

MACKENZIE US INVESTMENT GRADE CORPORATE BOND INDEX ETF (CAD-HEDGED)

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

TRADITIONAL FIXED INCOME 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 US Investment Grade Corporate Bond Index ETF (CAD-Hedged) (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 US Investment Grade Corporate Bond Index ETF (CAD-Hedged) (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.

MACKENZIE US INVESTMENT GRADE CORPORATE BOND INDEX ETF (CAD-HEDGED)

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

TRADITIONAL FIXED INCOME INDEX ETF

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



MACKENZIE
Investments

MACKENZIE US INVESTMENT GRADE CORPORATE BOND INDEX ETF (CAD-HEDGED)

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

TRADITIONAL FIXED INCOME INDEX ETF

STATEMENTS OF FINANCIAL POSITION

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

	2020	2019
	\$	\$
ASSETS		
Current assets		
Investments at fair value	532,274	278,668
Cash and cash equivalents	3,143	267
Accrued interest receivable	4,871	2,563
Accounts receivable for investments sold	32,132	16,900
Accounts receivable for units issued	–	–
Unrealized gains on derivative contracts	8,268	50
Total assets	580,688	298,448
LIABILITIES		
Current liabilities		
Accounts payable for investments purchased	1,408	12,153
Accounts payable for units redeemed	–	–
Due to manager	87	68
Unrealized losses on derivative contracts	34,637	4,725
Total liabilities	36,132	16,946
Net assets attributable to unitholders	544,556	281,502
Net assets attributable to unitholders per series (note 3)		
Series E	544,556	281,502
Net assets attributable to unitholders per unit (note 3)		
Series E	101.22	98.43

STATEMENTS OF COMPREHENSIVE INCOME

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

	2020	2019
	\$	\$
Income		
Interest income	12,786	7,730
Other changes in fair value of investments and other net assets		
Net realized gain (loss)	(1,505)	(501)
Net unrealized gain (loss)	(4,888)	6,423
Securities lending income	2	–
Other	489	298
Total income (loss)	6,884	13,950
Expenses (note 6)		
Management fees	725	541
Management fee rebates	(704)	(509)
Interest charges	–	7
Commissions and other portfolio transaction costs	33	8
Independent Review Committee fees	1	1
Other	1	–
Expenses before amounts absorbed by Manager	56	48
Expenses absorbed by Manager	–	2
Net expenses	56	46
Increase (decrease) in net assets attributable to unitholders from operations before tax	6,828	13,904
Foreign withholding taxes	–	–
Foreign income taxes paid (recovered)	–	–
Increase (decrease) in net assets attributable to unitholders from operations	6,828	13,904
Increase (decrease) in net assets attributable to unitholders from operations per series		
Series E	6,828	13,904
Increase (decrease) in net assets attributable to unitholders from operations per unit		
Series E	2.05	6.84

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



MACKENZIE
Investments

MACKENZIE US INVESTMENT GRADE CORPORATE BOND INDEX ETF (CAD-HEDGED)

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

TRADITIONAL FIXED INCOME INDEX ETF

STATEMENTS OF CHANGES IN FINANCIAL POSITION

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

	2020	2019
	<u>Series E</u>	
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	\$	
Beginning of period	281,502	147,508
Increase (decrease) in net assets from operations	6,828	13,904
Distributions paid to unitholders:		
Investment income	(10,397)	(7,962)
Capital gains	-	-
Management fee rebates	(704)	(509)
Total distributions paid to unitholders	<u>(11,101)</u>	<u>(8,471)</u>
Unit transactions:		
Proceeds from units issued	329,409	196,041
Reinvested distributions	-	49
Payments on redemption of units	(62,082)	(67,529)
Total unit transactions	<u>267,327</u>	<u>128,561</u>
Total increase (decrease) in net assets	<u>263,054</u>	<u>133,994</u>
End of period	<u>544,556</u>	<u>281,502</u>
Increase (decrease) in units (note 7):	Units	
Units outstanding – beginning of period	2,860	1,500
Issued	3,120	2,060
Reinvested distributions	-	-
Redeemed	(600)	(700)
Units outstanding – end of period	<u>5,380</u>	<u>2,860</u>

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



MACKENZIE
Investments

MACKENZIE US INVESTMENT GRADE CORPORATE BOND INDEX ETF (CAD-HEDGED)

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

TRADITIONAL FIXED INCOME INDEX ETF

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	6,828	13,904
Adjustments for:		
Net realized loss (gain) on investments	(11,576)	(2,564)
Change in net unrealized loss (gain) on investments	4,888	(6,423)
Purchase of investments	(450,021)	(268,679)
Proceeds from sale and maturity of investments	198,913	151,200
Change in accrued interest receivable	(2,308)	(1,291)
Change in due to manager	19	31
Net cash from operating activities	(253,257)	(113,822)
Cash flows from financing activities		
Proceeds from units issued	329,409	188,820
Payments on redemption of units	(62,082)	(67,529)
Distributions paid net of reinvestments	(11,101)	(8,422)
Net cash from financing activities	256,226	112,869
Net increase (decrease) in cash and cash equivalents	2,969	(953)
Cash and cash equivalents at beginning of period	267	1,192
Effect of exchange rate fluctuations on cash and cash equivalents	(93)	28
Cash and cash equivalents at end of period	3,143	267
Cash	3,143	267
Cash equivalents	–	–
Cash and cash equivalents at end of period	3,143	267
Supplementary disclosures on cash flow from operating activities:		
Dividends received	–	–
Foreign taxes paid	–	–
Interest received	10,478	6,439
Interest paid	–	7

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



MACKENZIE
Investments

MACKENZIE US INVESTMENT GRADE CORPORATE BOND INDEX ETF (CAD-HEDGED)

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

TRADITIONAL FIXED INCOME INDEX ETF

SCHEDULE OF INVESTMENTS

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS					
Abbott Laboratories 3.75% 11-30-2026	United States	Corporate - Non Convertible	USD 89,000	111	140
Abbott Laboratories 4.75% 11-30-2036 Callable 2036	United States	Corporate - Non Convertible	USD 648,000	1,101	1,165
Abbott Laboratories 4.90% 11-30-2046	United States	Corporate - Non Convertible	USD 860,000	1,349	1,658
AbbVie Inc. 2.30% 05-14-2021	United States	Corporate - Non Convertible	USD 122,000	149	172
AbbVie Inc. 2.90% 11-06-2022	United States	Corporate - Non Convertible	USD 1,815,000	2,469	2,586
AbbVie Inc. 3.60% 05-14-2025 Callable 2025	United States	Corporate - Non Convertible	USD 220,000	307	325
AbbVie Inc. 3.20% 05-14-2026	United States	Corporate - Non Convertible	USD 83,000	101	116
AbbVie Inc. 4.25% 11-14-2028 Callable 2028	United States	Corporate - Non Convertible	USD 1,389,000	1,899	2,081
AbbVie Inc. 4.50% 05-14-2035	United States	Corporate - Non Convertible	USD 1,154,000	1,751	1,848
AbbVie Inc. 4.40% 11-06-2042	United States	Corporate - Non Convertible	USD 91,000	118	143
AbbVie Inc. 4.45% 05-14-2046	United States	Corporate - Non Convertible	USD 936,000	1,113	1,405
AbbVie Inc. 4.88% 11-14-2048 Callable 2048	United States	Corporate - Non Convertible	USD 199,000	302	326
Alibaba Group Holding Ltd. 3.60% 11-28-2024 Callable 2024 144A	China	Corporate - Non Convertible	USD 560,000	725	833
Alibaba Group Holding Ltd. 3.40% 12-06-2027 Callable 2027	China	Corporate - Non Convertible	USD 870,000	1,142	1,286
Allergan Funding SCS 3.45% 03-15-2022	United States	Corporate - Non Convertible	USD 833,000	1,116	1,218
Allergan Funding SCS 3.80% 03-15-2025	United States	Corporate - Non Convertible	USD 2,396,000	3,273	3,458
Allergan Funding SCS 4.55% 03-15-2035	United States	Corporate - Non Convertible	USD 96,000	122	149
Allergan PLC 3.25% 10-01-2022	United States	Corporate - Non Convertible	USD 40,000	49	57
Altria Group Inc. 4.00% 01-31-2024	United States	Corporate - Non Convertible	USD 900,000	1,247	1,307
Altria Group Inc. 4.80% 02-14-2029 Callable 2028	United States	Corporate - Non Convertible	USD 265,000	348	389
Altria Group Inc. 5.80% 02-14-2039 Callable 2038	United States	Corporate - Non Convertible	USD 594,000	957	918
Altria Group Inc. 5.38% 01-31-2044	United States	Corporate - Non Convertible	USD 706,000	879	1,106
Amazon.com Inc. 2.80% 08-22-2024 Callable 2024	United States	Corporate - Non Convertible	USD 772,000	1,096	1,156
Amazon.com Inc. 3.15% 08-22-2027 Callable 2027	United States	Corporate - Non Convertible	USD 1,300,000	1,845	2,006
Amazon.com Inc. 3.88% 08-22-2037 Callable 2037	United States	Corporate - Non Convertible	USD 843,000	1,190	1,423
Amazon.com Inc. 4.95% 12-05-2044 Callable 2044	United States	Corporate - Non Convertible	USD 606,000	1,134	1,208
Amazon.com Inc. 4.05% 08-22-2047 Callable	United States	Corporate - Non Convertible	USD 1,146,000	1,769	2,111
Amazon.com Inc. 4.25% 08-22-2057 Callable 2057	United States	Corporate - Non Convertible	USD 480,000	861	924
American Express Co. 2.50% 08-01-2022 Callable 2022	United States	Corporate - Non Convertible	USD 110,000	141	156
American International Group Inc. 4.50% 07-16-2044	United States	Corporate - Non Convertible	USD 513,000	695	735
American Tower Corp. 3.80% 08-15-2029 Callable 2029	United States	Corporate - Non Convertible	USD 406,000	574	582
Amgen Inc. 4.40% 05-01-2045 Callable 2044	United States	Corporate - Non Convertible	USD 330,000	435	548
Amgen Inc. 4.66% 06-15-2051 Callable	United States	Corporate - Non Convertible	USD 884,000	1,397	1,571
Anheuser-Busch Cos LLC 3.65% 02-01-2026 Callable 2025	Belgium	Corporate - Non Convertible	USD 257,000	356	380
Anheuser-Busch Cos. LLC 4.00% 04-13-2028 Callable 2028	Belgium	Corporate - Non Convertible	USD 2,581,000	3,341	3,837
Anheuser-Busch Cos. LLC 4.70% 02-01-2036 Callable 2035	Belgium	Corporate - Non Convertible	USD 200,000	309	296
Anheuser-Busch Cos. LLC 4.90% 02-01-2046 Callable 2045	Belgium	Corporate - Non Convertible	USD 4,097,000	6,523	6,309
Anheuser-Busch InBev Finance Inc. 3.30% 02-01-2023 Callable 2022	Belgium	Corporate - Non Convertible	USD 846,000	1,171	1,227
Anheuser-Busch InBev Worldwide Inc. 4.60% 04-15-2048 Callable 2047	Belgium	Corporate - Non Convertible	USD 445,000	536	666
Anheuser-Busch InBev Worldwide Inc. 5.55% 01-23-2049 Callable 2048	Belgium	Corporate - Non Convertible	USD 570,000	991	946
Anheuser-Busch InBev Worldwide Inc. 5.80% 01-23-2059 Callable 2058	Belgium	Corporate - Non Convertible	USD 381,000	683	658
Apple Inc. 3.45% 05-06-2024	United States	Corporate - Non Convertible	USD 442,000	611	673
Apple Inc. 3.25% 02-23-2026	United States	Corporate - Non Convertible	USD 1,390,000	1,952	2,128
Apple Inc. 3.35% 02-09-2027 Callable 2026	United States	Corporate - Non Convertible	USD 1,955,000	2,812	3,006



MACKENZIE
Investments

MACKENZIE US INVESTMENT GRADE CORPORATE BOND INDEX ETF (CAD-HEDGED)

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

TRADITIONAL FIXED INCOME INDEX ETF

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Apple Inc. 3.85% 05-04-2043	United States	Corporate - Non Convertible	USD 363,000	533	610
Apple Inc. 4.65% 02-23-2046	United States	Corporate - Non Convertible	USD 340,000	528	637
AstraZeneca PLC 6.45% 09-15-2037	United Kingdom	Corporate - Non Convertible	USD 319,000	526	639
AT&T Inc. 2.80% 02-17-2021 Callable 2021	United States	Corporate - Non Convertible	USD 423,000	564	598
AT&T Inc. 3.00% 02-15-2022	United States	Corporate - Non Convertible	USD 290,000	375	412
AT&T Inc. 3.20% 03-01-2022 Callable 2022	United States	Corporate - Non Convertible	USD 4,080,000	5,550	5,826
AT&T Inc. 3.60% 02-17-2023 Callable 2022	United States	Corporate - Non Convertible	USD 540,000	698	782
AT&T Inc. 3.40% 05-15-2025 Callable 2025	United States	Corporate - Non Convertible	USD 128,000	154	188
AT&T Inc.	United States	Corporate - Non Convertible	USD 126,000	160	188
AT&T Inc. 4.30% 02-15-2030	United States	Corporate - Non Convertible	USD 2,085,000	2,810	3,157
AT&T Inc. 4.50% 05-15-2035	United States	Corporate - Non Convertible	USD 618,000	755	930
AT&T Inc. 5.25% 03-01-2037	United States	Corporate - Non Convertible	USD 240,000	313	395
AT&T Inc. 4.90% 08-15-2037	United States	Corporate - Non Convertible	USD 66,000	82	104
AT&T Inc. 5.35% 09-01-2040	United States	Corporate - Non Convertible	USD 302,000	475	492
AT&T Inc. 4.30% 12-15-2042 Callable 2042	United States	Corporate - Non Convertible	USD 1,228,000	1,451	1,833
AT&T Inc. 4.75% 05-15-2046	United States	Corporate - Non Convertible	USD 798,000	1,203	1,248
AT&T Inc. 5.45% 03-01-2047	United States	Corporate - Non Convertible	USD 372,000	493	630
AT&T Inc. 4.50% 03-09-2048	United States	Corporate - Non Convertible	USD 1,989,000	2,973	3,046
AT&T Inc. 4.55% 03-09-2049	United States	Corporate - Non Convertible	USD 1,406,000	1,994	2,137
AT&T Inc. 5.15% 02-14-2050 Callable 2049	United States	Corporate - Non Convertible	USD 491,000	617	828
B.A.T Capital Corp. 2.76% 08-15-2022 Callable 2022	United Kingdom	Corporate - Non Convertible	USD 551,000	730	763
B.A.T Capital Corp. 3.22% 08-15-2024 Callable 2024	United Kingdom	Corporate - Non Convertible	USD 377,000	496	512
B.A.T Capital Corp. 4.39% 08-15-2037 Callable 2037	United Kingdom	Corporate - Non Convertible	USD 26,000	29	34
B.A.T Capital Corp. 4.54% 08-15-2047 Callable 2047	United Kingdom	Corporate - Non Convertible	USD 519,000	599	668
B.A.T Capital Corp. 3.56% 08-15-2027 Callable 2027	United Kingdom	Corporate - Non Convertible	USD 355,000	467	472
Banco Santander SA 2.71% 06-27-2024	Spain	Corporate - Non Convertible	USD 200,000	272	277
Bank of America Corp. 2.37% 07-21-2021	United States	Corporate - Non Convertible	USD 79,000	103	111
Bank of America Corp. F/R 12-20-2023 Callable 2022	United States	Corporate - Non Convertible	USD 4,769,000	6,511	6,858
Bank of America Corp. F/R 03-05-2024 Callable 2023	United States	Corporate - Non Convertible	USD 2,495,000	3,268	3,657
Bank of America Corp. 4.00% 04-01-2024	United States	Corporate - Non Convertible	USD 1,038,000	1,350	1,551
Bank of America Corp. F/R 07-23-2024 Callable 2023	United States	Corporate - Non Convertible	USD 170,000	218	251
Bank of America Corp. 4.20% 08-26-2024	United States	Corporate - Non Convertible	USD 338,000	435	507
Bank of America Corp. 3.95% 04-21-2025	United States	Corporate - Non Convertible	USD 450,000	565	667
Bank of America Corp. 4.45% 03-03-2026	United States	Corporate - Non Convertible	USD 1,126,000	1,505	1,710
Bank of America Corp. 3.25% 10-21-2027	United States	Corporate - Non Convertible	USD 803,000	991	1,160
Bank of America Corp. F/R 12-20-2028 Callable 2027	United States	Corporate - Non Convertible	USD 4,241,000	6,037	6,170
Bank of America Corp. F/R 07-23-2029 Callable 2028	United States	Corporate - Non Convertible	USD 781,000	1,202	1,190
Bank of America Corp. F/R 02-07-2030 Callable 2029	United States	Corporate - Non Convertible	USD 200,000	291	304
Bank of America Corp. 4.24% 04-24-2038	United States	Corporate - Non Convertible	USD 765,000	956	1,242
Bank of America Corp. 5.00% 01-21-2044	United States	Corporate - Non Convertible	USD 574,000	967	1,030
Bank of America Corp. 4.44% 01-20-2048	United States	Corporate - Non Convertible	USD 268,000	431	424
Bank of America Corp. 4.33% 03-15-2050 Callable 2049	United States	Corporate - Non Convertible	USD 1,017,000	1,679	1,695
Bank of America Corp F/R 04-23-2027 Callable 2026	United States	Corporate - Non Convertible	USD 528,000	723	779
The Bank of Nova Scotia 1.88% 04-26-2021	Canada	Corporate - Non Convertible	USD 135,000	175	190
Barclays PLC 3.68% 01-10-2023	United Kingdom	Corporate - Non Convertible	USD 1,291,000	1,719	1,823
Barclays PLC F/R 02-15-2023 Callable 2022	United Kingdom	Corporate - Non Convertible	USD 1,088,000	1,506	1,550
Barclays PLC F/R 05-07-2025 Callable 2024	United Kingdom	Corporate - Non Convertible	USD 399,000	554	540
Barclays PLC 4.38% 01-12-2026	United Kingdom	Corporate - Non Convertible	USD 232,000	338	333
Barclays PLC F/R 05-16-2029 Callable 2028	United Kingdom	Corporate - Non Convertible	USD 224,000	329	338



MACKENZIE
Investments

MACKENZIE US INVESTMENT GRADE CORPORATE BOND INDEX ETF (CAD-HEDGED)

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

TRADITIONAL FIXED INCOME INDEX ETF

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Barclays PLC 4.95% 01-10-2047	United Kingdom	Corporate - Non Convertible	USD 234,000	309	362
Berkshire Hathaway Energy Co. 6.13% 04-01-2036	United States	Corporate - Non Convertible	USD 614,000	1,081	1,142
Berkshire Hathaway Inc. 3.13% 03-15-2026	United States	Corporate - Non Convertible	USD 218,000	295	329
Berkshire Hathaway Inc. 4.50% 02-11-2043	United States	Corporate - Non Convertible	USD 250,000	344	436
BHP Billiton Ltd. 5.00% 09-30-2043	Australia	Corporate - Non Convertible	USD 959,000	1,500	1,750
BlackRock Inc. 3.25% 04-30-2029 Callable 2029	United States	Corporate - Non Convertible	USD 891,000	1,291	1,317
BPCE SA 4.00% 04-15-2024	France	Corporate - Non Convertible	USD 258,000	369	377
Bristol-Myers Squibb Co. 3.88% 08-15-2025	United States	Corporate - Non Convertible	USD 127,000	160	194
British American Tobacco PLC 4.45% 06-12-2025	United Kingdom	Corporate - Non Convertible	USD 1,719,000	2,478	2,438
British American Tobacco PLC 5.85% 08-15-2045	United Kingdom	Corporate - Non Convertible	USD 1,034,000	1,604	1,570
Broadcom Corp. 3.63% 01-15-2024 Callable 2023	United States	Corporate - Non Convertible	USD 864,000	1,081	1,197
Broadcom Corp. 3.88% 01-15-2027 Callable 2027	United States	Corporate - Non Convertible	USD 1,118,000	1,437	1,507
Broadcom Inc. 3.00% 01-15-2022 Callable 2021	United States	Corporate - Non Convertible	USD 2,290,000	3,079	3,189
BT Group PLC 9.13% 12-15-2030	United Kingdom	Corporate - Non Convertible	USD 803,000	1,634	1,769
Capital One Financial Corp. 2.50% 05-12-2020	United States	Corporate - Non Convertible	USD 39,000	48	55
Capital One Financial Corp. 3.30% 10-30-2024 Callable 2024	United States	Corporate - Non Convertible	USD 434,000	536	598
Capital One Financial Corp. 4.20% 10-29-2025	United States	Corporate - Non Convertible	USD 889,000	1,287	1,239
Caterpillar Inc. 3.80% 08-15-2042	United States	Corporate - Non Convertible	USD 665,000	1,002	1,030
Chevron Corp. 2.10% 05-16-2021 Callable 2021	United States	Corporate - Non Convertible	USD 30,000	37	42
Chevron Corp. 2.36% 12-05-2022	United States	Corporate - Non Convertible	USD 248,000	319	354
Chevron Corp. 2.95% 05-16-2026	United States	Corporate - Non Convertible	USD 137,000	176	200
Cigna Corp. 3.75% 07-15-2023 Callable 2023	United States	Corporate - Non Convertible	USD 1,000,000	1,377	1,450
Cigna Corp. 4.38% 10-15-2028 Callable 2028	United States	Corporate - Non Convertible	USD 1,427,000	2,133	2,160
Cigna Corp. 4.80% 08-15-2038 Callable 2038	United States	Corporate - Non Convertible	USD 781,000	1,221	1,241
Cigna Corp. 4.90% 12-15-2048 Callable 2048	United States	Corporate - Non Convertible	USD 700,000	1,068	1,188
Cisco Systems Inc. 2.45% 06-15-2020	United States	Corporate - Non Convertible	USD 28,000	36	39
Cisco Systems Inc. 5.90% 02-15-2039	United States	Corporate - Non Convertible	USD 547,000	1,054	1,109
Citigroup Inc. 2.90% 12-08-2021	United States	Corporate - Non Convertible	USD 378,000	505	536
Citigroup Inc. 2.88% 07-24-2023	United States	Corporate - Non Convertible	USD 3,646,000	4,931	5,177
Citigroup Inc. 4.40% 06-10-2025	United States	Corporate - Non Convertible	USD 294,000	378	433
Citigroup Inc. 3.20% 10-21-2026	United States	Corporate - Non Convertible	USD 1,183,000	1,460	1,728
Citigroup Inc. 4.45% 09-29-2027	United States	Corporate - Non Convertible	USD 180,000	232	265
Citigroup Inc. 3.89% 01-10-2028 Callable 2027	United States	Corporate - Non Convertible	USD 3,250,000	4,453	4,714
Citigroup Inc. 3.67% 07-24-2028 Callable 2027	United States	Corporate - Non Convertible	USD 372,000	459	543
Citigroup Inc. 4.13% 07-25-2028	United States	Corporate - Non Convertible	USD 411,000	514	593
Citigroup Inc. 4.65% 07-23-2048 Callable 2048	United States	Corporate - Non Convertible	USD 1,324,000	2,290	2,249
CNOOC Finance (2013) Ltd. 3.00% 05-09-2023	China	Corporate - Non Convertible	USD 782,000	1,046	1,124
CNOOC Ltd. 4.25% 04-30-2024	Canada	Corporate - Non Convertible	USD 470,000	673	708
Comcast Corp. 3.70% 04-15-2024 Callable 2024	United States	Corporate - Non Convertible	USD 900,000	1,190	1,362
Comcast Corp. 4.15% 10-15-2028	United States	Corporate - Non Convertible	USD 2,547,000	3,875	4,033
Comcast Corp. 4.25% 01-15-2033	United States	Corporate - Non Convertible	USD 876,000	1,180	1,443
Comcast Corp. 4.60% 10-15-2038 Callable 2038	United States	Corporate - Non Convertible	USD 119,000	186	206
Comcast Corp. 4.60% 08-15-2045	United States	Corporate - Non Convertible	USD 536,000	856	964
Comcast Corp. 4.70% 10-15-2048 Callable 2048	United States	Corporate - Non Convertible	USD 519,000	677	950
Comcast Corp. 4.05% 11-01-2052	United States	Corporate - Non Convertible	USD 53,000	65	89
Comcast Corp. 4.95% 10-15-2058 Callable 2058	United States	Corporate - Non Convertible	USD 1,234,000	2,107	2,360
Commonwealth Bank of Australia 5.15% 04-09-2020	Australia	Corporate - Non Convertible	650,000	650	650
ConocoPhillips 6.50% 02-01-2039	United States	Corporate - Non Convertible	USD 593,000	1,092	1,046



MACKENZIE
Investments

MACKENZIE US INVESTMENT GRADE CORPORATE BOND INDEX ETF (CAD-HEDGED)

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

TRADITIONAL FIXED INCOME INDEX ETF

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Cooperatieve Rabobank UA 3.88% 02-08-2022	Netherlands	Corporate - Non Convertible	USD 798,000	1,086	1,161
Cooperatieve Rabobank UA 5.25% 05-24-2041	Netherlands	Corporate - Non Convertible	USD 500,000	911	932
Credit Suisse Group AG 3.00% 10-29-2021	Switzerland	Corporate - Non Convertible	USD 500,000	662	712
Credit Suisse Group AG 3.80% 09-15-2022	Switzerland	Corporate - Non Convertible	USD 857,000	1,188	1,224
Credit Suisse Group AG 3.80% 06-09-2023	Switzerland	Corporate - Non Convertible	USD 195,000	251	278
Credit Suisse Group AG 3.63% 09-09-2024	Switzerland	Corporate - Non Convertible	USD 868,000	1,103	1,292
Credit Suisse Group AG 3.75% 03-26-2025	Switzerland	Corporate - Non Convertible	USD 411,000	550	572
Credit Suisse Group AG 4.55% 04-17-2026	Switzerland	Corporate - Non Convertible	USD 310,000	447	458
Crown Castle International Corp. 5.25% 01-15-2023	United States	Corporate - Non Convertible	USD 348,000	504	511
CVS Health Corp. 2.13% 06-01-2021 Callable 2021	United States	Corporate - Non Convertible	USD 349,000	457	492
CVS Health Corp. 3.50% 07-20-2022 Callable 2022	United States	Corporate - Non Convertible	USD 1,271,000	1,674	1,837
CVS Health Corp. 4.10% 03-25-2025 Callable 2023	United States	Corporate - Non Convertible	USD 1,358,000	1,849	2,025
CVS Health Corp. 2.88% 06-01-2026 Callable 2026	United States	Corporate - Non Convertible	USD 432,000	524	616
CVS Health Corp. 4.30% 03-25-2028 Callable 2027	United States	Corporate - Non Convertible	USD 3,824,000	5,610	5,768
CVS Health Corp. 4.78% 03-25-2038 Callable 2037	United States	Corporate - Non Convertible	USD 701,000	917	1,095
CVS Health Corp. 5.13% 07-20-2045	United States	Corporate - Non Convertible	USD 693,000	917	1,127
CVS Health Corp. 5.05% 03-25-2048 Callable 2047	United States	Corporate - Non Convertible	USD 2,072,000	3,156	3,345
Daimler AG 8.50% 01-18-2031	Germany	Corporate - Non Convertible	USD 153,000	307	291
Deere & Co. 3.90% 06-09-2042 Callable 2041	United States	Corporate - Non Convertible	USD 494,000	658	767
Dell Technologies Inc. 2.95% 08-21-2022	United States	Corporate - Non Convertible	USD 265,000	360	371
Deutsche Bank AG of New York 4.25% 10-14-2021	Germany	Corporate - Non Convertible	USD 1,703,000	2,317	2,293
Deutsche Bank AG 3.70% 05-30-2024 (*)	Germany	Corporate - Non Convertible	USD 350,000	435	467
Deutsche Bank AG 3.70% 05-30-2024	Germany	Corporate - Non Convertible	USD 117,000	142	149
Deutsche Telekom AG 8.75% 06-15-2030	Germany	Corporate - Non Convertible	USD 1,014,000	1,966	1,930
Diamond 1 Finance Corp. 6.02% 06-15-2026 Callable 2026 144A	United States	Corporate - Non Convertible	USD 29,000	41	42
Discovery Communications Inc. 3.95% 03-20-2028	United States	Corporate - Non Convertible	USD 444,000	539	614
DowDuPont Inc. 4.21% 11-15-2023 Callable 2023	United States	Corporate - Non Convertible	USD 1,217,000	1,666	1,807
DuPont de Nemours Inc. 5.42% 11-15-2048 Callable 2048	United States	Corporate - Non Convertible	USD 391,000	641	608
Ecopetrol SA 5.88% 09-18-2023	Colombia	Corporate - Non Convertible	USD 709,000	1,043	997
Ecopetrol SA 5.88% 05-28-2045	Colombia	Corporate - Non Convertible	USD 687,000	1,026	867
Eli Lilly and Co. 3.95% 03-15-2049 Callable 2048	United States	Corporate - Non Convertible	USD 500,000	687	891
Energy Transfer Operating LP 5.25% 04-15-2029 Callable 2029	United States	Corporate - Non Convertible	USD 976,000	1,455	1,141
Energy Transfer Operating LP 5.00% 05-15-2050 Callable 2049	United States	Corporate - Non Convertible	USD 757,000	1,027	838
Enterprise Products Operating LLC 3.95% 01-31-2060 Callable 2059	United States	Corporate - Non Convertible	USD 718,000	975	861
Exxon Mobil Corp. 3.04% 03-01-2026	United States	Corporate - Non Convertible	USD 347,000	429	517
Exxon Mobil Corp. 4.11% 03-01-2046 Callable 2045	United States	Corporate - Non Convertible	USD 399,000	569	667
FirstEnergy Corp. 3.90% 07-15-2027 Callable 2027	United States	Corporate - Non Convertible	USD 634,000	920	908
FirstEnergy Corp. 7.38% 11-15-2031	United States	Corporate - Non Convertible	USD 495,000	929	909
Fiserv Inc. 2.75% 07-01-2024 Callable 2024	United States	Corporate - Non Convertible	USD 1,086,000	1,436	1,537
Fiserv Inc. 3.20% 07-01-2026	United States	Corporate - Non Convertible	USD 646,000	904	941
Fiserv Inc. 3.50% 07-01-2029 Callable 2029	United States	Corporate - Non Convertible	USD 573,000	802	844
Fiserv Inc. 4.40% 07-01-2049 Callable 2049	United States	Corporate - Non Convertible	USD 553,000	854	834
Ford Motor Credit Co. LLC 5.88% 08-02-2021	United States	Corporate - Non Convertible	USD 21,000	28	29
General Electric Capital Corp. 6.75% 03-15-2032	United States	Corporate - Non Convertible	USD 91,000	146	152
General Electric Capital International Funding Co. 4.42% 11-15-2035	United States	Corporate - Non Convertible	USD 2,392,000	3,313	3,606
General Electric Co. 2.70% 10-09-2022	United States	Corporate - Non Convertible	USD 210,000	283	287



MACKENZIE
Investments

MACKENZIE US INVESTMENT GRADE CORPORATE BOND INDEX ETF (CAD-HEDGED)

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

TRADITIONAL FIXED INCOME INDEX ETF

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
General Electric Co. 3.10% 01-09-2023	United States	Corporate - Non Convertible	USD 1,200,000	1,511	1,703
General Electric Co. 5.88% 01-14-2038	United States	Corporate - Non Convertible	USD 74,000	107	120
General Electric Co. 6.88% 01-10-2039	United States	Corporate - Non Convertible	USD 394,000	656	688
General Motors Co. 4.88% 10-02-2023	United States	Corporate - Non Convertible	USD 453,000	646	569
General Motors Co. 6.25% 10-02-2043	United States	Corporate - Non Convertible	USD 509,000	781	568
General Motors Financial Co. Inc. 4.20% 03-01-2021	United States	Corporate - Non Convertible	USD 50,000	64	68
General Motors Financial Co. Inc. 3.20% 07-06-2021 Callable	United States	Corporate - Non Convertible	USD 311,000	419	417
General Motors Financial Co. Inc. 5.10% 01-17-2024	United States	Corporate - Non Convertible	USD 587,000	843	760
General Motors Financial Co. Inc. 3.95% 04-13-2024 Callable 2024	United States	Corporate - Non Convertible	USD 603,000	848	770
Gilead Sciences Inc. 3.65% 03-01-2026	United States	Corporate - Non Convertible	USD 734,000	1,106	1,119
Gilead Sciences Inc. 4.50% 02-01-2045 Callable 2044	United States	Corporate - Non Convertible	USD 1,209,000	1,925	2,078
Gilead Sciences Inc. 4.75% 03-01-2046	United States	Corporate - Non Convertible	USD 771,000	1,142	1,391
GlaxoSmithKline Capital Inc. 3.88% 05-15-2028	United Kingdom	Corporate - Non Convertible	USD 710,000	937	1,125
GlaxoSmithKline Capital PLC 2.88% 06-01-2022 Callable 2022	United Kingdom	Corporate - Non Convertible	USD 318,000	426	458
GlaxoSmithKline PLC 2.85% 05-08-2022	United Kingdom	Corporate - Non Convertible	USD 428,000	577	619
GlaxoSmithKline PLC 6.38% 05-15-2038	United Kingdom	Corporate - Non Convertible	USD 711,000	1,362	1,485
The Goldman Sachs Group Inc. 5.75% 01-24-2022	United States	Corporate - Non Convertible	USD 2,497,000	3,434	3,726
The Goldman Sachs Group Inc. 3.00% 04-26-2022 Callable 2021	United States	Corporate - Non Convertible	USD 345,000	424	489
The Goldman Sachs Group Inc. 2.88% 10-31-2022	United States	Corporate - Non Convertible	USD 96,000	119	136
The Goldman Sachs Group Inc. 4.00% 03-03-2024	United States	Corporate - Non Convertible	USD 1,795,000	2,426	2,645
The Goldman Sachs Group Inc. 3.75% 05-22-2025 Callable 2025	United States	Corporate - Non Convertible	USD 21,000	27	31
The Goldman Sachs Group Inc. 3.27% 09-29-2025	United States	Corporate - Non Convertible	USD 5,035,000	7,005	7,214
The Goldman Sachs Group Inc. 4.25% 10-21-2025	United States	Corporate - Non Convertible	USD 276,000	350	401
The Goldman Sachs Group Inc. 3.85% 01-26-2027 Callable 2026	United States	Corporate - Non Convertible	USD 93,000	118	135
The Goldman Sachs Group Inc. F/R 04-23-2029 Callable 2028	United States	Corporate - Non Convertible	USD 769,000	1,136	1,120
The Goldman Sachs Group Inc. F/R 05-01-2029 Callable 2028	United States	Corporate - Non Convertible	USD 1,989,000	2,588	2,985
The Goldman Sachs Group Inc. 6.75% 10-01-2037	United States	Corporate - Non Convertible	USD 942,000	1,606	1,760
The Goldman Sachs Group Inc. 4.02% 10-31-2038	United States	Corporate - Non Convertible	USD 160,000	225	227
The Goldman Sachs Group Inc. 6.25% 02-01-2041	United States	Corporate - Non Convertible	USD 1,387,000	2,694	2,637
The Goldman Sachs Group Inc. 5.15% 05-22-2045	United States	Corporate - Non Convertible	USD 503,000	734	821
Halliburton Co. 5.00% 11-15-2045	United States	Corporate - Non Convertible	USD 450,000	618	491
HCA Healthcare Inc. 5.25% 06-15-2049	United States	Corporate - Non Convertible	USD 503,000	744	760
HCA Holdings Inc. 5.25% 06-15-2026 Callable 2025	United States	Corporate - Non Convertible	USD 559,000	855	827
HCA Inc. 5.00% 03-15-2024	United States	Corporate - Non Convertible	USD 715,000	1,014	1,044
HCA Inc. 4.13% 06-15-2029 Callable 2029	United States	Corporate - Non Convertible	USD 1,194,000	1,713	1,689
Hewlett Packard Enterprise Co. 4.40% 10-15-2022	United States	Corporate - Non Convertible	USD 682,000	885	979
Hewlett Packard Enterprise Co. 4.90% 10-15-2025	United States	Corporate - Non Convertible	USD 506,000	734	751
The Home Depot Inc. 2.95% 06-15-2029 Callable 2029	United States	Corporate - Non Convertible	USD 1,217,000	1,719	1,779
The Home Depot Inc. 5.88% 12-16-2036	United States	Corporate - Non Convertible	USD 280,000	455	536
The Home Depot Inc. 5.95% 04-01-2041 Callable 2040	United States	Corporate - Non Convertible	USD 573,000	959	1,131
The Home Depot Inc. 4.25% 04-01-2046	United States	Corporate - Non Convertible	USD 977,000	1,543	1,641
The Home Depot Inc. 4.50% 12-06-2048	United States	Corporate - Non Convertible	USD 372,000	602	653
Honeywell International Inc. 1.85% 11-01-2021 Callable 2021	United States	Corporate - Non Convertible	USD 471,000	627	664
Honeywell International Inc. 2.50% 11-01-2026 Callable 2026	United States	Corporate - Non Convertible	USD 402,000	497	575



MACKENZIE
Investments

MACKENZIE US INVESTMENT GRADE CORPORATE BOND INDEX ETF (CAD-HEDGED)

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

TRADITIONAL FIXED INCOME INDEX ETF

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
HSBC Bank Holdings PLC 5.88% 11-01-2034	United States	Corporate - Non Convertible	USD 160,000	278	281
HSBC Holdings PLC 5.10% 04-05-2021	United Kingdom	Corporate - Non Convertible	USD 167,000	226	240
HSBC Holdings PLC 3.60% 05-25-2023	United Kingdom	Corporate - Non Convertible	USD 830,000	1,082	1,181
HSBC Holdings PLC 4.25% 03-14-2024	United Kingdom	Corporate - Non Convertible	USD 3,357,000	4,780	4,857
HSBC Holdings PLC F/R 05-18-2024 Callable 2023	United Kingdom	Corporate - Non Convertible	USD 355,000	469	513
HSBC Holdings PLC F/R 03-11-2025 Callable 2024	United Kingdom	Corporate - Non Convertible	USD 1,349,000	1,876	1,955
HSBC Holdings PLC 4.30% 03-08-2026	United Kingdom	Corporate - Non Convertible	USD 275,000	387	412
HSBC Holdings PLC 3.90% 05-25-2026	United Kingdom	Corporate - Non Convertible	USD 323,000	441	463
HSBC Holdings PLC F/R 06-19-2029 Callable 2028	United Kingdom	Corporate - Non Convertible	USD 2,541,000	3,809	3,797
HSBC Holdings PLC 6.50% 09-15-37	United Kingdom	Corporate - Non Convertible	USD 336,000	524	570
HSBC Holdings PLC 4% 03-30-22	United Kingdom	Corporate - Non Convertible	USD 1,544,000	2,087	2,225
IBM Corp. 4.00% 06-20-2042	United States	Corporate - Non Convertible	USD 98,000	141	155
Intel Corp. 3.70% 07-29-2025	United States	Corporate - Non Convertible	USD 658,000	972	1,023
Intel Corp. 2.45% 11-15-2029 Callable 2029	United States	Corporate - Non Convertible	USD 955,000	1,273	1,380
Intel Corp. 3.73% 12-08-2047 Callable 2047	United States	Corporate - Non Convertible	USD 739,000	916	1,218
Intel Corp. 3.25% 11-15-2049 Callable 2049	United States	Corporate - Non Convertible	USD 991,000	1,403	1,508
International Business Machines Corp. 2.85% 05-13-2022 Callable 2020	United States	Corporate - Non Convertible	USD 201,000	274	290
International Business Machines Corp. 3.00% 05-15-2024	United States	Corporate - Non Convertible	USD 2,404,000	3,344	3,571
International Business Machines Corp. 3.45% 02-19-2026	United States	Corporate - Non Convertible	USD 753,000	1,012	1,130
International Business Machines Corp. 3.30% 05-15-2026 Callable 2020	United States	Corporate - Non Convertible	USD 1,250,000	1,711	1,884
International Business Machines Corp. 3.50% 05-15-2029	United States	Corporate - Non Convertible	USD 1,208,000	1,666	1,849
International Business Machines Corp. 4.25% 05-15-2049	United States	Corporate - Non Convertible	USD 1,132,000	1,755	1,881
JPMorgan Chase & Co. 2.55% 03-01-2021 Callable 2021	United States	Corporate - Non Convertible	USD 96,000	119	135
JPMorgan Chase & Co. 4.50% 01-24-2022	United States	Corporate - Non Convertible	USD 348,000	456	512
JPMorgan Chase & Co. 3.25% 09-23-2022	United States	Corporate - Non Convertible	USD 398,000	530	578
JPMorgan Chase & Co. 3.20% 01-25-2023	United States	Corporate - Non Convertible	USD 1,159,000	1,518	1,680
JPMorgan Chase & Co. F/R 07-23-2024 Callable 2023	United States	Corporate - Non Convertible	USD 72,000	92	106
JPMorgan Chase & Co. 3.88% 09-10-2024	United States	Corporate - Non Convertible	USD 471,000	646	700
JPMorgan Chase & Co. F/R 12-05-2024 Callable 2023	United States	Corporate - Non Convertible	USD 4,900,000	6,975	7,319
JPMorgan Chase & Co. 3.13% 01-23-2025	United States	Corporate - Non Convertible	USD 988,000	1,278	1,445
JPMorgan Chase & Co. 3.90% 07-15-2025	United States	Corporate - Non Convertible	USD 1,053,000	1,358	1,580
JPMorgan Chase & Co. 3.30% 04-01-2026	United States	Corporate - Non Convertible	USD 1,251,000	1,578	1,832
JPMorgan Chase & Co. 2.95% 10-01-2026	United States	Corporate - Non Convertible	USD 515,000	646	749
JPMorgan Chase & Co. F/R 07-23-2029 Callable 2028	United States	Corporate - Non Convertible	USD 28,000	36	43
JPMorgan Chase & Co. 6.40% 05-15-2038	United States	Corporate - Non Convertible	USD 1,556,000	2,981	3,143
JPMorgan Chase & Co. 3.88% 07-24-2038	United States	Corporate - Non Convertible	USD 142,000	172	224
JPMorgan Chase & Co. 4.26% 02-22-2048	United States	Corporate - Non Convertible	USD 751,000	1,129	1,228
JPMorgan Chase & Co. 3.96% 11-15-2048	United States	Corporate - Non Convertible	USD 460,000	553	752
Keurig Dr Pepper Inc. 4.06% 05-25-2023 Callable 2023	United States	Corporate - Non Convertible	USD 691,000	948	1,013
Keurig Dr Pepper Inc. 4.60% 05-25-2028 Callable 2028	United States	Corporate - Non Convertible	USD 869,000	1,321	1,344
Kinder Morgan Inc. 7.75% 01-15-2032	United States	Corporate - Non Convertible	USD 396,000	731	647
Las Vegas Sands Corp. 3.20% 08-08-2024 Callable 2024	United States	Corporate - Non Convertible	USD 309,000	415	393
Lloyds Banking Group PLC 2.91% 11-07-2023	United Kingdom	Corporate - Non Convertible	USD 1,315,000	1,741	1,840
Lloyds Banking Group PLC 4.34% 01-09-2048	United Kingdom	Corporate - Non Convertible	USD 527,000	728	746
Medtronic Inc. 3.15% 03-15-2022	United States	Corporate - Non Convertible	USD 23,000	30	34
Medtronic Inc. 3.50% 03-15-2025	United States	Corporate - Non Convertible	USD 151,000	200	229
Medtronic Inc. 4.38% 03-15-2035	United States	Corporate - Non Convertible	USD 1,249,000	2,002	2,175



MACKENZIE
Investments

MACKENZIE US INVESTMENT GRADE CORPORATE BOND INDEX ETF (CAD-HEDGED)

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

TRADITIONAL FIXED INCOME INDEX ETF

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Medtronic Inc. 4.63% 03-15-2045	United States	Corporate - Non Convertible	USD 433,000	657	817
Merck & Co. Inc. 2.75% 02-10-2025	United States	Corporate - Non Convertible	USD 1,403,000	1,943	2,059
Merck & Co. Inc. 3.40% 03-07-2029 Callable 2028	United States	Corporate - Non Convertible	USD 361,000	493	555
Merck & Co. Inc. 4.15% 05-18-2043	United States	Corporate - Non Convertible	USD 200,000	262	343
Merck & Co. Inc. 3.70% 02-10-2045 Callable 2044	United States	Corporate - Non Convertible	USD 280,000	365	468
Merck & Co. Inc. 4.00% 03-07-2049 Callable 2048	United States	Corporate - Non Convertible	USD 91,000	147	162
MetLife Inc. 6.40% 12-15-2036 Callable 2031	United States	Corporate - Non Convertible	USD 516,000	810	760
Microsoft Corp. 2.40% 02-06-2022 Callable 2022	United States	Corporate - Non Convertible	USD 1,430,000	1,873	2,070
Microsoft Corp. 2.88% 02-06-2024	United States	Corporate - Non Convertible	USD 2,408,000	3,313	3,612
Microsoft Corp. 2.70% 02-12-2025 Callable 2024	United States	Corporate - Non Convertible	USD 408,000	534	620
Microsoft Corp. 2.40% 08-08-2026	United States	Corporate - Non Convertible	USD 340,000	411	509
Microsoft Corp. 3.30% 02-06-2027 Callable 2026	United States	Corporate - Non Convertible	USD 71,000	89	111
Microsoft Corp. 3.45% 08-08-2036	United States	Corporate - Non Convertible	USD 88,000	108	138
Microsoft Corp. 4.10% 02-06-2037	United States	Corporate - Non Convertible	USD 1,068,000	1,694	1,817
Microsoft Corp. 3.70% 08-08-2046	United States	Corporate - Non Convertible	USD 513,000	782	870
Microsoft Corp. 4.25% 02-06-2047 Callable 2046	United States	Corporate - Non Convertible	USD 63,000	98	115
Microsoft Corp. 3.95% 08-08-2056 Callable 2056	United States	Corporate - Non Convertible	USD 942,000	1,275	1,678
Mitsubishi UFJ Financial Group Inc. 2.95% 03-01-2021	Japan	Corporate - Non Convertible	USD 229,000	287	322
Mitsubishi UFJ Financial Group Inc. 3.76% 07-26-2023	Japan	Corporate - Non Convertible	USD 506,000	705	737
Mitsubishi UFJ Financial Group Inc. 2.19% 02-25-2025	Japan	Corporate - Non Convertible	USD 850,000	1,143	1,192
Mitsubishi UFJ Financial Group 3.85% 03-01-2026	Japan	Corporate - Non Convertible	USD 854,000	1,194	1,228
Molson Coors Brewing Co. 3.00% 07-15-2026	United States	Corporate - Non Convertible	USD 675,000	909	899
Molson Coors Brewing Co. 4.20% 07-15-2046 Callable 2046	United States	Corporate - Non Convertible	USD 628,000	866	794
Morgan Stanley 5.75% 01-25-2021	United States	Corporate - Non Convertible	USD 89,000	119	129
Morgan Stanley 2.75% 05-19-2022	United States	Corporate - Non Convertible	USD 94,000	121	133
Morgan Stanley 4.88% 11-01-2022	United States	Corporate - Non Convertible	USD 84,000	112	124
Morgan Stanley 3.13% 01-23-2023	United States	Corporate - Non Convertible	USD 1,897,000	2,411	2,738
Morgan Stanley F/R 04-24-2024 Callable 2023	United States	Corporate - Non Convertible	USD 1,260,000	1,632	1,819
Morgan Stanley 3.88% 04-29-2024	United States	Corporate - Non Convertible	USD 6,183,000	8,831	9,160
Morgan Stanley 4.00% 07-23-2025	United States	Corporate - Non Convertible	USD 1,940,000	2,524	2,883
Morgan Stanley 3.95% 04-23-2027	United States	Corporate - Non Convertible	USD 1,779,000	2,250	2,643
Morgan Stanley 3.59% 07-22-2028	United States	Corporate - Non Convertible	USD 88,000	107	126
Morgan Stanley F/R 01-24-2029 Callable 2028	United States	Corporate - Non Convertible	USD 450,000	556	669
Morgan Stanley F/R 01-23-2030 Callable 2029	United States	Corporate - Non Convertible	USD 526,000	742	823
Morgan Stanley 3.97% 07-22-2038	United States	Corporate - Non Convertible	USD 151,000	186	230
Morgan Stanley 6.38% 07-24-2042	United States	Corporate - Non Convertible	USD 1,231,000	2,473	2,424
Morgan Stanley 4.30% 01-27-2045	United States	Corporate - Non Convertible	USD 1,007,000	1,283	1,648
Morgan Stanley 4.38% 01-22-2047	United States	Corporate - Non Convertible	USD 131,000	166	226
Mylan NV 3.15% 06-15-2021 Callable	United States	Corporate - Non Convertible	USD 498,000	654	692
Mylan NV 3.95% 06-15-2026	United States	Corporate - Non Convertible	USD 665,000	920	926
National Australia Bank Ltd. 2.50% 07-12-2026	Australia	Corporate - Non Convertible	USD 180,000	239	254
Northrop Grumman Corp. 2.55% 10-15-2022	United States	Corporate - Non Convertible	USD 74,000	90	104
Northrop Grumman Corp. 2.93% 01-15-2025	United States	Corporate - Non Convertible	USD 1,163,000	1,464	1,665
Northrop Grumman Corp. 4.03% 10-15-2047	United States	Corporate - Non Convertible	USD 695,000	1,048	1,128
Novartis AG 3.40% 05-06-2024	Switzerland	Corporate - Non Convertible	USD 866,000	1,245	1,308
Novartis AG 2.20% 08-14-2030 Callable 2030	Switzerland	Corporate - Non Convertible	USD 623,000	860	901
Novartis AG 4.40% 05-06-2044	Switzerland	Corporate - Non Convertible	USD 908,000	1,493	1,687
Occidental Petroleum Corp. 2.90% 08-15-2024 Callable 2024	United States	Corporate - Non Convertible	USD 1,034,000	1,372	798
Occidental Petroleum Corp. 3.50% 08-15-2029	United States	Corporate - Non Convertible	USD 962,000	1,316	641



MACKENZIE
Investments

MACKENZIE US INVESTMENT GRADE CORPORATE BOND INDEX ETF (CAD-HEDGED)

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

TRADITIONAL FIXED INCOME INDEX ETF

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Occidental Petroleum Corp. 6.45% 09-15-2036	United States	Corporate - Non Convertible	USD 245,000	396	166
Oracle Corp. 1.90% 09-15-2021	United States	Corporate - Non Convertible	USD 1,708,000	2,081	2,413
Oracle Corp. 2.50% 05-15-2022 Callable	United States	Corporate - Non Convertible	USD 413,000	535	592
Oracle Corp. 2.95% 05-15-2025	United States	Corporate - Non Convertible	USD 597,000	808	870
Oracle Corp. 2.65% 07-15-2026	United States	Corporate - Non Convertible	USD 3,244,000	4,465	4,670
Oracle Corp. 3.25% 11-15-2027	United States	Corporate - Non Convertible	USD 54,000	69	78
Oracle Corp. 4.30% 07-08-2034	United States	Corporate - Non Convertible	USD 1,442,000	2,064	2,349
Oracle Corp. 5.38% 07-15-2040	United States	Corporate - Non Convertible	USD 297,000	455	561
Oracle Corp. 4.13% 05-15-2045 Callable 2044	United States	Corporate - Non Convertible	USD 330,000	418	505
Oracle Corp. 4.00% 07-15-2046	United States	Corporate - Non Convertible	USD 778,000	1,199	1,228
Oracle Corp. 4.00% 11-15-2047	United States	Corporate - Non Convertible	USD 533,000	823	826
Orange SA 9.00% 03-01-2031	France	Corporate - Non Convertible	USD 29,000	54	62
PayPal Holdings Inc. 2.85% 10-01-2029 Callable 2029	United States	Corporate - Non Convertible	USD 207,000	275	290
Petroleos Mexicanos 6.88% 08-04-2026	Mexico	Corporate - Non Convertible	USD 332,000	448	360
Petroleos Mexicanos 6.49% 01-23-2027	Mexico	Corporate - Non Convertible	USD 1,029,000	1,307	1,077
Petroleos Mexicanos 6.50% 03-13-2027	Mexico	Corporate - Non Convertible	USD 997,000	1,330	1,047
Petroleos Mexicanos 6.50% 01-23-2029	Mexico	Corporate - Non Convertible	USD 435,000	551	448
Petroleos Mexicanos 6.84% 01-23-2030	Mexico	Corporate - Non Convertible	USD 1,271,000	1,568	1,304
Petroleos Mexicanos 5.95% 01-28-2031	Mexico	Corporate - Non Convertible	USD 41,000	56	40
Petroleos Mexicanos 6.63% 06-15-2035	Mexico	Corporate - Non Convertible	USD 1,915,000	2,651	1,875
Petroleos Mexicanos 6.38% 01-23-2045	Mexico	Corporate - Non Convertible	USD 1,373,000	1,811	1,242
Petroleos Mexicanos 6.75% 09-21-2047	Mexico	Corporate - Non Convertible	USD 475,000	593	442
Petroleos Mexicanos 6.35% 02-12-2048	Mexico	Corporate - Non Convertible	USD 223,000	265	199
Petroleos Mexicanos 7.69% 01-23-2050	Mexico	Corporate - Non Convertible	USD 324,000	402	319
Petroleos Mexicanos 6.95% 01-28-2060	Mexico	Corporate - Non Convertible	USD 116,000	158	111
Pfizer Inc. 3.00% 12-15-2026	United States	Corporate - Non Convertible	USD 494,000	690	748
Pfizer Inc. 3.45% 03-15-2029 Callable 2028	United States	Corporate - Non Convertible	USD 200,000	273	310
Pfizer Inc. 7.20% 03-15-2039	United States	Corporate - Non Convertible	USD 1,256,000	2,643	2,839
Philip Morris International Inc. 6.38% 05-16-2038	United States	Corporate - Non Convertible	USD 483,000	841	865
Philip Morris International Inc. 4.25% 11-10-2044	United States	Corporate - Non Convertible	USD 447,000	632	699
Phillips 66 4.30% 04-01-2022	United States	Corporate - Non Convertible	USD 88,000	114	124
The Procter & Gamble Co. 2.15% 08-11-2022	United States	Corporate - Non Convertible	USD 296,000	399	426
Royal Bank of Canada 2.15% 10-26-2020	Canada	Corporate - Non Convertible	USD 52,000	65	73
Royal Bank of Canada 3.70% 10-05-2023	Canada	Corporate - Non Convertible	USD 1,020,000	1,366	1,503
The Royal Bank of Scotland Group PLC 3.88% 09-12-2023	United Kingdom	Corporate - Non Convertible	USD 1,447,000	1,987	2,094
The Royal Bank of Scotland Group PLC F/R 01-27-2030 Callable 2029	United Kingdom	Corporate - Non Convertible	USD 667,000	851	937
Royal Dutch Shell PLC 3.25% 05-11-2025	Netherlands	Corporate - Non Convertible	USD 523,000	742	773
Royal Dutch Shell PLC 6.38% 12-15-2038	Netherlands	Corporate - Non Convertible	USD 1,294,000	2,550	2,522
Royal Dutch Shell PLC 4.38% 05-11-2045	Netherlands	Corporate - Non Convertible	USD 542,000	817	885
Royal Dutch Shell PLC 4.00% 05-10-2046	Netherlands	Corporate - Non Convertible	USD 425,000	559	667
Sabine Pass Liquefaction LLC 5.625% 04-15-2023	United States	Corporate - Non Convertible	USD 371,000	520	486
Sabine Pass Liquefaction LLC 5.75% 05-15-2024	United States	Corporate - Non Convertible	USD 682,000	1,004	890
Sabine Pass Liquefaction LLC 5.625% 03-01-2025 Callable	United States	Corporate - Non Convertible	USD 774,000	1,088	1,001
Sabine Pass Liquefaction LLC 5.88% 06-30-2026	United States	Corporate - Non Convertible	USD 588,000	886	750
Sands China Ltd. 4.60% 08-08-2023 Callable 2023	United States	Corporate - Non Convertible	USD 376,000	527	544
Sands China Ltd. 5.13% 08-08-2025 Callable 2025	United States	Corporate - Non Convertible	USD 1,416,000	2,076	1,928
Sands China Ltd. 5.40% 08-08-2028 Callable 2028	United States	Corporate - Non Convertible	USD 371,000	550	493
Sasol Ltd. 5.88% 03-27-2024 Callable 2024	South Africa	Corporate - Non Convertible	USD 771,000	1,097	456



MACKENZIE
Investments

MACKENZIE US INVESTMENT GRADE CORPORATE BOND INDEX ETF (CAD-HEDGED)

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

TRADITIONAL FIXED INCOME INDEX ETF

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Shell International Finance BV 1.88% 05-10-2021	Netherlands	Corporate - Non Convertible	USD 1,196,000	1,545	1,676
Shell International Finance BV 3.13% 11-07-2049 Callable 2049	Netherlands	Corporate - Non Convertible	USD 635,000	858	883
The Sherwin-Williams Co. 3.45% 06-01-2027 Callable 2027	United States	Corporate - Non Convertible	USD 666,000	937	963
Shire Acquisitions Investments Ireland Designated Activity Co. 3.20% 09-23-2026 Callable 2026	United States	Corporate - Non Convertible	USD 892,000	1,068	1,273
Shire PLC 2.40% 09-23-2021	United States	Corporate - Non Convertible	USD 905,000	1,156	1,264
Shire PLC 2.88% 09-23-2023	United States	Corporate - Non Convertible	USD 1,810,000	2,466	2,571
Southern Co. 4.40% 07-01-2046 Callable	United States	Corporate - Non Convertible	USD 557,000	859	819
Sumitomo Mitsui Financial Group Inc. 2.78% 07-12-2022	Japan	Corporate - Non Convertible	USD 269,000	341	378
Suzano Austria GmbH 6.00% 01-15-2029 Callable 2028	Brazil	Corporate - Non Convertible	USD 892,000	1,328	1,183
Svenska Handelsbanken AB 3.90% 11-20-2023	Sweden	Corporate - Non Convertible	USD 430,000	599	630
Target Corp. 4.00% 07-01-2042	United States	Corporate - Non Convertible	USD 225,000	354	361
Target Corp. 3.63% 04-15-2046	United States	Corporate - Non Convertible	USD 340,000	409	536
Telefonica Emisiones SA 4.10% 03-08-2027	Spain	Corporate - Non Convertible	USD 926,000	1,356	1,345
Telefonica SA 7.05% 06-20-2036	Spain	Corporate - Non Convertible	USD 480,000	744	807
Telefonica SA 5.21% 03-08-2047	Spain	Corporate - Non Convertible	USD 868,000	1,311	1,375
Telefonica SA 4.90% 03-06-2048	Spain	Corporate - Non Convertible	USD 421,000	672	659
The Toronto-Dominion Bank 2.50% 12-14-2020	Canada	Corporate - Non Convertible	USD 30,000	38	42
The Toronto-Dominion Bank 3.50% 07-19-2023	Canada	Corporate - Non Convertible	USD 3,000	4	4
Total Capital International SA 2.83% 01-10-2030 Callable 2029	France	Corporate - Non Convertible	USD 380,000	525	542
United Parcel Service Inc. 6.20% 01-15-2038	United States	Corporate - Non Convertible	USD 164,000	302	301
United Parcel Service Inc. 3.75% 11-15-2047 Callable 2047	United States	Corporate - Non Convertible	USD 279,000	400	411
United Technologies Corp. 3.65% 08-16-2023 Callable 2023	United States	Corporate - Non Convertible	USD 82,000	111	122
United Technologies Corp. 4.13% 11-16-2028 Callable 2028	United States	Corporate - Non Convertible	USD 620,000	897	960
United Technologies Corp. 4.50% 06-01-2042	United States	Corporate - Non Convertible	USD 889,000	1,319	1,452
UnitedHealth Group Inc. 4.75% 07-15-2045	United States	Corporate - Non Convertible	USD 806,000	1,266	1,450
Verizon Communications Inc. 3.50% 11-01-2024	United States	Corporate - Non Convertible	USD 362,000	458	543
Verizon Communications Inc. 3.38% 02-15-2025	United States	Corporate - Non Convertible	USD 160,000	201	241
Verizon Communications Inc. 2.63% 08-15-2026 Callable 2026	United States	Corporate - Non Convertible	USD 2,240,000	3,072	3,262
Verizon Communications Inc. 4.13% 03-16-2027	United States	Corporate - Non Convertible	USD 656,000	848	1,029
Verizon Communications Inc. 4.33% 09-21-2028	United States	Corporate - Non Convertible	USD 301,000	384	483
Verizon Communications Inc. 4.02% 12-03-2029 Callable 2029	United States	Corporate - Non Convertible	USD 1,863,000	2,806	2,962
Verizon Communications Inc. 4.50% 08-10-2033	United States	Corporate - Non Convertible	USD 1,369,000	2,083	2,276
Verizon Communications Inc. 4.40% 11-01-2034	United States	Corporate - Non Convertible	USD 188,000	236	310
Verizon Communications Inc. 4.272% 01-15-2036	United States	Corporate - Non Convertible	USD 60,000	77	98
Verizon Communications Inc. 5.25% 03-16-2037	United States	Corporate - Non Convertible	USD 18,000	26	32
Verizon Communications Inc. 4.86% 08-21-2046	United States	Corporate - Non Convertible	USD 541,000	876	998
Verizon Communications Inc. 4.52% 09-15-2048	United States	Corporate - Non Convertible	USD 984,000	1,591	1,781
Verizon Communications Inc. 5.01% 04-15-2049	United States	Corporate - Non Convertible	USD 301,000	413	572
Verizon Communications Inc. 4.67% 03-15-2055	United States	Corporate - Non Convertible	USD 885,000	1,402	1,592
Visa Inc. 2.20% 12-14-2020	United States	Corporate - Non Convertible	USD 103,000	128	146
Visa Inc. 2.80% 12-14-2022 Callable 2022	United States	Corporate - Non Convertible	USD 1,274,000	1,591	1,870
Visa Inc. 3.15% 12-14-2025 Callable 2025	United States	Corporate - Non Convertible	USD 1,250,000	1,779	1,920
Visa Inc. 4.30% 12-14-2045	United States	Corporate - Non Convertible	USD 906,000	1,448	1,612
Vodafone Group PLC 3.75% 01-16-2024	United Kingdom	Corporate - Non Convertible	USD 404,000	569	593



MACKENZIE
Investments

MACKENZIE US INVESTMENT GRADE CORPORATE BOND INDEX ETF (CAD-HEDGED)

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

TRADITIONAL FIXED INCOME INDEX ETF

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Vodafone Group PLC 4.38% 05-30-2028	United Kingdom	Corporate - Non Convertible	USD 1,357,000	1,940	2,021
Vodafone Group PLC 5.25% 05-30-2048	United Kingdom	Corporate - Non Convertible	USD 855,000	1,272	1,456
Walgreens Boots Alliance Inc. 3.80% 11-18-2024 Callable 2024	United States	Corporate - Non Convertible	USD 814,000	1,134	1,172
Walmart Inc. 3.40% 06-26-2023 Callable 2023	United States	Corporate - Non Convertible	USD 940,000	1,244	1,405
Walmart Inc. 6.50% 08-15-2037	United States	Corporate - Non Convertible	USD 513,000	899	1,028
Walmart Inc. 3.95% 06-28-2038 Callable 2037	United States	Corporate - Non Convertible	USD 1,084,000	1,665	1,817
Walmart Inc. 4.05% 06-29-2048 Callable 2047	United States	Corporate - Non Convertible	USD 134,000	171	236
The Walt Disney Co. 1.75% 08-30-2024 Callable 2024	United States	Corporate - Non Convertible	USD 460,000	599	650
The Walt Disney Co. 2.00% 09-01-2029 Callable 2029	United States	Corporate - Non Convertible	USD 1,238,000	1,626	1,693
The Walt Disney Co. 2.75% 09-01-2049 Callable 2049	United States	Corporate - Non Convertible	USD 717,000	926	997
Wells Fargo & Co. 2.63% 07-22-2022	United States	Corporate - Non Convertible	USD 81,000	100	115
Wells Fargo & Co. 3.07% 01-24-2023	United States	Corporate - Non Convertible	USD 5,750,000	7,743	8,186
Wells Fargo & Co. 3.75% 01-24-2024 Callable 2023	United States	Corporate - Non Convertible	USD 1,049,000	1,404	1,563
Wells Fargo & Co. 3.30% 09-09-2024	United States	Corporate - Non Convertible	USD 437,000	572	642
Wells Fargo & Co. 2.16% 02-11-2026 Callable 2025	United States	Corporate - Non Convertible	USD 847,000	1,150	1,170
Wells Fargo & Co. 4.10% 06-03-2026	United States	Corporate - Non Convertible	USD 319,000	407	478
Wells Fargo & Co. 3.00% 10-23-2026	United States	Corporate - Non Convertible	USD 3,278,000	4,028	4,726
Wells Fargo & Co. F/R 10-30-2030 Callable 2029	United States	Corporate - Non Convertible	USD 2,158,000	2,868	3,014
Wells Fargo & Co. 5.38% 11-02-2043	United States	Corporate - Non Convertible	USD 558,000	810	924
Wells Fargo & Co. 5.61% 01-15-2044	United States	Corporate - Non Convertible	USD 45,000	67	76
Wells Fargo & Co. 4.65% 11-04-2044	United States	Corporate - Non Convertible	USD 2,327,000	3,717	3,609
Wells Fargo & Co. 3.90% 05-01-2045	United States	Corporate - Non Convertible	USD 341,000	422	525
Wells Fargo & Co. 4.40% 06-14-2046	United States	Corporate - Non Convertible	USD 262,000	392	398
Wells Fargo & Co. 4.75% 12-07-2046	United States	Corporate - Non Convertible	USD 176,000	237	275
Wells Fargo Bank National Association 3.63% 10-22-2021 Callable 2021	United States	Corporate - Non Convertible	USD 1,192,000	1,577	1,725
Westpac Banking Corp. 2.60% 11-23-2020	Australia	Corporate - Non Convertible	USD 34,000	43	48
Westpac Banking Corp. 2.75% 01-11-2023	Australia	Corporate - Non Convertible	USD 343,000	462	491
Westpac Banking Corp. 2.85% 05-13-2026	Australia	Corporate - Non Convertible	USD 764,000	938	1,113
Weyerhaeuser Co. 7.375% 03-15-2032	United States	Corporate - Non Convertible	USD 706,000	1,324	1,173
Wyeth LLC 5.95% 04-01-2037	United States	Corporate - Non Convertible	USD 248,000	405	496
Zimmer Biomet Holdings Inc. 3.55% 04-01-2025	United States	Corporate - Non Convertible	USD 1,044,000	1,410	1,485
Total bonds				502,675	532,274
Transaction costs				—	—
Total investments				502,675	532,274
Derivative instruments (see schedule of derivative instruments)					(26,369)
Cash and cash equivalents					3,143
Other assets less liabilities					35,508
Total net assets					544,556



MACKENZIE
Investments

MACKENZIE US INVESTMENT GRADE CORPORATE BOND INDEX ETF (CAD-HEDGED)

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

TRADITIONAL FIXED INCOME INDEX ETF

SUMMARY OF INVESTMENT PORTFOLIO

March 31, 2020	
Portfolio Allocation	% of NAV
Bonds	97.7
Other assets (liabilities)	1.7
Cash and short-term investments	0.6

Regional Allocation	
Regional Allocation	% of NAV
United States	77.0
United Kingdom	8.0
Belgium	2.6
Netherlands	1.7
Other assets (liabilities)	1.7
Mexico	1.6
Switzerland	1.5
Germany	0.9
Spain	0.8
Australia	0.8
Japan	0.7
China	0.6
Cash and short-term investments	0.6
Canada	0.5
Other	0.5
Colombia	0.3
Brazil	0.2

Sector Allocation	
Sector Allocation	% of NAV
Corporate bonds – Banking	35.3
Corporate bonds – Healthcare	14.8
Corporate bonds – Technology and electronics	12.8
Corporate bonds – Telecommunications	9.6
Corporate bonds – Energy	5.8
Corporate bonds – Consumer goods	5.6
Corporate bonds – Retail	3.9
Corporate bonds – Media	2.8
Corporate bonds – Capital goods	2.8
Other assets (liabilities)	1.7
Corporate bonds – Basic industry	1.5
Corporate bonds – Utility	0.7
Corporate bonds – Automotive	0.6
Corporate bonds – Leisure	0.6
Cash and short-term investments	0.6
Corporate bonds – Financial services	0.5
Other	0.4

March 31, 2019	
Portfolio Allocation	% of NAV
Bonds	99.0
Other assets (liabilities)	0.9
Cash and short-term investments	0.1

Regional Allocation	
Regional Allocation	% of NAV
United States	75.3
United Kingdom	7.5
Mexico	3.8
Belgium	2.5
Netherlands	1.9
Switzerland	1.7
Canada	1.5
Australia	1.2
China	1.0
Spain	0.9
Other assets (liabilities)	0.9
Germany	0.7
Japan	0.6
France	0.2
Brazil	0.1
Colombia	0.1
Cash and short-term investments	0.1

Sector Allocation	
Sector Allocation	% of NAV
Corporate bonds	99.0
Other assets (liabilities)	0.9
Cash and short-term investments	0.1



MACKENZIE
Investments

MACKENZIE US INVESTMENT GRADE CORPORATE BOND INDEX ETF (CAD-HEDGED)

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

TRADITIONAL FIXED INCOME INDEX ETF

SCHEDULE OF DERIVATIVE INSTRUMENTS

As at March 31, 2020

Schedule of Forward Currency Contracts

Counterparty Credit Rating	Bought (\$ 000s)		Sold (\$ 000s)		Settlement Date	Contract Cost (\$ 000s)	Current Fair Value (\$ 000s)	Unrealized Gains (Losses) (\$ 000s)
AA	1,501	Canadian dollar	(1,052)	U.S. dollar	Apr. 2, 2020	(1,501)	(1,481)	20
A	8,687	U.S. dollar	(11,586)	Canadian dollar	Apr. 2, 2020	11,586	12,226	640
A	1,189	U.S. dollar	(1,598)	Canadian dollar	Apr. 2, 2020	1,598	1,673	75
A	5,214	U.S. dollar	(7,135)	Canadian dollar	Apr. 2, 2020	7,135	7,338	203
A	733	U.S. dollar	(1,007)	Canadian dollar	Apr. 2, 2020	1,007	1,031	24
A	100,751	Canadian dollar	(70,766)	U.S. dollar	May 4, 2020	(100,751)	(99,551)	1,200
A	146,957	Canadian dollar	(103,218)	U.S. dollar	May 4, 2020	(146,957)	(145,202)	1,755
AA	74,370	Canadian dollar	(52,236)	U.S. dollar	May 4, 2020	(74,370)	(73,483)	887
A	290,715	Canadian dollar	(204,194)	U.S. dollar	May 4, 2020	(290,715)	(287,251)	3,464
Unrealized Gains								8,268
A	106,115	Canadian dollar	(78,881)	U.S. dollar	Apr. 2, 2020	(106,115)	(111,009)	(4,894)
AA	68,856	Canadian dollar	(51,184)	U.S. dollar	Apr. 2, 2020	(68,856)	(72,031)	(3,175)
A	275,683	Canadian dollar	(204,927)	U.S. dollar	Apr. 2, 2020	(275,683)	(288,394)	(12,711)
A	131,992	Canadian dollar	(98,117)	U.S. dollar	Apr. 2, 2020	(131,992)	(138,080)	(6,088)
A	8,443	Canadian dollar	(6,290)	U.S. dollar	Apr. 2, 2020	(8,443)	(8,852)	(409)
A	8,106	Canadian dollar	(5,787)	U.S. dollar	Apr. 2, 2020	(8,106)	(8,144)	(38)
A	70,766	U.S. dollar	(100,793)	Canadian dollar	Apr. 2, 2020	100,793	99,590	(1,203)
A	103,218	U.S. dollar	(147,014)	Canadian dollar	Apr. 2, 2020	147,014	145,259	(1,755)
AA	52,236	U.S. dollar	(74,400)	Canadian dollar	Apr. 2, 2020	74,400	73,512	(888)
A	204,194	U.S. dollar	(290,833)	Canadian dollar	Apr. 2, 2020	290,833	287,362	(3,471)
A	24,924	U.S. dollar	(35,067)	Canadian dollar	May 4, 2020	35,067	35,062	(5)
Unrealized (Losses)								(34,637)
Total forward currency contracts								(26,369)
Total derivative instruments at fair value								(26,369)



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 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.

MACKENZIE US INVESTMENT GRADE CORPORATE BOND INDEX ETF (CAD-HEDGED)

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

TRADITIONAL FIXED INCOME INDEX ETF

NOTES TO FINANCIAL STATEMENTS

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

(a) ETF Formation and Series Information

Date of Formation January 9, 2018

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 QUIG on January 29, 2018. 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 \$100.57 (2019 – \$98.46).

The management fee rate for Series E units is 0.15%. Prior to September 20, 2019, the management fee rate for Series E units was 0.25%.

As at March 31, 2020, the ETF's NAV per unit was \$101.20 (2019 – \$98.42) and its Net Assets per unit calculated in accordance with IFRS was \$101.22 (2019 – \$98.43).

(b) Investments by Mackenzie and Affiliates

As at March 31, 2020, other funds managed by Mackenzie and I.G. Investment Management, Ltd., an affiliate of Mackenzie, had an investment of \$303,982 and \$231,297 (2019 – \$239,754 and \$31,585), respectively, 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	776	–
Value of collateral received	815	–

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

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

	2020		2019	
	(\$)	(%)	(\$)	(%)
Gross securities lending income	2	100.0	–	–
Tax withheld	–	–	–	–
	2	100.0	–	–
Payments to Securities Lending Agent	–	–	–	–
Securities lending income	2	100.0	–	–



MACKENZIE
Investments

MACKENZIE US INVESTMENT GRADE CORPORATE BOND INDEX ETF (CAD-HEDGED)

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

TRADITIONAL FIXED INCOME INDEX ETF

NOTES TO FINANCIAL STATEMENTS

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

(e) Offsetting of Financial Assets and Liabilities

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

	March 31, 2020			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	8,268	(8,268)	–	–
Unrealized losses on derivative contracts	(34,637)	8,268	–	(26,369)
Liability for options written	–	–	–	–
Total	(26,369)	–	–	(26,369)

	March 31, 2019			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	12	(12)	–	–
Unrealized losses on derivative contracts	(1,651)	12	–	(1,639)
Liability for options written	–	–	–	–
Total	(1,639)	–	–	(1,639)

(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 Solactive Select USD Investment Grade Corporate Hedged to CAD Index, or any successor thereto. It invests primarily in investment grade corporate bonds issued in U.S. dollars, either directly or indirectly, with its foreign currency exposure hedged back to the Canadian dollar.

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.

Currency	March 31, 2020			
	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	531,624	543	(570,425)	(38,258)
Total	531,624	543	(570,425)	(38,258)
% of Net Assets	97.6	0.1	(104.8)	(7.1)



MACKENZIE
Investments

MACKENZIE US INVESTMENT GRADE CORPORATE BOND INDEX ETF (CAD-HEDGED)

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

TRADITIONAL FIXED INCOME INDEX ETF

NOTES TO FINANCIAL STATEMENTS

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

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

ii. Currency risk *(cont'd)*

Currency	March 31, 2019			
	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	278,668	98	(279,450)	(684)
Total	278,668	98	(279,450)	(684)
% of Net Assets	99.0	–	(99.3)	(0.3)

* 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 increased or decreased by approximately \$1,913 or 0.4% (2019 – \$34 or 0.0%) of total net assets. In practice, the actual trading results may differ and the difference could be material.

iii. Interest rate risk

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

Bonds	March 31, 2020	March 31, 2019
	(\$)	(\$)
Less than 1 year	2,305	3,535
1-5 years	184,099	100,686
5-10 years	160,039	83,548
Greater than 10 years	185,831	90,899
Total	532,274	278,668

As at March 31, 2020, had prevailing interest rates increased or decreased by 1%, assuming a parallel shift in the yield curve, with all other variables held constant, net assets would have decreased or increased by approximately \$41,154 or 7.6% (2019 – \$20,121 or 7.1%) of total net assets. In practice, the actual trading results may differ and the difference could be material.

iv. Other price risk

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



MACKENZIE
Investments

MACKENZIE US INVESTMENT GRADE CORPORATE BOND INDEX ETF (CAD-HEDGED)

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2020

TRADITIONAL FIXED INCOME INDEX ETF

NOTES TO FINANCIAL STATEMENTS

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

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

v. Credit risk

The ETF'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 5.2% (2019 – 5.2%) of the net assets of the ETF.

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

Bond Rating*	March 30, 2020	March 31, 2019
	% of Net Assets	% of Net Assets
AAA	2.1	2.9
AA	9.8	12.5
A	37.5	32.9
BBB	47.7	50.7
Less than BBB	0.4	–
Unrated	0.2	–
Total	97.7	99.0

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

(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 (\$)
Bonds	–	532,274	–	532,274	–	278,668	–	278,668
Derivative assets	–	8,268	–	8,268	–	50	–	50
Derivative liabilities	–	(34,637)	–	(34,637)	–	(4,725)	–	(4,725)
Total	–	505,905	–	505,905	–	273,993	–	273,993

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.

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.



MACKENZIE
Investments