,407
Total increase (decrease) in net assets	(55,917)	93,001
End of period	90,651	146,568
Increase (decrease) in units (note 7):	Units	
Units outstanding – beginning of period	5,500	2,200
Issued	100	3,700
Reinvested distributions	–	–
Redeemed	(2,000)	(400)
Units outstanding – end of period	3,600	5,500

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STATEMENTS OF CASH FLOWS

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

	2020	2019
	\$	\$
Cash flows from operating activities		
Net increase (decrease) in net assets attributable to unitholders from operations	(1,176)	8,022
Adjustments for:		
Net realized loss (gain) on investments	(3,599)	(1,652)
Change in net unrealized loss (gain) on investments	7,119	(4,694)
Purchase of investments	(28,994)	(48,530)
Proceeds from sale and maturity of investments	28,917	48,636
Change in dividends receivable	54	(112)
Change in due from manager	59	(41)
Change in due to manager	(62)	58
Net cash from operating activities	2,318	1,687
Cash flows from financing activities		
Proceeds from units issued	4	105
Payments on redemption of units	(146)	(22)
Distributions paid net of reinvestments	(2,385)	(1,566)
Net cash from financing activities	(2,527)	(1,483)
Net increase (decrease) in cash and cash equivalents	(209)	204
Cash and cash equivalents at beginning of period	252	51
Effect of exchange rate fluctuations on cash and cash equivalents	(12)	(3)
Cash and cash equivalents at end of period	31	252
Cash	31	252
Cash equivalents	–	–
Cash and cash equivalents at end of period	31	252
Supplementary disclosures on cash flow from operating activities:		
Dividends received	3,116	2,211
Foreign taxes paid	444	321
Interest received	3	2
Interest paid	–	–

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SCHEDULE OF INVESTMENTS

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
EQUITIES					
3M Co.	United States	Industrials	59	14	11
A.O. Smith Corp.	United States	Industrials	378	26	20
AbbVie Inc.	United States	Health Care	4,179	474	453
ABIOMED Inc.	United States	Health Care	1,085	262	224
Activision Blizzard Inc.	United States	Communication Services	2,147	154	182
Advance Auto Parts Inc.	United States	Consumer Discretionary	3,550	642	472
Advanced Micro Devices Inc.	United States	Information Technology	1,356	29	88
AerCap Holdings NV	Ireland	Industrials	342	25	11
Aflac Inc.	United States	Financials	1,961	114	96
AGNC Investment Corp.	United States	Financials	13,794	342	208
Alaska Air Group Inc.	United States	Industrials	346	28	14
Albemarle Corp.	United States	Materials	667	53	38
Alexandria Real Estate Equities Inc.	United States	Real Estate	275	52	54
Alexion Pharmaceuticals Inc.	United States	Health Care	345	50	44
Align Technology Inc.	United States	Health Care	203	50	50
Alleghany Corp.	United States	Financials	40	32	31
Allegion PLC	United States	Industrials	262	32	34
The Allstate Corp.	United States	Financials	893	105	117
Alnylam Pharmaceuticals Inc.	United States	Health Care	1,710	232	265
Altice USA Inc. Class A	United States	Communication Services	2,962	92	94
Amazon.com Inc.	United States	Consumer Discretionary	51	97	142
Amdocs Ltd.	United States	Information Technology	384	33	30
American Financial Group Inc.	United States	Financials	150	20	15
American International Group Inc.	United States	Financials	2,460	171	85
American Tower Corp. Class A	United States	Real Estate	2,279	455	706
American Water Works Co. Inc.	United States	Utilities	2,745	355	467
AmerisourceBergen Corp.	United States	Health Care	420	47	53
Amgen Inc.	United States	Health Care	798	227	230
Annaly Capital Management Inc.	United States	Financials	62,202	855	449
Anthem Inc.	United States	Health Care	716	214	231
Aon PLC	United States	Financials	656	125	154
Apache Corp.	United States	Energy	1,061	60	6
Apple Inc.	United States	Information Technology	2,451	551	887
AptarGroup Inc.	United States	Materials	179	23	25
Aptiv PLC	United States	Consumer Discretionary	716	62	50
Aramark Corp.	United States	Consumer Discretionary	698	35	20
Arch Capital Group Ltd.	United States	Financials	1,106	42	45
Arista Networks Inc.	United States	Information Technology	164	50	47
Arthur J. Gallagher & Co.	United States	Financials	420	41	49
Assurant Inc.	United States	Financials	169	28	25
AT&T Inc.	United States	Communication Services	20,646	922	857
Athene Holding Ltd.	United States	Financials	404	27	14
Atlassian Corp. PLC	United Kingdom	Information Technology	339	36	66
Atmos Energy Corp.	United States	Utilities	809	106	114
Autoliv Inc.	Sweden	Consumer Discretionary	237	33	16
AutoZone Inc.	United States	Consumer Discretionary	966	1,073	1,163
AvalonBay Communities Inc.	United States	Real Estate	394	91	83
Avery Dennison Corp.	United States	Materials	234	35	34



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SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
EQUITIES (cont'd)					
Baker Hughes Co.	United States	Energy	7,411	309	111
Ball Corp.	United States	Materials	916	50	84
Bank of America Corp.	United States	Financials	3,915	154	118
The Bank of New York Mellon Corp.	United States	Financials	2,374	155	114
Baxter International Inc.	United States	Health Care	258	28	30
Becton, Dickinson and Co.	United States	Health Care	162	47	53
Best Buy Co. Inc.	United States	Consumer Discretionary	649	55	53
Biogen Inc.	United States	Health Care	3,691	1,301	1,663
BioMarin Pharmaceutical Inc.	United States	Health Care	505	51	61
Bio-Rad Laboratories Inc. Class A	United States	Health Care	59	22	29
Black Knight Inc.	United States	Information Technology	403	33	33
Booking Holdings Inc.	United States	Consumer Discretionary	118	300	226
Booz Allen Hamilton Holding Corp.	United States	Information Technology	387	22	38
BorgWarner Inc.	United States	Consumer Discretionary	579	29	20
Boston Properties Inc.	United States	Real Estate	437	72	57
Bright Horizons Family Solutions Inc.	United States	Consumer Discretionary	162	25	24
Bristol-Myers Squibb Co.	United States	Health Care	6,616	501	525
Broadcom Inc.	United States	Information Technology	1,093	358	369
Broadridge Financial Solutions Inc.	United States	Information Technology	321	49	43
Brown & Brown Inc.	United States	Financials	665	24	34
Brown-Forman Corp. Class B non-voting	United States	Consumer Staples	849	55	67
Bunge Ltd.	United States	Consumer Staples	6,413	571	375
Burlington Stores Inc.	United States	Consumer Discretionary	347	79	78
C.H. Robinson Worldwide Inc.	United States	Industrials	378	41	36
Cable One Inc.	United States	Communication Services	15	25	35
Cabot Oil & Gas Corp.	United States	Energy	14,378	372	352
Camden Property Trust	United States	Real Estate	270	32	30
Campbell Soup Co.	United States	Consumer Staples	10,700	578	703
Cardinal Health Inc.	United States	Health Care	822	61	56
Carlisle Companies Inc.	United States	Industrials	159	23	28
CarMax Inc.	United States	Consumer Discretionary	463	44	35
Carnival Corp.	United States	Consumer Discretionary	1,135	82	21
Catalent Inc.	United States	Health Care	412	23	30
Cboe Global Markets Inc.	United States	Financials	6,315	834	802
CBS Corp. Class B non-voting	United States	Communication Services	928	68	19
CDK Global Inc.	United States	Information Technology	342	29	16
CDW Corp. of Delaware	United States	Information Technology	343	45	46
Centene Corp.	United States	Health Care	1,137	84	96
CenterPoint Energy Inc.	United States	Utilities	1,500	55	33
CenturyLink Inc.	United States	Communication Services	16,647	305	224
Cerner Corp.	United States	Health Care	857	69	77
The Charles Schwab Corp.	United States	Financials	2,936	178	140
Charter Communications Inc. Class A	United States	Communication Services	429	175	266
Check Point Software Technologies Ltd.	Israel	Information Technology	342	47	49
Chemed Corp.	United States	Health Care	45	25	28
Chenerie Energy Inc.	United States	Energy	659	51	31
Chevron Corp.	United States	Energy	2,963	464	306
Chipotle Mexican Grill Inc.	United States	Consumer Discretionary	1,378	811	1,284



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SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
EQUITIES (cont'd)					
Chubb Ltd.	United States	Financials	1,096	192	174
Church & Dwight Co. Inc.	United States	Consumer Staples	5,392	463	493
Ciena Corp.	United States	Information Technology	1,524	86	86
Cigna Corp.	United States	Health Care	1,054	238	266
Cincinnati Financial Corp.	United States	Financials	450	44	48
Citizens Financial Group Inc.	United States	Financials	1,225	50	33
Citrix Systems Inc.	United States	Information Technology	350	48	71
The Clorox Co.	United States	Consumer Staples	4,978	899	1,228
CME Group Inc.	United States	Financials	1,141	247	281
CMS Energy Corp.	United States	Utilities	945	64	79
The Coca-Cola Co.	United States	Consumer Staples	11,105	655	699
Coca-Cola European Partners PLC	United Kingdom	Consumer Staples	1,915	114	102
Cognizant Technology Solutions Corp.	United States	Information Technology	1,543	148	102
Colgate Palmolive Co.	United States	Consumer Staples	2,414	210	228
Comcast Corp. Class A	United States	Communication Services	12,759	618	624
Comerica Inc.	United States	Financials	404	37	17
Commerce Bancshares Inc.	United States	Financials	287	23	21
ConAgra Brands Inc.	United States	Consumer Staples	7,160	267	299
Concho Resources Inc.	United States	Energy	562	84	34
ConocoPhillips	United States	Energy	3,101	250	136
Consolidated Edison Inc.	United States	Utilities	12,669	1,322	1,408
Constellation Brands Inc. Class A	United States	Consumer Staples	725	187	148
The Cooper Companies Inc.	United States	Health Care	139	44	55
Copart Inc.	United States	Industrials	583	47	57
Corteva Inc.	United States	Materials	2,114	81	71
CoStar Group Inc.	United States	Industrials	102	52	85
Costco Wholesale Corp.	United States	Consumer Staples	1,231	319	500
Credicorp Ltd.	Peru	Financials	137	38	28
Crown Castle International Corp.	United States	Real Estate	2,257	320	464
Crown Holdings Inc.	United States	Materials	377	23	31
CSX Corp.	United States	Industrials	898	75	73
Cummins Inc.	United States	Industrials	249	47	48
CVS Health Corp.	United States	Health Care	3,671	348	310
D.R. Horton Inc.	United States	Consumer Discretionary	973	53	47
Darden Restaurants Inc.	United States	Consumer Discretionary	345	47	27
DAVITA Inc.	United States	Health Care	246	22	27
Dell Technologies Inc. Class C	United States	Information Technology	601	45	34
Dentsply Sirona Inc.	United States	Health Care	8,598	519	475
Devon Energy Corp.	United States	Energy	1,045	35	10
DexCom Inc.	United States	Health Care	5,066	736	1,943
Diamondback Energy Inc.	United States	Energy	451	65	17
Digital Realty Trust Inc.	United States	Real Estate	956	137	189
Discovery Communications Inc. Class C	United States	Communication Services	3,918	136	98
DISH Network Corp. Class A	United States	Communication Services	682	34	19
DocuSign Inc.	United States	Information Technology	404	35	53
Dollar General Corp.	United States	Consumer Discretionary	726	90	156
Dollar Tree Inc.	United States	Consumer Discretionary	5,496	691	575
Dominion Resources Inc.	United States	Utilities	4,115	391	423



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	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
EQUITIES (cont'd)					
Domino's Pizza Inc.	United States	Consumer Discretionary	772	272	356
DowDuPont Inc.	United States	Materials	2,035	195	99
Duke Realty Corp.	United States	Real Estate	1,037	38	48
Dunkin' Brands Group Inc.	United States	Consumer Discretionary	234	21	18
DXC Technology Co.	United States	Information Technology	719	50	13
E*TRADE Financial Corp.	United States	Financials	558	34	27
East West Bancorp Inc.	United States	Financials	410	27	15
eBay Inc.	United States	Consumer Discretionary	2,191	100	94
Ecolab Inc.	United States	Materials	70	18	16
Edison International	United States	Utilities	16,303	1,396	1,271
Edwards Lifesciences Corp.	United States	Health Care	187	33	50
Elanco Animal Health Inc.	United States	Health Care	1,053	40	34
Electronic Arts Inc.	United States	Communication Services	810	123	115
Eli Lilly and Co.	United States	Health Care	2,385	287	471
Encompass Health Corp.	United States	Health Care	274	26	25
EOG Resources Inc.	United States	Energy	1,638	234	84
Equifax Inc.	United States	Industrials	341	49	58
Equinix Inc.	United States	Real Estate	240	133	213
Equity Lifestyle Properties Inc.	United States	Real Estate	480	43	39
Equity Residential	United States	Real Estate	1,034	88	91
Essential Utilities Inc.	United States	Utilities	10,344	544	599
Essex Property Trust Inc.	United States	Real Estate	187	61	59
The Estée Lauder Companies Inc. Class A	United States	Consumer Staples	624	109	142
Euronet Worldwide Inc.	United States	Information Technology	147	27	18
Everest Re Group Ltd.	United States	Financials	1,607	487	440
Eversource Energy	United States	Utilities	10,993	965	1,224
Exact Sciences Corp.	United States	Health Care	410	35	34
Exelon Corp.	United States	Utilities	7,231	393	379
Expedia Group Inc.	United States	Consumer Discretionary	3,451	533	276
Extra Space Storage Inc.	United States	Real Estate	7,134	856	972
F5 Networks Inc.	United States	Information Technology	124	23	19
Facebook Inc.	United States	Communication Services	5,749	1,251	1,365
FactSet Research Systems Inc.	United States	Financials	44	15	16
Fastenal Co.	United States	Industrials	1,583	67	70
Federal Realty Investment Trust	United States	Real Estate	211	35	22
Fidelity National Information Services Inc.	United States	Information Technology	248	38	43
Fifth Third Bancorp	United States	Financials	2,000	74	42
First American Financial Corp.	United States	Financials	306	22	18
First Republic Bank	United States	Financials	472	60	55
Fiserv Inc.	United States	Information Technology	733	87	99
Five Below Inc.	United States	Consumer Discretionary	154	24	15
FleetCor Technologies Inc.	United States	Information Technology	241	65	64
FLIR Systems Inc.	United States	Information Technology	377	25	17
FMC Corp.	United States	Materials	42	2	5
FNF Group	United States	Financials	744	37	26
Ford Motor Co.	United States	Consumer Discretionary	10,936	122	75
Fortinet Inc.	United States	Information Technology	414	42	60
Fox Corp. Class A	United States	Communication Services	7,405	341	249



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SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
EQUITIES (cont'd)					
Fox Corp. Class B	United States	Communication Services	4,749	216	155
Garmin Ltd.	United States	Consumer Discretionary	414	36	44
Gartner Inc.	United States	Information Technology	245	47	35
GCI Liberty Inc. Class A	United States	Communication Services	271	25	22
General Electric Co.	United States	Industrials	81,692	1,106	923
General Mills Inc.	United States	Consumer Staples	12,181	763	915
General Motors Co.	United States	Consumer Discretionary	3,547	176	105
Genpact Ltd.	United States	Information Technology	532	28	22
Gentex Corp.	United States	Consumer Discretionary	714	19	23
Genuine Parts Co.	United States	Consumer Discretionary	400	50	38
Gilead Sciences Inc.	United States	Health Care	3,564	339	379
GoDaddy Inc.	United States	Information Technology	481	46	39
The Goldman Sachs Group Inc.	United States	Financials	81	21	18
Guidewire Software Inc.	United States	Information Technology	233	31	26
Haemonetics Corp.	United States	Health Care	142	24	20
Halliburton Co.	United States	Energy	2,664	137	26
The Hartford Financial Services Group Inc.	United States	Financials	1,017	68	51
Hasbro Inc.	United States	Consumer Discretionary	1,106	137	113
HCA Holdings Inc.	United States	Health Care	752	104	96
HD Supply Holdings Inc.	United States	Industrials	460	24	19
Healthpeak Properties Inc.	United States	Real Estate	16,105	616	547
HEICO Corp.	United States	Industrials	224	29	20
Henry Schein Inc.	United States	Health Care	410	27	29
The Hershey Co.	United States	Consumer Staples	3,329	523	628
Hexcel Corp.	United States	Industrials	223	20	12
Hilton Inc.	United States	Consumer Discretionary	785	97	76
HollyFrontier Corp.	United States	Energy	417	34	15
Hormel Foods Corp.	United States	Consumer Staples	650	32	43
Host Hotels & Resorts Inc.	United States	Real Estate	2,005	54	32
Howmet Aerospace Inc.	United States	Industrials	1,102	29	25
HP Inc.	United States	Information Technology	2,996	81	74
Humana Inc.	United States	Health Care	1,983	724	886
Huntington Bancshares Inc.	United States	Financials	2,888	55	34
IAA Inc.	United States	Industrials	6,587	393	281
IAC/InterActiveCorp	United States	Communication Services	221	45	56
ICON PLC	United States	Health Care	150	25	29
Incyte Corp.	United States	Health Care	515	51	54
Insulet Corp.	United States	Health Care	377	71	89
Intel Corp.	United States	Information Technology	740	51	57
Intercontinental Exchange Inc.	United States	Financials	1,557	143	179
International Business Machines Corp.	United States	Information Technology	2,352	442	371
International Flavors & Fragrances Inc.	United States	Materials	890	146	129
The Interpublic Group of Companies Inc.	United States	Communication Services	1,090	31	25
Invesco Ltd.	United States	Financials	1,259	29	16
Invitation Homes Inc.	United States	Real Estate	1,354	44	41
Ionis Pharmaceuticals Inc.	United States	Health Care	1,471	115	99
Iron Mountain Inc.	United States	Real Estate	805	36	27
J.B. Hunt Transport Services Inc.	United States	Industrials	238	35	31



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SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
EQUITIES (cont'd)					
J.M. Smucker Co.	United States	Consumer Staples	6,138	873	970
Jack Henry & Associates Inc.	United States	Information Technology	216	44	48
Jazz Pharmaceuticals PLC	United States	Health Care	3,094	542	439
Johnson & Johnson	United States	Health Care	7,428	1,303	1,387
Johnson Controls International PLC	United States	Industrials	2,177	98	84
Jones Lang LaSalle Inc.	United States	Real Estate	145	30	21
JPMorgan Chase & Co.	United States	Financials	1,117	163	143
Juniper Networks Inc.	United States	Information Technology	936	33	25
Kansas City Southern	United States	Industrials	279	40	51
Kellogg Co.	United States	Consumer Staples	6,435	518	549
Keurig Dr Pepper Inc.	United States	Consumer Staples	9,912	365	342
KeyCorp	United States	Financials	2,773	63	41
Kimberly-Clark Corp.	United States	Consumer Staples	1,428	220	260
Kimco Realty Corp.	United States	Real Estate	1,159	25	16
Kinder Morgan Inc.	United States	Energy	5,178	143	103
Kohl's Corp.	United States	Consumer Discretionary	4,320	306	90
The Kraft Heinz Co.	United States	Consumer Staples	35,241	1,514	1,241
The Kroger Co.	United States	Consumer Staples	42,245	1,518	1,812
Laboratory Corp. of America Holdings	United States	Health Care	272	55	49
Lamb Weston Holdings Inc.	United States	Consumer Staples	8,210	759	667
Las Vegas Sands Corp.	United States	Consumer Discretionary	1,048	84	63
Lear Corp.	United States	Consumer Discretionary	170	28	20
Lennar Corp. Class A	United States	Consumer Discretionary	776	42	42
Lennox International Inc.	United States	Industrials	106	36	27
Liberty Broadband Corp.	United States	Communication Services	419	46	66
Liberty Global PLC Series C	United Kingdom	Communication Services	1,175	43	26
Liberty Media Corp. Liberty Formula One Class C	United States	Communication Services	558	34	22
Liberty Media Corp. Liberty SiriusXM	United States	Communication Services	437	25	20
Linde PLC	Ireland	Materials	1,516	384	373
LKQ Corp.	United States	Consumer Discretionary	802	33	23
Lowe's Companies Inc.	United States	Consumer Discretionary	1,999	268	245
Lululemon Athletica Inc.	United States	Consumer Discretionary	1,981	291	534
LyondellBasell Industries NV Class A	United States	Materials	498	62	35
M&T Bank Corp.	United States	Financials	356	78	52
Marathon Oil Corp.	United States	Energy	2,256	52	11
Markel Corp.	United States	Financials	38	55	50
MarketAxess Holdings Inc.	United States	Financials	2,066	570	978
Marsh & McLennan Companies Inc.	United States	Financials	1,296	143	159
Martin Marietta Materials Inc.	United States	Materials	175	51	47
Masco Corp.	United States	Industrials	805	44	40
McCormick & Co. Inc. non-voting	United States	Consumer Staples	631	110	127
McDonald's Corp.	United States	Consumer Discretionary	2,101	442	494
McKesson Corp.	United States	Health Care	508	93	98
Medical Properties Trust Inc.	United States	Real Estate	1,450	40	36
Medtronic PLC	United States	Health Care	3,787	451	486
MercadoLibre Inc.	Argentina	Consumer Discretionary	140	71	97
Merck & Co. Inc.	United States	Health Care	7,197	605	788
MetLife Inc.	United States	Financials	1,271	76	55



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SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
EQUITIES (cont'd)					
Mid-America Apartment Communities Inc.	United States	Real Estate	320	42	47
Middleby Corp.	United States	Industrials	1,224	189	99
Mohawk Industries Inc.	United States	Consumer Discretionary	723	138	78
Molina Healthcare Inc.	United States	Health Care	647	115	129
Molson Coors Brewing Co. Class B	United States	Consumer Staples	764	63	42
Mondelez International Inc.	United States	Consumer Staples	4,276	246	305
MongoDB Inc.	United States	Information Technology	130	22	25
Monster Beverage Corp.	United States	Consumer Staples	1,095	79	88
The Mosaic Co.	United States	Materials	972	27	15
Mylan NV	United States	Health Care	1,452	68	31
Nasdaq Inc.	United States	Financials	322	35	44
National Oilwell Varco Inc.	United States	Energy	2,502	101	35
National Retail Properties Inc.	United States	Real Estate	483	28	22
NetApp Inc.	United States	Information Technology	643	47	38
Netflix Inc.	United States	Communication Services	249	97	133
Neurocrine Biosciences Inc.	United States	Health Care	4,668	553	575
Newell Brands Inc.	United States	Consumer Discretionary	19,813	561	375
Newmont Goldcorp Corp. (USD Shares)	United States	Materials	29,236	1,352	1,885
NextEra Energy Inc.	United States	Utilities	3,217	707	1,102
Nielsen Holdings PLC	United States	Industrials	13,424	454	240
Nike Inc. Class B	United States	Consumer Discretionary	1,167	107	137
NiSource Inc.	United States	Utilities	1,053	37	37
Noble Energy Inc.	United States	Energy	1,336	45	11
Norfolk Southern Corp.	United States	Industrials	165	41	34
NortonLifeLock Inc.	United States	Information Technology	30,376	820	809
Norwegian Cruise Line Holdings Ltd.	United States	Consumer Discretionary	594	42	9
NovoCure Ltd.	United States	Health Care	226	24	22
NVR Inc.	United States	Consumer Discretionary	113	508	413
NXP Semiconductors NV	Netherlands	Information Technology	787	79	93
Occidental Petroleum Corp.	United States	Energy	2,502	226	41
OGE Energy Corp.	United States	Utilities	786	47	34
Okta Inc.	United States	Information Technology	297	44	52
Old Dominion Freight Line Inc.	United States	Industrials	301	46	56
Old Republic International Corp.	United States	Financials	805	22	17
Omega Healthcare Investors Inc.	United States	Real Estate	612	34	23
Omnicom Group Inc.	United States	Communication Services	610	59	48
ONEOK Inc.	United States	Energy	1,162	98	36
Oracle Corp.	United States	Information Technology	1,912	124	132
O'Reilly Automotive Inc.	United States	Consumer Discretionary	210	77	90
Owens Corning Inc.	United States	Industrials	304	25	17
PACCAR Inc.	United States	Industrials	436	40	38
PagSeguro Digital Ltd. Class A	Brazil	Information Technology	2,707	127	74
Palo Alto Networks Inc.	United States	Information Technology	269	65	63
People's United Financial Inc.	United States	Financials	1,244	27	20
PepsiCo Inc.	United States	Consumer Staples	4,035	584	690
Perrigo Co. PLC	United States	Health Care	371	35	25
Pfizer Inc.	United States	Health Care	15,643	809	727
Pinnacle West Capital Corp.	United States	Utilities	317	34	34



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SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
EQUITIES (cont'd)					
Pioneer Natural Resources Co.	United States	Energy	463	101	46
Planet Fitness Inc.	United States	Consumer Discretionary	232	23	16
PNC Financial Services Group Inc.	United States	Financials	1,132	187	154
Pool Corp.	United States	Consumer Discretionary	109	21	31
Post Holdings Inc.	United States	Consumer Staples	185	22	22
PPG Industries Inc.	United States	Materials	667	89	79
PPL Corp.	United States	Utilities	2,044	82	72
The Procter & Gamble Co.	United States	Consumer Staples	6,958	774	1,089
The Progressive Corp.	United States	Financials	1,648	123	173
ProLogis Inc.	United States	Real Estate	1,774	154	203
Proofpoint Inc.	United States	Information Technology	157	26	23
Public Service Enterprise Group Inc.	United States	Utilities	1,384	96	88
Public Storage	United States	Real Estate	4,732	1,373	1,338
PulteGroup Inc.	United States	Consumer Discretionary	720	27	23
PVH Corp.	United States	Consumer Discretionary	207	36	11
Qorvo Inc.	United States	Information Technology	327	33	38
Qualcomm Inc.	United States	Information Technology	7,590	677	731
Quest Diagnostics Inc.	United States	Health Care	378	50	43
Realty Income Corp.	United States	Real Estate	919	69	65
Regency Centers Corp.	United States	Real Estate	468	38	26
Regeneron Pharmaceuticals Inc.	United States	Health Care	232	112	161
Regions Financial Corp.	United States	Financials	2,716	58	35
Reinsurance Group of America Inc.	United States	Financials	176	33	21
Reliance Steel & Aluminum Co.	United States	Materials	272	43	34
RenaissanceRe Holdings Ltd.	Bermuda	Financials	562	124	119
Republic Services Inc.	United States	Industrials	594	59	63
ResMed Inc.	United States	Health Care	403	57	84
RingCentral Inc. Class A	United States	Information Technology	64	14	19
Roku Inc.	United States	Communication Services	5,110	745	636
Ross Stores Inc.	United States	Consumer Discretionary	732	78	91
Royal Caribbean Cruises Ltd.	United States	Consumer Discretionary	90	16	4
Royal Gold Inc.	United States	Materials	3,690	624	461
RPM International Inc.	United States	Materials	362	29	31
Sabre Corp.	United States	Information Technology	764	22	6
Sage Therapeutics Inc.	United States	Health Care	2,854	587	117
Sarepta Therapeutics Inc.	United States	Health Care	1,568	204	218
SBA Communications Corp. Class A	United States	Real Estate	389	83	149
Schlumberger Ltd.	United States	Energy	3,909	332	75
Seagate Technology	United States	Information Technology	649	42	45
Sealed Air Corp.	United States	Materials	434	24	15
Seattle Genetics Inc.	United States	Health Care	338	33	56
Sempra Energy	United States	Utilities	4,984	775	802
Service Corp. International	United States	Consumer Discretionary	502	25	28
The Sherwin-Williams Co.	United States	Materials	234	123	153
Signature Bank	United States	Financials	149	25	17
Simon Property Group Inc.	United States	Real Estate	839	188	66
Sirius XM Holdings Inc.	United States	Communication Services	3,151	26	22
SL Green Realty Corp.	United States	Real Estate	226	29	14



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SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
EQUITIES (cont'd)					
Snap Inc.	United States	Communication Services	54,789	948	927
Snap-On Inc.	United States	Industrials	154	32	24
Southwest Airlines Co.	United States	Industrials	1,331	95	67
Spirit Aerosystems Holdings Inc. Class A	United States	Industrials	290	31	10
Splunk Inc.	United States	Information Technology	433	61	78
Spotify Technology SA	United States	Communication Services	335	55	58
SS&C Technologies Holdings Inc.	United States	Information Technology	618	41	39
Starbucks Corp.	United States	Consumer Discretionary	3,226	238	302
State Street Corp.	United States	Financials	971	85	74
Steel Dynamics Inc.	United States	Materials	579	27	19
Steris PLC	United States	Health Care	238	47	47
Stryker Corp.	United States	Health Care	44	11	10
Sun Communities Inc.	United States	Real Estate	257	51	46
Synchrony Financial	United States	Financials	1,674	66	38
Sysco Corp.	United States	Consumer Staples	1,374	116	89
Take-Two Interactive Software Inc.	United States	Communication Services	315	44	53
Tapestry Inc.	United States	Consumer Discretionary	776	35	14
Targa Resources Corp.	United States	Energy	642	33	6
Target Corp.	United States	Consumer Discretionary	2,188	251	290
Teledyne Technologies Inc.	United States	Industrials	37	17	16
Teleflex Inc.	United States	Health Care	130	46	54
Teradyne Inc.	United States	Information Technology	472	26	36
Tesla Inc.	United States	Consumer Discretionary	3,079	1,199	2,297
The TJX Companies Inc.	United States	Consumer Discretionary	2,959	180	201
Toro Co.	United States	Industrials	298	23	28
Tractor Supply Co.	United States	Consumer Discretionary	334	33	40
The Trade Desk Inc. Class A	United States	Information Technology	404	120	111
The Travelers Companies Inc.	United States	Financials	710	117	100
Truist Financial Corp.	United States	Financials	2,151	136	94
Twitter Inc.	United States	Communication Services	12,673	535	443
Tyler Technologies Inc.	United States	Information Technology	108	30	46
Tyson Foods Inc. Class A	United States	Consumer Staples	6,073	550	500
U.S. Bancorp	United States	Financials	4,038	269	198
UDR Inc.	United States	Real Estate	819	42	43
UGI Corp.	United States	Utilities	1,232	78	47
Ulta Beauty Inc.	United States	Consumer Discretionary	3,195	1,034	799
UnitedHealth Group Inc.	United States	Health Care	2,658	810	943
Universal Display Corp.	United States	Information Technology	122	25	23
Universal Health Services Inc. Class B	United States	Health Care	220	34	31
US Foods Holding Corp.	United States	Consumer Staples	3,028	162	76
Vail Resorts Inc.	United States	Consumer Discretionary	113	33	24
Varian Medical Systems Inc.	United States	Health Care	257	39	38
Ventas Inc.	United States	Real Estate	11,414	925	435
VEREIT Inc.	United States	Real Estate	3,005	31	21
VeriSign Inc.	United States	Information Technology	208	41	53
Verizon Communications Inc.	United States	Communication Services	14,330	989	1,096
VF Corp.	United States	Consumer Discretionary	934	88	72
VICI Properties Inc.	United States	Real Estate	1,303	44	31



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SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
EQUITIES (cont'd)					
Vistra Energy Corp.	United States	Utilities	1,110	36	25
VMware Inc. Class A	United States	Information Technology	219	38	38
Vornado Realty Trust	United States	Real Estate	488	46	25
Vulcan Materials Co.	United States	Materials	374	61	58
W. P. Carey Inc.	United States	Real Estate	571	55	47
W. R. Berkley Corp.	United States	Financials	401	26	30
W.W. Grainger Inc.	United States	Industrials	1,520	579	538
Wabtec Corp.	United States	Industrials	507	53	35
Walgreens Boots Alliance Inc.	United States	Consumer Staples	2,082	191	136
The Walt Disney Co.	United States	Communication Services	5,043	752	693
Waste Management Inc.	United States	Industrials	1,185	132	156
Waters Corp.	United States	Health Care	181	53	47
Wells Fargo & Co.	United States	Financials	10,878	714	444
Welltower Inc.	United States	Real Estate	3,622	334	236
West Pharmaceutical Services Inc.	United States	Health Care	207	27	45
Western Digital Corp.	United States	Information Technology	819	77	49
The Western Union Co.	United States	Information Technology	1,178	29	30
Weyerhaeuser Co.	United States	Real Estate	2,102	87	51
Whirlpool Corp.	United States	Consumer Discretionary	177	34	22
The Williams Companies Inc.	United States	Energy	3,424	124	69
Willis Towers Watson PLC	United States	Financials	361	74	87
Wix.com Ltd.	Israel	Information Technology	141	23	20
Workday Inc. Class A	United States	Information Technology	62	14	11
Wynn Resorts Ltd.	United States	Consumer Discretionary	431	81	37
Xerox Holding Corp.	United States	Information Technology	516	25	14
Xilinx Inc.	United States	Information Technology	710	106	79
Xylem Inc.	United States	Industrials	507	48	47
Yum China Holdings Inc.	China	Consumer Discretionary	8,003	425	486
Yum! Brands Inc.	United States	Consumer Discretionary	854	95	83
Zebra Technologies Corp. Class A	United States	Information Technology	151	41	39
Zimmer Biomet Holdings Inc.	United States	Health Care	582	88	84
Zions Bancorp	United States	Financials	476	31	18
Total equities				89,983	90,544
Transaction costs				(15)	—
Total investments				89,968	90,544
Cash and cash equivalents					31
Other assets less liabilities					76
Total net assets					90,651



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SUMMARY OF INVESTMENT PORTFOLIO

March 31, 2020	
Portfolio Allocation	% of NAV
Equities	99.9
Other assets (liabilities)	0.1

Regional Allocation	
Regional Allocation	% of NAV
United States	98.3
China	0.5
Ireland	0.4
United Kingdom	0.2
Bermuda	0.1
Argentina	0.1
Netherlands	0.1
Other assets (liabilities)	0.1
Brazil	0.1
Israel	0.1

Sector Allocation	
Sector Allocation	% of NAV
Health care	18.1
Consumer staples	17.2
Consumer discretionary	14.6
Communication services	9.5
Utilities	9.1
Financials	7.9
Real estate	7.3
Information technology	6.5
Materials	4.1
Industrials	3.9
Energy	1.7
Other assets (liabilities)	0.1

March 31, 2019	
Portfolio Allocation	% of NAV
Equities	99.7
Cash and short-term investments	0.2
Exchange-traded funds/notes	0.2
Other assets (liabilities)	(0.1)

Regional Allocation	
Regional Allocation	% of NAV
United States	98.6
United Kingdom	0.4
China	0.4
Cash and short-term investments	0.2
Bermuda	0.1
Netherlands	0.1
Ireland	0.1
Argentina	0.1
Israel	0.1
Other assets (liabilities)	(0.1)

Sector Allocation	
Sector Allocation	% of NAV
Consumer discretionary	19.3
Health care	16.4
Consumer staples	12.9
Communication services	8.9
Financials	8.8
Utilities	8.3
Real estate	7.6
Information technology	7.2
Industrials	4.9
Materials	2.8
Energy	2.6
Cash and short-term investments	0.2
Exchange-traded funds/notes	0.2
Other assets (liabilities)	(0.1)



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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 an exchange-traded fund (“the ETF”) is established, ‘period’ represents the period from inception to the period end of that fiscal year. Refer to Note 10 for the formation date of the ETF.

The ETF 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 ETF’s registered office is 180 Queen Street West, Toronto, Ontario, Canada. The ETF is authorized to issue an unlimited number of units for sale under a Prospectus. The units of the ETF are listed on the Toronto Stock Exchange/Aequitas NEO Exchange (“the Exchange”).

Mackenzie Financial Corporation (“Mackenzie”) is the manager of the ETF and is wholly owned by IGM Financial Inc., a subsidiary of Power Corporation of Canada. Investments in companies within the Power Group of companies held by the ETF 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 ETF’s significant accounting policies under IFRS is presented in Note 3.

These financial statements are presented in Canadian dollars, which is the ETF’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 ETF 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 ETF 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 ETF 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 ETF’s redeemable units are held by different types of unitholders that are entitled to different redemption rights. Unitholders may redeem units of the ETF at a redemption price per unit equal to 95% of the closing price of the units on the Exchange on the effective day of the redemption, subject to a maximum redemption price of the applicable NAV per unit. These different redemption features create equally subordinate but not identical units of the ETF which therefore meet the criteria for classification as financial liabilities under IAS 32, *Financial Instruments: Presentation*. The ETF’s obligation for net assets attributable to unitholders is presented at the redemption amount. Refer to Note 7 for details of subscriptions and redemptions of the ETF’s units.

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

NOTES TO FINANCIAL STATEMENTS

3. Significant Accounting Policies (cont'd)

(a) Financial instruments (cont'd)

The ETF 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 ETF invests, do not meet either the definition of a structured entity or the definition of an associate.

(b) Fair value measurement

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

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

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

Cash and cash equivalents which includes cash on deposit with financial institutions and short-term investments that are readily convertible to cash, are subject to an insignificant risk of changes in value, and are used by the ETF 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 ETF 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 ETF 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 ETF's portfolio manager(s), provided that the use of the derivative is consistent with the ETF's investment objectives. Any use of derivatives will comply with Canadian mutual fund laws, subject to the regulatory exemptions granted to the ETF, 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 ETF 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 ETF 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 or realized gains (losses) on sale of investments, as appropriate.

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 10. The value of certain proprietary services provided by brokers cannot be reasonably estimated. Mackenzie may reimburse the ETF for certain commissions and other portfolio transaction costs. Mackenzie may make these reimbursements at its discretion and stop these reimbursements at any time without notice. Any such reimbursements are included in the Statement of Comprehensive Income – expenses absorbed by Manager.

(e) Securities lending, repurchase and reverse repurchase transactions

The ETF is permitted to enter into securities lending, repurchase and reverse repurchase transactions as set out in the ETF's 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 10 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 ETF 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 10 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 ETF.

(g) Foreign currency

The functional and presentation currency of the ETF 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 unitholders per unit

Net assets attributable to unitholders per unit is computed by dividing the net assets attributable to unitholders on a business day by the total number of units outstanding on that day.

(i) Net asset value per unit

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 unitholders (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 10 for the ETF's NAV per unit.

(j) Increase (decrease) in net assets attributable to unitholders from operations per unit

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



NOTES TO FINANCIAL STATEMENTS

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 ETF'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 ETF in future periods.

Use of Estimates

Fair value of securities not quoted in an active market

The ETF 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 ETF.

Use of Judgments

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

In classifying and measuring financial instruments held by the ETF, Mackenzie is required to make significant judgments in order to determine the most appropriate classification in accordance with IFRS 9. Mackenzie has assessed the ETF'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 ETF's financial instruments.

Functional currency

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

Structured entities and associates

In determining whether an unlisted open-ended investment fund or an exchange-traded fund in which the ETF 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 ETF does not have contracts or financing arrangements with these underlying funds and the ETF does not have an ability to influence the activities of these underlying funds or the returns it receives from investing in these underlying funds.

5. Income Taxes

The ETF 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 unitholders as at the end of the taxation year. It is the intention of the ETF to distribute all of its net income and sufficient net realized capital gains so that the ETF will not be subject to income taxes other than foreign withholding taxes, if applicable.

Losses of the ETF cannot be allocated to investors and are retained in the ETF 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 10 for the ETF's loss carryforwards.

NOTES TO FINANCIAL STATEMENTS

6. Management Fees and Operating Expenses

Mackenzie is paid a management fee for managing the investment portfolio, providing investment analysis and recommendations, making investment decisions and making brokerage arrangements relating to the purchase and sale of the investment portfolio. The management fee is calculated as a fixed annual percentage of the daily net asset value of the units of the ETF.

In addition to the applicable management fee, the operating expenses payable by the ETF include interest and borrowing costs, brokerage expenses and related transaction fees, fees and expenses relating to the operation of the Mackenzie ETFs' Independent Review Committee (IRC), fees under any derivative instrument used by the ETF, cost of complying with the regulatory requirement to produce summary documents, ETF facts or other similar disclosure documents, the costs of complying with governmental or regulatory requirements introduced after the date of the most recently filed prospectus, including, without limitation, any new fees or increases in fees, the fees related to external services that are not commonly charged in the Canadian exchange-traded fund industry after the date of the most recently filed prospectus, fees paid to external service providers associated with tax reclaims, refunds or the preparation of foreign tax reports on behalf of the ETFs, fees paid to external legal counsel and/or others in connection with corporate or other actions affecting the portfolio holdings of the ETF, and any applicable taxes, including income, withholding or other taxes and also including G.S.T. or H.S.T. on expenses.

Mackenzie may waive or absorb management fees and operating expenses at its discretion and stop waiving or absorbing such fees at any time without notice. Mackenzie may charge a reduced management fee rate with respect to investments in the ETF by large investors, including other funds managed by Mackenzie or affiliates of Mackenzie. An amount equal to the difference between the fee otherwise chargeable and the reduced fee will be distributed in cash to those unitholders by the ETF as a management fee distribution. Refer to Note 10 for the management fee rates charged to units of the ETF.

7. Units and Unit Transactions

Mackenzie, on behalf of the ETF, has entered into a designated broker agreement with one or more designated brokers pursuant to which the designated broker has agreed to perform certain duties relating to the ETF including, without limitation: (i) to subscribe for a sufficient number of units to satisfy the Exchange's original listing requirements; (ii) to subscribe for units on an ongoing basis in connection with any rebalancing event, as applicable, and when cash redemptions of units occur; and (iii) to post a liquid two-way market for the trading of units on the Exchange. In accordance with the designated broker agreement, Mackenzie may from time to time require the designated broker to subscribe for units of the ETF for cash.

The number of units issued/redeemed for subscription/redemption orders (the "Prescribed Number of Units") is determined by Mackenzie. On any trading day, a designated broker may place a subscription or redemption order for any multiple of the Prescribed Number of Units of the ETF based on the NAV per unit determined on the applicable trading day. A trading day is each day on which the Exchange is opened for business.

Generally, all orders to purchase units directly from an ETF must be placed by a designated broker or a dealer. The ETF reserves the absolute right to reject any subscription order placed by a designated broker or a dealer. No fees will be payable by the ETF to a designated broker or a dealer in connection with the issuance of units. On the issuance of units, an amount may be charged to a designated broker or a dealer to offset the expenses incurred in issuing the units.

For each Prescribed Number of Units issued, a dealer must deliver payment consisting of: (i) a basket of securities and cash equal to the aggregate NAV per unit of the Prescribed Number of Units next determined following the receipt of the subscription order; (ii) cash in an amount equal to the aggregate NAV per unit of the Prescribed Number of Units next determined following the receipt of the subscription order; or (iii) a combination of securities and cash, as determined by Mackenzie, in an amount sufficient so that the value of the securities and cash received is equal to the aggregate NAV per unit of the Prescribed Number of Units next determined following the receipt of the subscription order.

8. ETF's Capital

The capital of the ETF is comprised of the net assets attributable to unitholders. The units outstanding for the ETF as at March 31, 2020 and 2019 and units issued, reinvested and redeemed for the periods are presented in the Statement of Changes in Financial Position. Mackenzie manages the capital of the ETF in accordance with the investment objectives as discussed in Note 10.

9. Financial Instruments Risk

i. Risk exposure and management

The ETF's investment activities expose it to a variety of financial risks, as defined in IFRS 7 *Financial Instruments: Disclosures* ("IFRS 7"). The ETF'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.

NOTES TO FINANCIAL STATEMENTS

9. Financial Instruments Risk (cont'd)

i. Risk exposure and management (cont'd)

Mackenzie seeks to minimize potential adverse effects of financial risks on the ETF's performance by employing professional, experienced portfolio advisors, by monitoring the ETF's positions and market events daily, by diversifying the investment portfolio within the constraints of the ETF'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 ETF's investment activities and monitors compliance with the ETF's stated investment strategy, internal guidelines, and securities regulations.

ii. Liquidity risk

Liquidity risk arises when the ETF encounters difficulty in meeting its financial obligations as they come due. The ETF is exposed to liquidity risk due to potential daily cash redemptions of redeemable units. In accordance with securities regulations, the ETF must maintain at least 90% of its assets in liquid investments (i.e., investments that can be readily sold). The ETF also has the ability to borrow up to 5% of its net assets for the purposes of funding redemptions and an additional 5% of its net assets for the purpose of funding distributions paid to its investors.

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 ETF's reporting currency, fluctuates due to changes in exchange rates. Note 10 summarizes the ETF'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 ETF to significant amounts of interest rate risk. Note 10 summarizes the ETF'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 ETF 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 ETF. This risk is mitigated by ensuring that the ETF 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 10 summarizes the ETF'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 ETF. Note 10 summarizes the ETF'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 ETF 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 ETFs

The ETF may invest in underlying ETFs 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 ETFs. Note 10 summarizes the ETF's exposure, if applicable and significant, to these risks from underlying ETF.

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NOTES TO FINANCIAL STATEMENTS

10. ETF Specific Information *(in '000s, except for (a))*

(a) ETF Formation and Series Information

Date of Formation June 3, 2016

The ETF may issue an unlimited number of units. The number of issued and outstanding units is disclosed in the Statements of Changes in Financial Position.

Series E units were listed on the TSX under the symbol MUS on June 21, 2016. The closing market price, or the midpoint of the bid and ask prices in the absence of a closing market price, at March 31, 2020 was \$24.86 (2019 – \$26.65).

The management fee rate for Series E units is 0.45%.

As at March 31, 2020, there were no differences between the ETF's NAV per unit (2019 – \$26.65) and its Net Assets per unit calculated in accordance with IFRS (2019 – \$26.65).

(b) Investments by Mackenzie and Affiliates

As at March 31, 2020, other funds managed by Mackenzie had an investment of \$42,884 (2019 – \$72,242) in the ETF.

(c) Loss Carryforwards

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

(d) Securities Lending

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

	March 31, 2020	March 31, 2019
	(\$)	(\$)
Value of securities loaned	7,318	13,168
Value of collateral received	7,706	13,949

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

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

	2020		2019	
	(\$)	(%)	(\$)	(%)
Gross securities lending income	14	100.0	10	100.0
Tax withheld	–	–	–	–
	14	100.0	10	100.0
Payments to Securities Lending Agent	(3)	(21.4)	(2)	(20.0)
Securities lending income	11	78.6	8	80.0

(e) Offsetting of Financial Assets and Liabilities

As at March 31, 2020 and 2019, there were no amounts subject to offsetting.

(f) Risks Associated with Financial Instruments

i. Risk exposure and management

The ETF seeks to replicate, to the extent reasonably possible and before fees and expenses, the performance of the TOBAM Maximum Diversification USA Index, or any successor thereto. It invests primarily in U.S. equity securities.



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

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

ii. Currency risk

The table below indicates currencies to which the ETF 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 ETF to significant currency risk.

March 31, 2020				
Currency	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	90,544	36	–	90,580
Total	90,544	36	–	90,580
% of Net Assets	99.9	–	–	99.9

March 31, 2019				
Currency	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	146,412	3	–	146,415
Total	146,412	3	–	146,415
% of Net Assets	99.9	–	–	99.9

* 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 \$4,529 or 5.0% of total net assets (2019 – \$7,321 or 5.0%). In practice, the actual trading results may differ and the difference could be material.

iii. Interest rate risk

As at March 31, 2020 and 2019, the ETF did not have a significant exposure to interest rate risk.

iv. Other price risk

The ETF's most significant exposure to price risk arises from its investment in equity securities and exchange-traded funds/notes. 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 \$9,054 or 10.0% of total net assets (2019 – \$14,641 or 10.0%). In practice, the actual trading results may differ and the difference could be material.

v. Credit risk

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



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

(g) Fair Value Classification

The table below summarizes the fair value of the ETF'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 (\$)
Equities	90,544	–	–	90,544	146,188	–	–	146,188
Exchange-traded funds/notes	–	–	–	–	224	–	–	224
Total	90,544	–	–	90,544	146,412	–	–	146,412

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

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



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