

## ***Interim Unaudited Financial Statements***

*For the Six-Month Period Ended September 30, 2019*

*These Interim Unaudited Financial Statements do not contain the Interim Management Report of Fund Performance (“MRFP”) of the investment fund. You may obtain a copy of the Interim MRFP, at no cost, by contacting us using one of the methods noted under Fund Formation and Series Information or by visiting the SEDAR website at [www.sedar.com](http://www.sedar.com). Copies of the Annual Financial Statements or Annual MRFP may also be obtained, at no cost, using any of the methods outlined above.*

*Securityholders may also contact us using one of these methods to request a copy of the investment fund’s proxy voting policies and procedures, proxy voting disclosure record or quarterly portfolio disclosure.*

### **NOTICE OF NO AUDITOR REVIEW OF THE INTERIM FINANCIAL STATEMENTS**

*Mackenzie Financial Corporation, the Manager of the Fund, appoints independent auditors to audit the Fund’s Annual Financial Statements. Under Canadian securities laws (National Instrument 81-106), if an auditor has not reviewed the Interim Financial Statements, this must be disclosed in an accompanying notice.*

*The Fund’s independent auditors have not performed a review of these Interim Financial Statements in accordance with standards established by the Chartered Professional Accountants of Canada.*



# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## STATEMENTS OF FINANCIAL POSITION

In thousands (except per security figures)  
As at

	Sep. 30 2019	Mar. 31 2019 (Audited)		Sep. 30 2019	Mar. 31 2019 (Audited)
	\$	\$		\$	\$
<b>ASSETS</b>			<b>Series R</b>	9,856	11,286
<b>Current assets</b>			<b>Series T5</b>	1,766	2,445
Investments at fair value	673,263	750,184	<b>Series T8</b>	12,033	15,378
Cash and cash equivalents	1,136	17,572	<b>Net assets attributable to securityholders</b>		
Accrued interest receivable	1,787	2,167	<b>per security (note 3)</b>		
Dividends receivable	703	544	<b>Series A</b>	9.09	9.16
Accounts receivable for investments sold	650	3,333	<b>Series AR</b>	12.29	12.38
Accounts receivable for securities issued	20	14	<b>Series D</b>	9.26	9.37
Due from manager	1	1	<b>Series F</b>	14.37	14.69
Margin on derivatives	610	1,858	<b>Series F5</b>	13.49	13.80
Unrealized gains on derivative contracts	1,195	705	<b>Series F8</b>	7.21	7.49
<b>Total assets</b>	<b>679,365</b>	<b>776,378</b>	<b>Series FB</b>	9.53	9.69
			<b>Series FB5</b>	12.51	12.82
			<b>Series G</b>	12.49	12.57
			<b>Series I</b>	9.11	9.18
			<b>Series J</b>	11.14	11.23
			<b>Series O</b>	14.73	15.35
			<b>Series O5</b>	11.39	11.60
			<b>Series PW</b>	9.78	9.85
			<b>Series PWFB</b>	9.06	9.25
			<b>Series PWFB5</b>	12.62	12.90
			<b>Series PWR</b>	9.86	–
			<b>Series PWT5</b>	12.12	12.46
			<b>Series PWT8</b>	9.07	9.47
			<b>Series PWX</b>	9.09	9.48
			<b>Series PWX8</b>	9.79	10.11
			<b>Series R</b>	14.34	14.94
			<b>Series T5</b>	8.74	9.01
			<b>Series T8</b>	5.69	5.95
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Accounts payable for investments purchased	1,890	10,219			
Accounts payable for securities redeemed	733	682			
Distribution payable	1	1			
Unrealized losses on derivative contracts	621	1,443			
<b>Total liabilities</b>	<b>3,245</b>	<b>12,345</b>			
<b>Net assets attributable to securityholders</b>	<b>676,120</b>	<b>764,033</b>			
<b>Net assets attributable to securityholders</b>					
<b>per series (note 3)</b>					
<b>Series A</b>	339,685	391,506			
<b>Series AR</b>	34,667	37,060			
<b>Series D</b>	395	414			
<b>Series F</b>	26,001	30,944			
<b>Series F5</b>	122	43			
<b>Series F8</b>	3,211	3,369			
<b>Series FB</b>	402	388			
<b>Series FB5</b>	1	1			
<b>Series G</b>	2,589	2,921			
<b>Series I</b>	7,265	7,666			
<b>Series J</b>	646	736			
<b>Series O</b>	38,509	40,278			
<b>Series O5</b>	1	1			
<b>Series PW</b>	183,688	203,799			
<b>Series PWFB</b>	1,093	941			
<b>Series PWFB5</b>	1	1			
<b>Series PWR</b>	2,131	–			
<b>Series PWT5</b>	2,522	3,096			
<b>Series PWT8</b>	7,261	9,331			
<b>Series PWX</b>	2,106	2,254			
<b>Series PWX8</b>	169	175			

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

# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## STATEMENTS OF COMPREHENSIVE INCOME

For the periods ended September 30 (note 1)  
In thousands (except per security figures)

	2019	2018		2019	2018
	\$	\$		\$	\$
<b>Income</b>			<b>Series PWFB5</b>	–	–
Dividends	6,760	6,190	<b>Series PWR</b>	(48)	–
Interest income	5,400	6,631	<b>Series PWT5</b>	(11)	50
Other changes in fair value of investments and other net assets			<b>Series PWT8</b>	(31)	211
Net realized gain (loss)	(28,930)	27,289	<b>Series PWX</b>	12	116
Net unrealized gain (loss)	21,639	(3,169)	<b>Series PWX8</b>	–	7
Securities lending income	–	284	<b>Series R</b>	63	565
Fee rebate income	5	6	<b>Series T5</b>	(11)	147
<b>Total income (loss)</b>	<b>4,874</b>	<b>37,231</b>	<b>Series T8</b>	(72)	722
			<b>Increase (decrease) in net assets attributable to securityholders from operations per security</b>		
<b>Expenses (note 6)</b>			<b>Series A</b>	(0.05)	0.32
Management fees	6,533	8,168	<b>Series AR</b>	(0.06)	0.36
Management fee rebates	(2)	(18)	<b>Series D</b>	0.01	0.31
Administration fees	714	903	<b>Series E</b>	–	0.31
Interest charges	3	4	<b>Series F</b>	0.02	0.45
Commissions and other portfolio transaction costs	255	250	<b>Series F5</b>	(0.19)	0.01
Independent Review Committee fees	1	2	<b>Series F8</b>	0.02	0.16
Other	–	1	<b>Series FB</b>	(0.01)	0.51
<b>Expenses before amounts absorbed by Manager</b>	<b>7,504</b>	<b>9,310</b>	<b>Series FB5</b>	(0.01)	0.90
Expenses absorbed by Manager	–	–	<b>Series G</b>	(0.03)	0.43
<b>Net expenses</b>	<b>7,504</b>	<b>9,310</b>	<b>Series I</b>	(0.03)	0.30
<b>Increase (decrease) in net assets attributable to securityholders from operations before tax</b>	<b>(2,630)</b>	<b>27,921</b>	<b>Series J</b>	(0.03)	0.36
Foreign withholding taxes	470	356	<b>Series O</b>	0.08	0.64
Foreign income taxes paid (recovered)	–	–	<b>Series O5</b>	0.06	0.49
<b>Increase (decrease) in net assets attributable to securityholders from operations</b>	<b>(3,100)</b>	<b>27,565</b>	<b>Series PW</b>	(0.05)	0.17
<b>Increase (decrease) in net assets attributable to securityholders from operations per series</b>			<b>Series PWF</b>	–	0.29
<b>Series A</b>	(2,101)	18,050	<b>Series PWF8</b>	–	0.31
<b>Series AR</b>	(182)	992	<b>Series PWFB</b>	–	0.18
<b>Series D</b>	1	6	<b>Series PWFB5</b>	0.02	0.22
<b>Series E</b>	–	–	<b>Series PWR</b>	(0.25)	–
<b>Series F</b>	37	904	<b>Series PWT5</b>	(0.04)	0.24
<b>Series F5</b>	–	–	<b>Series PWT8</b>	(0.03)	0.23
<b>Series F8</b>	7	60	<b>Series PWX</b>	0.05	0.40
<b>Series FB</b>	–	25	<b>Series PWX8</b>	0.06	0.44
<b>Series FB5</b>	–	–	<b>Series R</b>	0.09	0.64
<b>Series G</b>	(7)	120	<b>Series T5</b>	(0.05)	0.36
<b>Series I</b>	(23)	253	<b>Series T8</b>	(0.03)	0.23
<b>Series J</b>	(1)	25			
<b>Series O</b>	207	1,799			
<b>Series O5</b>	–	–			
<b>Series PW</b>	(939)	3,104			
<b>Series PWF</b>	–	310			
<b>Series PWF8</b>	–	88			
<b>Series PWFB</b>	(1)	11			

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

# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## STATEMENTS OF CHANGES IN FINANCIAL POSITION

For the periods ended September 30 (note 1)  
In thousands

	2019		2018		2019		2018		2019		2018	
	Series A		Series AR		Series D		Series E		Series F			
	\$		\$		\$		\$		\$			
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>												
<b>Beginning of period</b>	391,506	628,430	37,060	34,922	414	198	–	9	30,944	24,035		
Increase (decrease) in net assets from operations	(2,101)	18,050	(182)	992	1	6	–	–	37	904		
Distributions paid to securityholders:												
Investment income	(439)	(1,340)	(41)	(96)	(4)	(1)	–	–	(626)	(300)		
Capital gains	–	–	–	–	–	–	–	–	–	–		
Return of capital	–	–	–	–	–	–	–	–	–	–		
Management fee rebates	–	–	–	–	–	–	–	–	–	–		
Total distributions paid to securityholders	(439)	(1,340)	(41)	(96)	(4)	(1)	–	–	(626)	(300)		
Security transactions:												
Proceeds from securities issued	10,984	21,319	2,114	2,530	32	7	–	–	1,817	14,285		
Reinvested distributions	433	1,322	41	96	4	1	–	–	542	266		
Payments on redemption of securities	(60,698)	(208,237)	(4,325)	(1,775)	(52)	(7)	–	(9)	(6,713)	(4,998)		
Total security transactions	(49,281)	(185,596)	(2,170)	851	(16)	1	–	(9)	(4,354)	9,553		
<b>Total increase (decrease) in net assets</b>	<b>(51,821)</b>	<b>(168,886)</b>	<b>(2,393)</b>	<b>1,747</b>	<b>(19)</b>	<b>6</b>	<b>–</b>	<b>(9)</b>	<b>(4,943)</b>	<b>10,157</b>		
<b>End of period</b>	<b>339,685</b>	<b>459,544</b>	<b>34,667</b>	<b>36,669</b>	<b>395</b>	<b>204</b>	<b>–</b>	<b>–</b>	<b>26,001</b>	<b>34,192</b>		

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

	Securities		Securities		Securities		Securities		Securities	
<b>Securities outstanding – beginning of period</b>	42,757	67,176	2,993	2,761	44	21	–	1	2,107	1,601
Issued	1,198	2,228	171	195	4	1	–	–	125	925
Reinvested distributions	47	137	3	7	–	–	–	–	37	17
Redeemed	(6,624)	(21,650)	(346)	(137)	(5)	(1)	–	(1)	(460)	(324)
<b>Securities outstanding – end of period</b>	<b>37,378</b>	<b>47,891</b>	<b>2,821</b>	<b>2,826</b>	<b>43</b>	<b>21</b>	<b>–</b>	<b>–</b>	<b>1,809</b>	<b>2,219</b>

	Series F5		Series F8		Series FB		Series FB5		Series G	
	\$		\$		\$		\$		\$	
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	43	–	3,369	1,154	388	729	1	16	2,921	3,839
Increase (decrease) in net assets from operations	–	–	7	60	–	25	–	–	(7)	120
Distributions paid to securityholders:										
Investment income	(1)	–	(37)	(36)	(7)	(3)	–	–	(8)	(20)
Capital gains	–	–	–	–	–	–	–	–	–	–
Return of capital	(2)	–	(81)	(93)	–	–	–	–	–	–
Management fee rebates	–	–	–	–	–	–	–	–	–	–
Total distributions paid to securityholders	(3)	–	(118)	(129)	(7)	(3)	–	–	(8)	(20)
Security transactions:										
Proceeds from securities issued	80	31	329	3,100	55	142	–	–	35	68
Reinvested distributions	2	–	45	57	7	3	–	–	8	20
Payments on redemption of securities	–	–	(421)	(172)	(41)	(516)	–	(15)	(360)	(606)
Total security transactions	82	31	(47)	2,985	21	(371)	–	(15)	(317)	(518)
<b>Total increase (decrease) in net assets</b>	<b>79</b>	<b>31</b>	<b>(158)</b>	<b>2,916</b>	<b>14</b>	<b>(349)</b>	<b>–</b>	<b>(15)</b>	<b>(332)</b>	<b>(418)</b>
<b>End of period</b>	<b>122</b>	<b>31</b>	<b>3,211</b>	<b>4,070</b>	<b>402</b>	<b>380</b>	<b>1</b>	<b>1</b>	<b>2,589</b>	<b>3,421</b>

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

	Securities		Securities		Securities		Securities		Securities	
<b>Securities outstanding – beginning of period</b>	3	–	450	141	40	74	–	1	232	299
Issued	6	2	45	373	5	13	–	–	3	5
Reinvested distributions	–	–	6	7	1	–	–	–	1	2
Redeemed	–	–	(56)	(21)	(4)	(50)	–	(1)	(29)	(46)
<b>Securities outstanding – end of period</b>	<b>9</b>	<b>2</b>	<b>445</b>	<b>500</b>	<b>42</b>	<b>37</b>	<b>–</b>	<b>–</b>	<b>207</b>	<b>260</b>

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

# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## STATEMENTS OF CHANGES IN FINANCIAL POSITION (cont'd)

For the periods ended September 30 (note 1)  
In thousands

	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
	Series I		Series J		Series O		Series O5		Series PW	
	\$		\$		\$		\$		\$	
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	7,666	7,950	736	811	40,278	44,763	1	1	203,799	113,730
Increase (decrease) in net assets from operations	(23)	253	(1)	25	207	1,799	-	-	(939)	3,104
Distributions paid to securityholders:										
Investment income	(30)	(64)	(2)	(4)	(1,840)	(617)	-	-	(374)	(850)
Capital gains	-	-	-	-	-	-	-	-	-	-
Return of capital	-	-	-	-	-	-	-	-	-	-
Management fee rebates	-	-	-	-	(1)	-	-	-	(1)	(14)
Total distributions paid to securityholders	(30)	(64)	(2)	(4)	(1,841)	(617)	-	-	(375)	(864)
Security transactions:										
Proceeds from securities issued	2	20	-	-	1,095	667	-	-	8,102	134,663
Reinvested distributions	30	63	2	4	1,833	615	-	-	370	846
Payments on redemption of securities	(380)	(484)	(89)	(75)	(3,063)	(3,244)	-	-	(27,269)	(25,095)
Total security transactions	(348)	(401)	(87)	(71)	(135)	(1,962)	-	-	(18,797)	110,414
<b>Total increase (decrease) in net assets</b>	<b>(401)</b>	<b>(212)</b>	<b>(90)</b>	<b>(50)</b>	<b>(1,769)</b>	<b>(780)</b>	<b>-</b>	<b>-</b>	<b>(20,111)</b>	<b>112,654</b>
<b>End of period</b>	<b>7,265</b>	<b>7,738</b>	<b>646</b>	<b>761</b>	<b>38,509</b>	<b>43,983</b>	<b>1</b>	<b>1</b>	<b>183,688</b>	<b>226,384</b>
<b>Increase (decrease) in fund securities (note 7):</b>										
<b>Securities outstanding – beginning of period</b>	<b>835</b>	<b>845</b>	<b>66</b>	<b>71</b>	<b>2,625</b>	<b>2,853</b>	<b>-</b>	<b>-</b>	<b>20,689</b>	<b>11,304</b>
Issued	-	1	-	-	71	41	-	-	818	12,978
Reinvested distributions	3	7	-	-	123	38	-	-	37	81
Redeemed	(41)	(50)	(8)	(6)	(204)	(201)	-	-	(2,765)	(2,431)
<b>Securities outstanding – end of period</b>	<b>797</b>	<b>803</b>	<b>58</b>	<b>65</b>	<b>2,615</b>	<b>2,731</b>	<b>-</b>	<b>-</b>	<b>18,779</b>	<b>21,932</b>
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	-	10,788	-	3,014	941	315	1	1	-	-
Increase (decrease) in net assets from operations	-	310	-	88	(1)	11	-	-	(48)	-
Distributions paid to securityholders:										
Investment income	-	-	-	-	(24)	(6)	-	-	(4)	-
Capital gains	-	-	-	-	-	-	-	-	-	-
Return of capital	-	-	-	(42)	-	-	-	-	-	-
Management fee rebates	-	(2)	-	(1)	-	-	-	-	-	-
Total distributions paid to securityholders	-	(2)	-	(43)	(24)	(6)	-	-	(4)	-
Security transactions:										
Proceeds from securities issued	-	500	-	1	229	507	-	15	2,292	-
Reinvested distributions	-	1	-	25	24	6	-	-	4	-
Payments on redemption of securities	-	(11,597)	-	(3,085)	(76)	(109)	-	-	(113)	-
Total security transactions	-	(11,096)	-	(3,059)	177	404	-	15	2,183	-
<b>Total increase (decrease) in net assets</b>	<b>-</b>	<b>(10,788)</b>	<b>-</b>	<b>(3,014)</b>	<b>152</b>	<b>409</b>	<b>-</b>	<b>15</b>	<b>2,131</b>	<b>-</b>
<b>End of period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,093</b>	<b>724</b>	<b>1</b>	<b>16</b>	<b>2,131</b>	<b>-</b>
<b>Increase (decrease) in fund securities (note 7):</b>										
<b>Securities outstanding – beginning of period</b>	<b>-</b>	<b>1,092</b>	<b>-</b>	<b>279</b>	<b>102</b>	<b>33</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Issued	-	50	-	-	24	52	-	1	227	-
Reinvested distributions	-	-	-	2	3	1	-	-	-	-
Redeemed	-	(1,142)	-	(281)	(8)	(11)	-	-	(11)	-
<b>Securities outstanding – end of period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>121</b>	<b>75</b>	<b>-</b>	<b>1</b>	<b>216</b>	<b>-</b>

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

# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## STATEMENTS OF CHANGES IN FINANCIAL POSITION (cont'd)

For the periods ended September 30 (note 1)  
In thousands

	2019		2018		2019		2018	
	Series PWT5		Series PWT8		Series PWX		Series PWX8	
	\$		\$		\$		\$	
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>								
<b>Beginning of period</b>	<b>3,096</b>	<b>1,974</b>	<b>9,331</b>	<b>7,456</b>	<b>2,254</b>	<b>2,944</b>	<b>175</b>	<b>174</b>
Increase (decrease) in net assets from operations	(11)	50	(31)	211	12	116	–	7
Distributions paid to securityholders:								
Investment income	(5)	(14)	(15)	(42)	(102)	(39)	(2)	(2)
Capital gains	–	–	–	–	–	–	–	–
Return of capital	(62)	(79)	(300)	(374)	–	–	(4)	(5)
Management fee rebates	–	–	–	(1)	–	–	–	–
Total distributions paid to securityholders	(67)	(93)	(315)	(417)	(102)	(39)	(6)	(7)
Security transactions:								
Proceeds from securities issued	129	1,816	392	4,496	–	6	–	–
Reinvested distributions	15	25	141	166	102	39	6	7
Payments on redemption of securities	(640)	(282)	(2,257)	(788)	(160)	(329)	(6)	(1)
Total security transactions	(496)	1,559	(1,724)	3,874	(58)	(284)	–	6
<b>Total increase (decrease) in net assets</b>	<b>(574)</b>	<b>1,516</b>	<b>(2,070)</b>	<b>3,668</b>	<b>(148)</b>	<b>(207)</b>	<b>(6)</b>	<b>6</b>
<b>End of period</b>	<b>2,522</b>	<b>3,490</b>	<b>7,261</b>	<b>11,124</b>	<b>2,106</b>	<b>2,737</b>	<b>169</b>	<b>180</b>

	2019		2018		2019		2018	
	Securities		Securities		Securities		Securities	
<b>Increase (decrease) in fund securities (note 7):</b>								
<b>Securities outstanding – beginning of period</b>	<b>248</b>	<b>147</b>	<b>986</b>	<b>714</b>	<b>238</b>	<b>304</b>	<b>17</b>	<b>16</b>
Issued	11	132	42	423	–	–	–	–
Reinvested distributions	1	2	15	16	11	4	1	1
Redeemed	(52)	(21)	(242)	(75)	(17)	(33)	(1)	(1)
<b>Securities outstanding – end of period</b>	<b>208</b>	<b>260</b>	<b>801</b>	<b>1,078</b>	<b>232</b>	<b>275</b>	<b>17</b>	<b>16</b>

	2019		2018		2019		2018	
	Series R		Series T5		Series T8		Total	
	\$		\$		\$		\$	
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>								
<b>Beginning of period</b>	<b>11,286</b>	<b>14,251</b>	<b>2,445</b>	<b>4,965</b>	<b>15,378</b>	<b>24,913</b>	<b>764,033</b>	<b>931,382</b>
Increase (decrease) in net assets from operations	63	565	(11)	147	(72)	722	(3,100)	27,565
Distributions paid to securityholders:								
Investment income	(485)	(186)	(2)	(10)	(16)	(53)	(4,064)	(3,683)
Capital gains	–	–	–	–	–	–	–	–
Return of capital	–	–	(45)	(110)	(502)	(808)	(996)	(1,511)
Management fee rebates	–	–	–	–	–	–	(2)	(18)
Total distributions paid to securityholders	(485)	(186)	(47)	(120)	(518)	(861)	(5,062)	(5,212)
Security transactions:								
Proceeds from securities issued	768	271	147	305	160	605	28,762	185,354
Reinvested distributions	–	–	17	40	231	376	3,857	3,978
Payments on redemption of securities	(1,776)	(1,718)	(785)	(2,120)	(3,146)	(7,514)	(112,370)	(272,776)
Total security transactions	(1,008)	(1,447)	(621)	(1,775)	(2,755)	(6,533)	(79,751)	(83,444)
<b>Total increase (decrease) in net assets</b>	<b>(1,430)</b>	<b>(1,068)</b>	<b>(679)</b>	<b>(1,748)</b>	<b>(3,345)</b>	<b>(6,672)</b>	<b>(87,913)</b>	<b>(61,091)</b>
<b>End of period</b>	<b>9,856</b>	<b>13,183</b>	<b>1,766</b>	<b>3,217</b>	<b>12,033</b>	<b>18,241</b>	<b>676,120</b>	<b>870,291</b>

	2019		2018		2019		2018	
	Securities		Securities		Securities		Securities	
<b>Increase (decrease) in fund securities (note 7):</b>								
<b>Securities outstanding – beginning of period</b>	<b>755</b>	<b>933</b>	<b>271</b>	<b>511</b>	<b>2,584</b>	<b>3,789</b>		
Issued	53	17	17	31	27	91		
Reinvested distributions	–	–	2	4	40	57		
Redeemed	(121)	(109)	(88)	(214)	(537)	(1,126)		
<b>Securities outstanding – end of period</b>	<b>687</b>	<b>841</b>	<b>202</b>	<b>332</b>	<b>2,114</b>	<b>2,811</b>		

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

# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## STATEMENTS OF CASH FLOWS

For the periods ended September 30 (note 1)  
In thousands

	2019	2018
	\$	\$
<b>Cash flows from operating activities</b>		
Net increase (decrease) in net assets attributable to securityholders from operations	(3,100)	27,565
Adjustments for:		
Net realized loss (gain) on investments	26,838	(32,696)
Change in net unrealized loss (gain) on investments	(21,565)	3,170
Purchase of investments	(160,756)	(207,233)
Proceeds from sale and maturity of investments	225,446	301,071
Change in accrued interest receivable	380	(115)
Change in dividends receivable	(159)	539
Change in due from manager	–	11
Change in margin on derivatives	1,248	1,226
Change in due to manager	–	(105)
<b>Net cash from operating activities</b>	<b>68,332</b>	<b>93,433</b>
<b>Cash flows from financing activities</b>		
Proceeds from securities issued	16,654	35,875
Payments on redemption of securities	(100,217)	(124,371)
Distributions paid net of reinvestments	(1,205)	(1,234)
<b>Net cash from financing activities</b>	<b>(84,768)</b>	<b>(89,730)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(16,436)</b>	<b>3,703</b>
Cash and cash equivalents at beginning of period	17,572	208
Effect of exchange rate fluctuations on cash and cash equivalents	–	(13)
<b>Cash and cash equivalents at end of period</b>	<b>1,136</b>	<b>3,898</b>
Cash	1,136	770
Cash equivalents	–	3,128
<b>Cash and cash equivalents at end of period</b>	<b>1,136</b>	<b>3,898</b>
<b>Supplementary disclosures on cash flow from operating activities:</b>		
Dividends received	6,601	6,729
Foreign taxes paid	470	356
Interest received	5,780	6,516
Interest paid	3	4

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



**MACKENZIE**  
Investments

# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SCHEDULE OF INVESTMENTS

As at September 30, 2019

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS</b>					
407 International Inc. 3.14% 03-06-2030 Callable 2029	Canada	Corporate - Non Convertible	160,000	162	171
407 International Inc. 3.43% 06-01-2033 MTN	Canada	Corporate - Non Convertible	1,140,000	1,148	1,240
407 International Inc. 3.65% 09-08-2044 Callable MTN	Canada	Corporate - Non Convertible	190,000	191	214
407 International Inc. 3.60% 05-21-2047 Callable	Canada	Corporate - Non Convertible	800,000	801	900
407 International Inc. 3.72% 05-11-2048 Callable 2047	Canada	Corporate - Non Convertible	840,000	840	967
407 International Inc. 3.67% 03-08-2049 Callable 2048	Canada	Corporate - Non Convertible	230,000	230	263
Acproducts Inc. Term Loan 1st Lien F/R 02-14-2024	United States	Term Loans	USD 197,500	247	252
Aegis Toxicology Sciences Corp. Term Loan B 1st Lien F/R 05-09-2025	United States	Term Loans	USD 69,300	88	88
AerCap Ireland Capital Designated Activity Co. 3.30% 01-23-2023 Callable 2022	Ireland	Corporate - Non Convertible	USD 370,000	459	499
AerCap Ireland Capital Designated Activity Co. 4.45% 10-01-2025 Callable 2025	Ireland	Corporate - Non Convertible	USD 240,000	313	339
AG Merger Sub II Inc. Term Loan B 1st Lien F/R 08-01-2026	United States	Term Loans	USD 110,000	144	143
AI Ladder Luxembourg Term Loan B 1st Lien F/R 05-04-2025	United States	Term Loans	USD 61,115	76	74
AIMCo Realty Investors LP 2.27% 06-26-2024 Callable 2024	Canada	Corporate - Non Convertible	660,000	662	661
AIMCo Realty Investors LP 3.04% 06-01-2028 Callable 2028	Canada	Corporate - Non Convertible	370,000	370	388
Aimco Realty Investors LP 2.712% 06-01-2029 Callable 2029	Canada	Corporate - Non Convertible	570,000	578	582
AL Midcoast Holdings LLC Term Loan B 1st Lien F/R 06-28-2025	United States	Term Loans	USD 168,300	221	220
Alcami Carolinas Corp. Term Loan 1st Lien F/R 07-06-2025	United States	Term Loans	USD 148,500	194	185
Alchemy US Holdco LLC Term Loan B 1st Lien F/R 10-01-2025	United States	Term Loans	USD 127,563	161	167
Algonquin Power & Utilities Corp. 4.09% 02-17-2027 Callable	Canada	Corporate - Non Convertible	1,010,000	1,011	1,079
AltaLink LP 3.72% 12-03-2046 Callable MTN	Canada	Corporate - Non Convertible	415,000	414	479
Anheuser-Busch InBev Finance Inc. 2.60% 05-15-2024 Callable 2024	Belgium	Corporate - Non Convertible	440,000	421	442
Anheuser-Busch InBev Worldwide Inc. 4.75% 01-23-2029 Callable 2028	Belgium	Corporate - Non Convertible	USD 80,000	106	123
APFS Staffing Holdings Inc. Term Loan 1st Lien F/R 04-10-2026	United States	Term Loans	USD 99,750	131	132
Aroundtown SA 4.63% 09-18-2025 Callable 2025	Germany	Corporate - Non Convertible	480,000	478	503
Ascend Performance Materials Operations LLC Term Loan B 1st Lien F/R 08-16-2026	United States	Term Loans	USD 140,000	182	186
AT&T Inc. 2.85% 05-25-2024	United States	Corporate - Non Convertible	260,000	259	262
AT&T Inc. 4.00% 11-25-2025 Callable 2025	United States	Corporate - Non Convertible	530,000	532	562
AT&T Inc. 4.35% 03-01-2029 Callable 2028	United States	Corporate - Non Convertible	USD 190,000	251	278
Ball Metalpack Finco LLC Term Loan B 1st Lien F/R 07-26-2025	United States	Term Loans	USD 108,625	141	136
Bank of America Corp. 3.95% 04-21-2025	United States	Corporate - Non Convertible	USD 270,000	328	379
Bank of America Corp. F/R 04-25-2025 Callable 2024	United States	Corporate - Non Convertible	780,000	787	791
Bank of Montreal 2.70% 09-11-2024 DPNT	Canada	Corporate - Non Convertible	30,000	30	31
Bank of Montreal 3.19% 03-01-2028	Canada	Corporate - Non Convertible	640,000	635	687
Bank of Montreal F/R 09-17-2029 Callable 2024	Canada	Corporate - Non Convertible	170,000	170	170
The Bank of Nova Scotia 2.49% 09-23-2024	Canada	Corporate - Non Convertible	420,000	420	422
The Bank of Nova Scotia F/R 07-03-2029 Callable 2024	Canada	Corporate - Non Convertible	380,000	380	379
Bausch Health Cos Inc. Term Loan B 1st Lien F/R 05-24-2025	United States	Term Loans	USD 86,131	110	115
bcIMC Realty Corp. 3.00% 03-31-2027 Callable 2026	Canada	Corporate - Non Convertible	980,000	998	1,029
BCPE Cycle Merger Sub II Inc. 10.63% 07-15-2027 Callable 2022 144A	United States	Corporate - Non Convertible	USD 50,000	67	64
Bell Canada Inc. 2.90% 09-10-2029 Callable 2029	Canada	Corporate - Non Convertible	470,000	469	468
Bell Canada Inc. 4.45% 02-27-2047 Callable 2046	Canada	Corporate - Non Convertible	1,130,000	1,125	1,264
Bell Canada 3.80% 08-21-2028 Callable 2028	Canada	Corporate - Non Convertible	1,050,000	1,043	1,126
Boardriders Inc. Term Loan B 1st Lien F/R 03-21-2024	United States	Term Loans	USD 37,506	48	48



**MACKENZIE**  
Investments



# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2019

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
BP Capital Markets PLC 3.47% 05-15-2025	United Kingdom	Corporate - Non Convertible	540,000	541	569
Brookfield Infrastructure Finance ULC 4.20% 09-11-2028 Callable 2028	Canada	Corporate - Non Convertible	830,000	838	882
Brookfield Renewable Energy Partners ULC 3.75% 06-02-2025 Callable 2025	Canada	Corporate - Non Convertible	800,000	799	841
Brookfield Renewable Energy Partners ULC 3.63% 01-15-2027 Callable 2026	Canada	Corporate - Non Convertible	310,000	310	324
Brookfield Renewable Partners ULC 4.25% 01-15-2029 Callable 2028	Canada	Corporate - Non Convertible	550,000	550	597
Brookfield Renewable Partners ULC 3.38% 01-15-2030 Callable 2029	Canada	Corporate - Non Convertible	160,000	160	162
Brookfield Renewable Partners ULC 4.29% 11-05-2049 Callable 2049	Canada	Corporate - Non Convertible	260,000	260	266
Brookfield Residential Properties Inc. 6.25% 09-15-2027 Callable 2022 144A	Canada	Corporate - Non Convertible	USD 40,000	53	53
Bruce Power LP 3.00% 06-21-2024 Callable 2024	Canada	Corporate - Non Convertible	660,000	663	673
Bulldog Purchaser Inc. Delayed Draw Term Loan 1st Lien F/R 08-31-2025	United States	Term Loans	USD 5,333	7	7
Bulldog Purchaser Inc. Term Loan B 1st Lien F/R 08-31-2025	United States	Term Loans	USD 105,797	139	139
C&D Technologies Inc. Term Loan B 1st Lien F/R 12-13-2025	United States	Term Loans	USD 119,050	140	150
Can Am Construction Inc./Canada Term Loan B 1st Lien F/R 07-01-2024	Canada	Term Loans	USD 593,979	763	765
Canada Goose Inc. Term Loan 1st Lien F/R 12-02-2024	Canada	Term Loans	USD 199,754	250	263
Canadian Imperial Bank of Commerce F/R 06-19-2029 Callable 2024	Canada	Corporate - Non Convertible	390,000	390	391
Canadian Mortgage Pools 1.75% 06-01-2024	Canada	Mortgage Backed	363,396	362	361
Canadian National Railway Co. 3.00% 02-08-2029 Callable 2028	Canada	Corporate - Non Convertible	380,000	379	400
Canadian National Railway Co. 3.60% 07-31-2048 Callable 2048	Canada	Corporate - Non Convertible	570,000	561	641
Canadian Pacific Railway Ltd. 3.15% 03-13-2029 Callable 2028	Canada	Corporate - Non Convertible	330,000	329	344
Capital Power Corp. 4.99% 01-23-2026 Callable 2025	Canada	Corporate - Non Convertible	290,000	290	312
Casablanca US Holdings Inc. Term Loan 1st Lien F/R 03-31-2024	United States	Term Loans	USD 334,900	430	431
CBS Corp. 4.20% 06-01-2029 Callable 2029	United States	Corporate - Non Convertible	USD 570,000	743	821
CCL Industries Inc. 3.86% 04-13-2028 Callable 2028	Canada	Corporate - Non Convertible	420,000	420	449
CCS-CMGC Holdings Inc. Term Loan 1st Lien F/R 09-25-2025	United States	Term Loans	USD 89,325	115	117
CEVA Logistics Finance BV Term Loan B 1st Lien F/R 08-03-2025	United States	Term Loans	USD 149,625	191	175
Charter Communications Operating LLC 4.50% 02-01-2024 Callable 2024	United States	Corporate - Non Convertible	USD 440,000	583	625
Charter Communications Operating LLC 5.05% 03-30-2029 Callable 2028	United States	Corporate - Non Convertible	USD 520,000	690	770
Chartwell Retirement Residences 4.21% 04-28-2025 Callable 2025	Canada	Corporate - Non Convertible	210,000	210	222
Choice Properties Real Estate Investment Trust 3.56% 09-09-2024 Callable 2024	Canada	Corporate - Non Convertible	170,000	165	176
Choice Properties Real Estate Investment Trust 3.55% 01-10-2025 Callable 2024	Canada	Corporate - Non Convertible	40,000	42	41
Choice Properties Real Estate Investment Trust 4.18% 03-08-2028 Callable 2027	Canada	Corporate - Non Convertible	740,000	740	797
Choice Properties Real Estate Investment Trust 3.54% 06-11-2029 Callable 2029	Canada	Corporate - Non Convertible	480,000	480	492
Citadel LLC Term Loan B 1st Lien F/R 02-22-2026	United States	Term Loans	USD 527,200	691	701
Comber Wind Financial Corp. 5.13% 11-15-2030	Canada	Corporate - Non Convertible	1,693,571	1,755	1,875
Commonwealth of Bahamas 5.75% 01-16-2024	Bahamas	Foreign Governments	USD 111,000	135	153
Commonwealth of Bahamas 6.95% 11-20-2029	Bahamas	Foreign Governments	USD 119,000	179	176



**MACKENZIE**  
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# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2019

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
CommScope Technologies LLC 5.00% 03-15-2027 Callable 2022 144A	United States	Corporate - Non Convertible	USD 50,000	58	55
Connect Finco SARL Term Loan B 1st Lien F/R 09-23-2026	United Kingdom	Term Loans	USD 120,000	156	157
Connect Finco SARL 6.75% 10-01-2026	United Kingdom	Corporate - Non Convertible	USD 60,000	80	81
Cordelio Amalco GP I 4.09% 06-30-2034	Canada	Corporate - Non Convertible	307,844	308	329
Cordelio Amalco GP I 4.09% 09-30-2034	Canada	Corporate - Non Convertible	316,539	317	337
CPPIB Capital Inc. 1.95% 09-30-2029	Canada	Corporate - Non Convertible	940,000	936	934
Crosslinx Transit Solutions General Partnership 4.65% 09-30-2046	Canada	Corporate - Non Convertible	700,000	698	775
Crown Subsea Communications Holding Inc. Term Loan 1st Lien F/R 11-02-2025	United States	Term Loans	USD 185,250	238	246
CU Inc. 3.96% 07-27-2045 Callable	Canada	Corporate - Non Convertible	250,000	269	294
CU Inc. 3.76% 11-19-2046 Callable 2046	Canada	Corporate - Non Convertible	550,000	550	630
Diamond 1 Finance Corp. 4.42% 06-15-2021 Callable 2021 144A	United States	Corporate - Non Convertible	USD 110,000	142	150
Diamond Sports Group LLC Term Loan B 1st Lien F/R 07-18-2026	United States	Term Loans	USD 130,000	169	173
DynCorp International Inc. Term Loan B 1st Lien F/R 08-15-2025	United States	Term Loans	USD 210,000	271	273
EagleTree-Carbide Acquisition Corp. Term Loan 1st Lien F/R 08-28-2024	United States	Term Loans	USD 666,546	839	873
Edgewell Personal Care Co. Term Loan B 1st Lien F/R 09-20-2026	United States	Term Loans	USD 60,000	79	80
Electrical Components International Inc. Term Loan 1st Lien F/R 06-22-2025	United States	Term Loans	USD 177,750	234	212
Enbridge Gas Inc. 2.37% 08-09-2029 Callable 2029	Canada	Corporate - Non Convertible	150,000	150	149
Enbridge Gas Inc. 3.51% 11-29-2047 Callable 2047	Canada	Corporate - Non Convertible	690,000	690	761
Enbridge Gas Inc. 3.01% 08-09-2049 Callable 2049	Canada	Corporate - Non Convertible	140,000	140	141
Enbridge Inc. 4.57% 03-11-2044	Canada	Corporate - Non Convertible	2,350,000	2,384	2,598
Enbridge Inc. 5.37% 09-27-2077 Callable 2027	Canada	Corporate - Non Convertible	2,710,000	2,714	2,709
Enbridge Inc. F/R 04-12-2078 Callable 2028	Canada	Corporate - Non Convertible	1,070,000	1,074	1,158
ENC Holding Corp. Term Loan 1st Lien F/R 05-30-2025	United States	Term Loans	USD 69,175	89	90
EnerCare Solutions Inc. 3.99% 02-21-2024 Callable 2023	Canada	Corporate - Non Convertible	340,000	340	352
EnTrans International LLC Term Loan 1st Lien F/R 10-29-2025	United States	Term Loans	USD 132,125	172	171
EPCOR Utilities Inc. 3.55% 11-27-2047 Callable 2047	Canada	Corporate - Non Convertible	520,000	517	577
EPCOR Utilities Inc. 3.11% 07-08-2049 Callable 2049	Canada	Corporate - Non Convertible	440,000	440	451
EPR Properties 4.95% 04-15-2028 Callable 2028	United States	Corporate - Non Convertible	USD 370,000	464	534
EPR Properties 3.75% 08-15-2029 Callable 2029	United States	Corporate - Non Convertible	USD 230,000	302	305
Exela Intermediate LLC 10.00% 07-15-2023 Callable 2020 144A	United States	Corporate - Non Convertible	USD 93,000	121	69
Fairfax Financial Holdings Ltd. 5.84% 10-14-2022	Canada	Corporate - Non Convertible	670,000	737	733
Fairfax Financial Holdings Ltd. 8.30% 04-15-2026	Canada	Corporate - Non Convertible	USD 1,700,000	1,843	2,796
Fairfax Financial Holdings Ltd. 4.23% 06-14-2029 Callable 2029	Canada	Corporate - Non Convertible	170,000	170	173
Fairfax Financial Holdings Ltd. 7.75% 07-15-2037	Canada	Corporate - Non Convertible	USD 6,130,000	6,371	9,987
Forming Machining Industries Holdings LLC Term Loan 1st Lien F/R 10-03-2025	United States	Term Loans	USD 54,588	70	69
FortisAlberta Inc. 3.74% 09-18-2048 Callable 2048	Canada	Corporate - Non Convertible	100,000	100	115
Fortress Transportation and Infrastructure Investors LLC 6.50% 10-01-2025 Callable 2021 144A	United States	Corporate - Non Convertible	USD 80,000	103	109
Foundation Building Materials LLC Term Loan B 1st Lien F/R 05-11-2025	United States	Term Loans	USD 89,325	114	118
Frontera Generation Holdings LLC Term Loan B 1st Lien F/R 04-25-2025	United States	Term Loans	USD 147,351	188	185
Fusion Connect Inc. Term Loan 1st Lien F/R 06-03-2019	Netherlands	Term Loans	USD 2,200	3	3
Fusion Connect Inc. Term Loan B 1st Lien F/R 05-03-2023	United States	Term Loans	USD 272,739	340	193



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# MACKENZIE CUNDILL CANADIAN BALANCED FUND

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BALANCED FUND

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2019

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
Fusion Connect Inc. Term Loan DIP 1st Lien F/R 10-03-2019	United States	Term Loans	USD 23,500	31	31
GEMS MENASA (Cayman) Ltd. Term Loan B 1st Lien F/R 07-30-2026	United Arab Emirates	Term Loans	USD 69,825	91	92
GFL Environmental Inc. 5.63% 05-01-2022 Callable 2019 144A	Canada	Corporate - Non Convertible	USD 20,000	26	27
GFL Environmental Inc. 7.00% 06-01-2026 Callable 2021 144A	Canada	Corporate - Non Convertible	USD 30,000	37	42
Gibson Energy Inc. 5.25% 07-15-2024 Callable 2020 REGS	Canada	Corporate - Non Convertible	53,000	53	56
Gibson Energy Inc. 3.60% 09-17-2029 Callable 2029	Canada	Corporate - Non Convertible	200,000	200	203
GLOBALFOUNDRIES Inc. Term Loan B 1st Lien F/R 05/24/2026	United States	Term Loans	USD 290,000	386	375
Government of Bermuda 4.13% 01-03-2023	Bermuda	Foreign Governments	USD 430,000	566	599
Government of Bermuda 4.85% 02-06-2024	Bermuda	Foreign Governments	USD 201,000	269	292
Government of Bermuda 3.72% 01-25-2027 Callable 2026	Bermuda	Foreign Governments	USD 330,000	405	465
Government of Canada 2.25% 06-01-2029	Canada	Federal Government	1,720,000	1,853	1,857
Government of Canada 1.25% 12-01-2047 Real Return	Canada	Federal Government	7,150,000	9,089	10,102
Government of Canada 2.75% 12-01-2048	Canada	Federal Government	12,690,000	14,647	16,318
Greater Toronto Airports Authority 2.73% 04-03-2029 Callable 2029	Canada	Corporate - Non Convertible	260,000	266	271
Greater Toronto Airports Authority 2.75% 10-17-2039	Canada	Corporate - Non Convertible	230,000	230	233
H&R Real Estate Investment Trust 3.42% 01-23-2023 Callable 2022	Canada	Corporate - Non Convertible	390,000	392	398
H&R Real Estate Investment Trust 3.37% 01-30-2024 Callable 2023	Canada	Corporate - Non Convertible	1,150,000	1,147	1,169
Halo Buyer Inc. Term Loan 1st Lien F/R 06-28-2025	United States	Term Loans	USD 79,004	103	104
Heartland Dental LLC Delay Draw Term Loan 1st Lien F/R 04-17-2025	United States	Term Loans	USD 8,227	11	11
Heartland Dental LLC Term Loan 1st Lien F/R 04-17-2025	United States	Term Loans	USD 365,785	467	475
Heathrow Funding Ltd. 3.25% 05-21-2025	United Kingdom	Corporate - Non Convertible	200,000	209	207
Heathrow Funding Ltd. 3.40% 03-08-2028	United Kingdom	Corporate - Non Convertible	690,000	689	720
Heathrow Funding Ltd. 3.79% 09-04-2030 Callable 2030	United Kingdom	Corporate - Non Convertible	540,000	540	576
Heritage Power LLC Term Loan B 1st Lien F/R 07-08-2026	United States	Term Loans	USD 150,000	191	195
HSBC Holdings PLC 3.20% 12-05-2023	United Kingdom	Corporate - Non Convertible	310,000	310	317
Hydro One Inc. 2.54% 04-05-2024 Callable 2024	Canada	Corporate - Non Convertible	380,000	380	387
Hydro One Inc. 3.72% 11-18-2047	Canada	Corporate - Non Convertible	1,950,000	1,971	2,187
Hydro One Inc. 3.63% 06-25-2049 Callable 2048	Canada	Corporate - Non Convertible	310,000	310	344
IEA Energy Services LLC Term Loan 1st Lien F/R 09-25-2024	United States	Term Loans	USD 174,381	222	224
II-VI Inc. Term Loan B 1st Lien F/R 05-08-2026	United States	Term Loans	USD 21,000	25	28
INEOS Enterprises Holdings US Finco LLC Term Loan B 1st Lien F/R 07-29-2026	United States	Term Loans	USD 150,000	195	200
Innovative Water Care Global Corp. Term Loan 1st Lien F/R 02-27-2026	United States	Term Loans	USD 169,150	211	205
Institutional Shareholder Services Inc. Term Loan 1st Lien F/R 02-26-2026	United States	Term Loans	USD 14,925	20	20
Integro Ltd. United States Term Loan B1 1st Lien F/R 10-31-2022	United States	Term Loans	USD 423,403	536	545
Inter Pipeline Ltd. 2.73% 04-18-2024 Callable 2024	Canada	Corporate - Non Convertible	1,060,000	1,068	1,063
Inter Pipeline Ltd. 3.48% 12-16-2026 Callable 2026	Canada	Corporate - Non Convertible	930,000	942	959
Inter Pipeline Ltd. F/R 03-26-2079 Callable 2029	Canada	Corporate - Non Convertible	190,000	190	198
Intermedia Holdings Inc. Term Loan B 1st Lien F/R 07-13-2025	United States	Term Loans	USD 148,875	194	197
The International Bank for Reconstruction and Development 3.50% 01-22-2021	Supra - National	n/a	NZD 4,610,000	4,264	3,938
International Finance Corp. 3.63% 05-20-2020	Supra - National	n/a	NZD 1,490,000	1,376	1,254
iQor US Inc. Term Loan 2nd Lien F/R 04-01-2022	United States	Term Loans	USD 350,000	424	354
iQor US Inc. Term Loan B 1st Lien F/R 04-01-2021	United States	Term Loans	USD 840,655	953	990
Isagenix International LLC Term Loan 1st Lien F/R 04-26-2025	United States	Term Loans	USD 247,000	315	253



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# MACKENZIE CUNDILL CANADIAN BALANCED FUND

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## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2019

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
Ivanhoe Cambridge II Inc. 2.91% 06-27-2023 Callable 2023	Canada	Corporate - Non Convertible	300,000	300	308
JP Intermediate B LLC Term Loan 1st Lien F/R 10-19-2025	United States	Term Loans	USD 77,000	100	87
Keane Group Holdings LLC Term Loan B 1st Lien F/R 05-18-2025	United States	Term Loans	USD 128,375	164	164
Kestrel Acquisition LLC Term Loan B 1st Lien F/R 05-02-2025	United States	Term Loans	USD 128,700	165	159
Kestrel Bidco Inc. Term Loan 1st Lien F/R 08-07-2026	Canada	Term Loans	USD 190,000	250	254
Keyera Corp. F/R 06-13-2079 Callable 2029	Canada	Corporate - Non Convertible	200,000	200	205
Kruger Products LP 6.00% 04-24-2025 Callable 2021	Canada	Corporate - Non Convertible	15,000	15	15
L&W Inc. Term Loan 1st Lien F/R 05-17-2025	United States	Term Loans	USD 236,753	304	302
LABL Escrow Issuer LLC 6.75% 07-15-2026 Callable 2022 144A	United States	Corporate - Non Convertible	USD 62,000	83	86
LABL Escrow Issuer LLC 10.50% 07-15-2027 Callable 2022 144A	United States	Corporate - Non Convertible	USD 98,000	131	132
LifeMiles Ltd. Term Loan B 1st Lien F/R 08-18-2022	Colombia	Term Loans	USD 228,106	291	291
LifeScan Global Corp. Term Loan 1st Lien F/R 06-19-2024	United States	Term Loans	USD 379,000	482	456
MacDonald, Dettwiler & Associates Ltd. Term Loan B 1st Lien F/R 10-04-2024	Canada	Term Loans	USD 424,830	513	497
Manulife Financial Corp. F/R 05-09-2028 Callable 2023	Canada	Corporate - Non Convertible	320,000	320	329
Manulife Financial Corp. F/R 08-20-2029 Callable 2024	Canada	Corporate - Non Convertible	1,070,000	1,070	1,094
Matterhorn Merger Sub LLC 8.50% 06-01-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 46,000	59	46
MEG Energy Corp. 6.38% 01-30-2023 Callable 144A	Canada	Corporate - Non Convertible	USD 100,000	120	129
MEG Energy Corp. 7.00% 03-31-2024 Callable 2019 144A	Canada	Corporate - Non Convertible	USD 62,000	81	79
Metronet Systems Holding LLC Term Loan 1st Lien F/R 12-31-2049	United States	Term Loans	USD 80,000	105	106
Milk Specialties Co. Term Loan 1st Lien F/R 08-16-2023	United States	Term Loans	USD 462,885	593	592
Minotaur Acquisition Inc. Term Loan 1st Lien F/R 02-27-2026	United States	Term Loans	USD 159,125	205	205
Morgan Stanley 3.00% 02-07-2024	United States	Corporate - Non Convertible	1,390,000	1,390	1,416
Multi-Color Corp. Term Loan B 1st Lien F/R 06-17-2026	United States	Term Loans	USD 130,000	172	173
MyNEXUS Inc. Term Loan 1st Lien F/R 06-19-2024	United States	Term Loans	USD 117,000	151	152
National Bank of Canada 2.98% 03-04-2024	Canada	Corporate - Non Convertible	230,000	230	236
National Bank of Canada 2.55% 07-12-2024	Canada	Corporate - Non Convertible	430,000	430	432
NAV Canada 3.29% 03-30-2048 Callable 2047	Canada	Corporate - Non Convertible	380,000	381	429
NAV Canada 3.21% 09-29-2050 Callable 2050	Canada	Corporate - Non Convertible	40,000	40	45
Neenah Foundry Co. Term Loan B 1st Lien F/R 12-08-2022	United States	Term Loans	USD 240,080	307	311
New Red Finance Inc. 5.00% 10-15-2025 Callable 2020 144A	Canada	Corporate - Non Convertible	USD 5,500	7	8
Nexstar Escrow Inc. 5.63% 07-15-2027 Callable 2022 144A	United States	Corporate - Non Convertible	USD 57,000	76	79
Norbord Inc. 5.75% 07-15-2027 Callable 2022 144A	Canada	Corporate - Non Convertible	USD 80,000	106	109
North Battleford Power LP 4.96% 12-31-2032	Canada	Corporate - Non Convertible	853,177	853	968
North West Redwater Partnership 2.80% 06-01-2027 Callable 2027	Canada	Corporate - Non Convertible	1,570,000	1,502	1,593
North West Redwater Partnership 3.65% 06-01-2035 Callable 2034	Canada	Corporate - Non Convertible	510,000	510	544
Nouvelle Autoroute 30 Financement Inc. 4.11% 03-31-2042	Canada	Corporate - Non Convertible	429,902	430	487
Nova Scotia Power Inc. 3.57% 04-05-2049 Callable 2048	Canada	Corporate - Non Convertible	230,000	230	250
OCI Beaumont LLC Term Loan B 1st Lien F/R 02-16-2025	United States	Term Loans	USD 9,850	13	13
Office Depot Inc. Term Loan B 1st Lien F/R 11-08-2022	United States	Term Loans	USD 198,820	248	266
Omega Healthcare Investors Inc. 4.50% 01-15-2025 Callable 2024	United States	Corporate - Non Convertible	USD 540,000	582	754
OMERS Finance Trust 2.60% 05-14-2029	Canada	Corporate - Non Convertible	530,000	529	549
OMERS Realty Corp. 3.24% 10-04-2027 Callable 2027	Canada	Corporate - Non Convertible	1,250,000	1,250	1,330
OMERS Realty Corp. 3.63% 06-05-2030 Callable 2030	Canada	Corporate - Non Convertible	750,000	750	831
Ontario Power Generation Inc. 3.32% 10-04-2027 Callable 2027	Canada	Corporate - Non Convertible	630,000	630	660
Ontario Power Generation Inc. 2.98% 09-13-2029	Canada	Corporate - Non Convertible	230,000	230	234
Ontario Power Generation Inc. 3.84% 06-22-2048 Callable 2047	Canada	Corporate - Non Convertible	400,000	400	428



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	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
Ontario Power Generation Inc. 4.25% 01-18-2049 Callable 2048	Canada	Corporate - Non Convertible	200,000	200	230
Owens & Minor Inc. Term Loan B 1st Lien F/R 05-01-2025	United States	Term Loans	USD 455,400	575	534
Park Aerospace Holdings Ltd. 5.25% 08-15-2022 144A	Ireland	Corporate - Non Convertible	USD 20,000	27	28
Parkland Fuel Corp. 6.00% 04-01-2026 Callable 2021 144A	Canada	Corporate - Non Convertible	USD 22,000	29	31
Parkland Fuel Corp. 5.88% 07-15-2027 Callable 2022 144A	Canada	Corporate - Non Convertible	USD 2,000	3	3
Paypal Holdings Inc. 2.40% 10-01-2024 Callable 2024	United States	Corporate - Non Convertible	USD 230,000	305	307
PayPal Holdings Inc. 2.65% 10-01-2026	United States	Corporate - Non Convertible	USD 230,000	304	307
Pembina Pipeline Corp. 3.54% 02-03-2025 Callable	Canada	Corporate - Non Convertible	150,000	150	156
Pembina Pipeline Corp. 4.02% 03-27-2028 Callable 2027	Canada	Corporate - Non Convertible	510,000	510	547
Pembina Pipeline Corp. 3.62% 04-03-2029 Callable 2029	Canada	Corporate - Non Convertible	290,000	291	301
Pembina Pipeline Corp. 3.31% 02-01-2030 Callable 2029	Canada	Corporate - Non Convertible	140,000	140	141
Petroleos De Venezuela SA 6.00% 05-16-2024	Venezuela	Corporate - Non Convertible	USD 310,000	99	45
Pisces Midco Inc. 8.00% 04-15-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 50,000	64	65
PLH Group Inc. Term Loan 1st Lien F/R 08-06-2023	United States	Term Loans	USD 86,584	109	114
Pluto Acquisition I Inc. Term Loan 1st Lien F/R 06-18-2026	United States	Term Loans	USD 129,675	172	169
Polymer Process Holdings Inc. Term Loan 1st Lien F/R 04-29-2026	United States	Term Loans	USD 139,650	183	182
Project Leopard Holdings Inc. Term Loan 1st Lien F/R 07-07-2023	United States	Term Loans	USD 118,801	153	157
Province of Newfoundland 3.70% 10-17-2048	Canada	Provincial Governments	1,730,000	1,907	2,078
Province of Ontario 2.90% 06-02-2049	Canada	Provincial Governments	18,880,000	18,059	21,079
Province of Ontario 2.65% 12-02-2050	Canada	Provincial Governments	2,890,000	2,982	3,087
Province Of Quebec 2.75% 09-01-2028	Canada	Provincial Governments	720,000	709	764
Province of Quebec 3.50% 12-01-2048	Canada	Provincial Governments	9,290,000	10,318	11,590
Province of Saskatchewan 3.30% 06-02-2048	Canada	Provincial Governments	1,220,000	1,277	1,436
PSC Industrial Outsourcing LP Term Loan B 1st Lien F/R 10-05-2024	United States	Term Loans	USD 265,275	330	350
Rackspace Hosting Inc. 8.63% 11-15-2024 Callable 2019 144A	United States	Corporate - Non Convertible	USD 270,000	341	330
Reliance Intermediate Holdings LP 6.50% 04-01-2023 Callable 2020 144A	Canada	Corporate - Non Convertible	USD 29,000	39	40
Research Now Group Inc. Term Loan 1st Lien F/R 12-20-2024	United States	Term Loans	USD 87,167	108	116
Rogers Communications Inc. 3.25% 05-01-2029 Callable 2029	Canada	Corporate - Non Convertible	540,000	542	557
Royal Bank of Canada 2.35% 07-02-2024	Canada	Corporate - Non Convertible	430,000	430	429
Royal Bank of Canada F/R 07-25-2029	Canada	Corporate - Non Convertible	360,000	360	359
Sea to Sky Highway Investment LP 2.63% 08-31-2030	Canada	Corporate - Non Convertible	903,496	903	903
Shaw Communications Inc. 3.80% 03-01-2027 Callable	Canada	Corporate - Non Convertible	260,000	273	274
Shaw Communications Inc. 4.40% 11-02-2028 Callable 2028	Canada	Corporate - Non Convertible	850,000	859	935
Shields Health Solutions Holdings LLC Term Loan 1st Lien F/R 08-13-2026	United States	Term Loans	USD 90,000	119	119
Sigma Bidco BV Term Loan B 1st Lien F/R 03-07-2025	Netherlands	Term Loans	EUR 10,000	15	14
SIRVA Worldwide Inc. Term Loan 1st Lien F/R 07-31-2025	United States	Term Loans	USD 133,450	171	171
SIWF Holdings Inc. Term Loan 1st Lien F/R 05-25-2025	United States	Term Loans	USD 98,750	127	129
Sprint Spectrum Co. LLC 4.74% 03-20-2025 144A	United States	Corporate - Non Convertible	USD 290,000	375	408
Spy Hill Power LP 4.14% 03-31-2036	Canada	Corporate - Non Convertible	781,274	742	848
SS&C Technologies Inc. Term Loan B5 1st Lien F/R 04-16-2025	United States	Term Loans	USD 89,090	116	119
St. Joseph Energy Center LLC Term Loan 1st Lien F/R 04-06-2025	United States	Term Loans	USD 9,437	12	12
Star West Generation LLC Term Loan B 1st Lien F/R 03-13-2020	United States	Term Loans	USD 130,485	152	169
Starfruit US Holdco LLC 8.00% 10-01-2026 Callable 2021 144A	Netherlands	Corporate - Non Convertible	USD 60,000	76	79
Sun Life Financial Inc. F/R 08-13-2029 Callable 2024	Canada	Corporate - Non Convertible	130,000	130	129
Suncor Energy Inc. 3.10% 05-24-2029 Callable 2029	Canada	Corporate - Non Convertible	370,000	370	380
Superior Plus LP 7.00% 07-15-2026 Callable 2021 144A	Canada	Corporate - Non Convertible	USD 80,000	106	112



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## SCHEDULE OF INVESTMENTS (cont'd)

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	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
Sydney Airport Finance Co. Pty. Ltd. 3.63% 04-28-2026 Callable 2026 144A	Australia	Corporate - Non Convertible	USD 1,250,000	1,590	1,729
Syniverse Holdings Inc. Term Loan 1st Lien F/R 02-09-2023	United States	Term Loans	USD 98,500	123	123
Sysco Canada Inc. 3.65% 04-25-2025 Callable 2025	United States	Corporate - Non Convertible	500,000	500	525
Telus Corp. 2.75% 07-08-2026	Canada	Corporate - Non Convertible	300,000	300	301
TELUS Corp. 3.30% 05-02-2029 Callable 2029	Canada	Corporate - Non Convertible	220,000	218	226
TELUS Corp. 4.70% 03-06-2048 Callable 2047	Canada	Corporate - Non Convertible	290,000	288	330
Teneo Holdings LLC Term Loan B 1st Lien F/R 07-12-2025	United States	Term Loans	USD 150,000	188	190
Teva Pharmaceutical Industries Ltd. 2.80% 07-21-2023	Israel	Corporate - Non Convertible	USD 49,000	56	53
Thor Industries Inc. Term Loan B 1st Lien F/R 11-01-2025	United States	Term Loans	USD 10,225	13	13
Titan Sub LLC Term Loan B 1st Lien F/R 09-19-2026	United States	Term Loans	USD 80,000	105	106
TMX Group Ltd. 2.30% 12-11-2024 Callable 2024	Canada	Corporate - Non Convertible	760,000	771	781
TMX Group Ltd. 3.78% 06-05-2028 Callable 2028	Canada	Corporate - Non Convertible	280,000	281	303
The Toronto-Dominion Bank 2.50% 12-02-2024	Canada	Corporate - Non Convertible	710,000	710	714
The Toronto-Dominion Bank F/R 07-25-2029 Callable 2024	Canada	Corporate - Non Convertible	240,000	246	245
TransCanada PipeLines Ltd. 3.69% 07-19-2023	Canada	Corporate - Non Convertible	100,000	102	105
TransCanada Pipelines Ltd. 3.39% 03-15-2028 Callable 2027	Canada	Corporate - Non Convertible	400,000	400	421
TransCanada Pipelines Ltd. 3.00% 09-18-2029 Callable 2029	Canada	Corporate - Non Convertible	320,000	319	324
TransCanada Trust F/R 05-18-2077 Callable 2027	Canada	Corporate - Non Convertible	850,000	832	821
Transurban Finance Co. Pty. Ltd. 4.56% 11-14-2028 Callable 2028	Australia	Corporate - Non Convertible	880,000	880	982
Travelport Finance Luxembourg Sarl Term Loan 1st Lien F/R 03-18-2026	Luxembourg	Term Loans	USD 290,000	378	349
Trico Group LLC Term Loan 1st Lien F/R 02-02-2024	United States	Term Loans	USD 95,672	124	124
Trillium Windpower LP 5.80% 02-15-2033	United States	Corporate - Non Convertible	788,203	788	929
Trulieve Cannabis Corp. 9.75% 06-18-2024	United States	Corporate - Non Convertible	USD 60,000	78	76
Uber Technologies Inc. Term Loan B 1st Lien F/R 07-13-2023	United States	Term Loans	USD 58,157	77	77
Uber Technologies Inc. 8.00% 11-01-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 110,000	143	148
Uber Technologies Inc. 7.50% 09-15-2027 Callable 2022 144A	United States	Corporate - Non Convertible	USD 20,000	26	26
Ultra Clean Holdings Inc. Term Loan B 1st Lien F/R 08-27-2025	United States	Term Loans	USD 234,929	302	305
Unimin Corp. Term Loan 1st Lien F/R 05-21-2025	United States	Term Loans	USD 167,651	216	182
Union Gas Ltd. 3.59% 11-22-2047 Callable 2047	Canada	Corporate - Non Convertible	510,000	509	570
United States Treasury 0.50% 04-15-2024 Inflation Indexed	United States	Foreign Governments	USD 3,180,000	4,338	4,335
United States Treasury 1.75% 06-30-2024	United States	Foreign Governments	USD 830,000	1,077	1,108
United States Treasury 0.75% 07-15-2028 Inflation Indexed	United States	Foreign Governments	USD 3,080,000	4,349	4,374
United States Treasury 2.38% 05-15-2029	United States	Foreign Governments	USD 240,000	342	337
United States Treasury 1.00% 02-15-2049 Inflation Indexed	United States	Foreign Governments	USD 1,780,000	2,864	2,701
US Renal Care Inc. Term Loan B 1st Lien F/R 06-14-2026	United States	Term Loans	USD 180,000	237	226
Vancouver Airport Authority 3.66% 11-23-2048 Callable 2048	Canada	Corporate - Non Convertible	450,000	450	540
Ventas Canada Finance Ltd. 2.55% 03-15-2023 Callable 2023	United States	Corporate - Non Convertible	940,000	941	940
Ventas Realty LP 4.00% 03-01-2028 Callable 2027	United States	Corporate - Non Convertible	USD 480,000	623	682
VeriFone Systems Inc. Term Loan 1st Lien F/R 08-09-2025	United States	Term Loans	USD 109,175	142	138
Vertex Aerospace Services Corp. Term Loan B 1st Lien F/R 06-14-2025	United States	Term Loans	USD 68,826	90	91
Videotron Ltd. 4.50% 01-15-2030 Callable 2024	Canada	Corporate - Non Convertible	530,000	530	537
Vistage Worldwide Inc. Term Loan 1st Lien F/R 02-01-2025	United States	Term Loans	USD 177,300	221	234
Vodafone Group PLC 3.75% 01-16-2024	United Kingdom	Corporate - Non Convertible	USD 230,000	293	321
Vungle Inc. Term Loan B 1st Lien F/R 09-30-2026	United States	Term Loans	USD 120,000	157	159
VVC Holding Corp. Term Loan B 1st Lien F/R 02-07-2026	United States	Term Loans	USD 26,865	35	36
Vyaire Medical Inc. Term Loan B 1st Lien F/R 04-06-2025	United States	Term Loans	USD 187,625	226	229



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<b>BONDS (cont'd)</b>					
Waste Management of Canada Corp. 2.60% 09-23-2026 Callable 2026	Canada	Corporate - Non Convertible	460,000	459	464
WellDyneDx Inc. Term Loan 1st Lien F/R 08-16-2022	United States	Term Loans	USD 220,663	275	291
Wells Fargo & Co. 3.19% 02-08-2024 Callable 2024	United States	Corporate - Non Convertible	1,070,000	1,072	1,099
Welltower Inc. 4.25% 04-15-2028 Callable 2028	United States	Corporate - Non Convertible	USD 440,000	586	642
Welltower Inc. 4.13% 03-15-2029 Callable 2028	United States	Corporate - Non Convertible	USD 330,000	436	477
Williams Scotsman International Inc. 7.88% 12-15-2022 Callable 2019 144A	United States	Corporate - Non Convertible	USD 64,000	82	89
Yak Access LLC Term Loan B 1st Lien F/R 06-26-2025	United States	Term Loans	USD 282,750	361	345
Zotec Partners LLC Term Loan 1st Lien F/R 02-09-2024	United States	Term Loans	USD 26,012	32	34
<b>Total bonds</b>				<b>196,599</b>	<b>212,968</b>
<b>EQUITIES</b>					
Alimentation Couche-Tard Inc. Class B Sub. voting	Canada	Consumer Staples	362,014	10,610	14,698
AltaGas Ltd. Pfd. Series K	Canada	Energy	12,021	301	264
Bank of America Corp.	United States	Financials	486,822	5,343	18,796
The Bank of Nova Scotia	Canada	Financials	239,850	16,494	18,049
BCE Inc.	Canada	Communication Services	99,770	6,162	6,393
Becton, Dickinson and Co.	United States	Health Care	10,761	3,478	3,603
Boardwalk Real Estate Investment Trust	Canada	Real Estate	207,240	8,726	9,204
Brookfield Asset Management Inc. Class A limited voting	Canada	Financials	308,735	16,937	21,720
Brookfield Asset Management Inc. Pfd. Series 46	Canada	Real Estate	9,118	228	232
Brookfield Asset Management Inc. Pfd. Series 48	Canada	Real Estate	6,639	166	163
Brookfield Property Partners LP	United States	Real Estate	187,944	5,340	5,054
Brookfield Renewable Partners LP Pfd. Series 11	Canada	Utilities	23,197	580	550
Canadian National Railway Co.	Canada	Industrials	133,205	10,727	15,846
Canadian Pacific Railway Ltd.	Canada	Industrials	48,446	8,143	14,263
Celestica Inc. Sub. voting	Canada	Information Technology	923,965	6,701	8,778
CGI Inc.	Canada	Information Technology	40,595	4,100	4,253
Chesapeake Energy Corp. 5.75% Conv. Pfd. Series A	United States	Energy	24,354	24,281	13,327
Chesapeake Energy Corp. 5.75% Conv. Pfd.	United States	Energy	4,041	2,351	2,117
Cisco Systems Inc.	United States	Information Technology	42,734	2,772	2,795
Citigroup Inc.	United States	Financials	212,241	8,512	19,406
Coca-Cola European Partners PLC	United Kingdom	Consumer Staples	28,506	2,079	2,092
Compagnie Financière Richemont SA	Switzerland	Consumer Discretionary	66,856	6,067	6,492
Corus Entertainment Inc. Class B non-voting	Canada	Communication Services	1,249,298	8,724	6,609
CVS Health Corp.	United States	Health Care	40,163	4,764	3,353
Discovery Communications Inc. Class C	United States	Communication Services	137,179	3,464	4,470
E-L Financial Corp. Ltd.	Canada	Financials	16,364	6,467	12,290
Empire Co. Ltd. Class A non-voting	Canada	Consumer Staples	385,211	6,971	13,818
Enbridge Inc.	Canada	Energy	343,512	17,483	15,973
Fairfax Financial Holdings Ltd. Sub. voting	Canada	Financials	18,405	11,463	10,749
George Weston Ltd.	Canada	Consumer Staples	41,674	4,122	4,645
The Goldman Sachs Group Inc.	United States	Financials	10,516	2,008	2,884
Hang Lung Properties Ltd.	Hong Kong	Real Estate	2,283,000	6,180	6,862
Hitachi Ltd.	Japan	Information Technology	104,800	3,160	5,163
Hudson's Bay Co.	Canada	Consumer Discretionary	668,061	6,830	6,781
Johnson & Johnson	United States	Health Care	19,764	3,456	3,385
Kirin Holdings Co. Ltd.	Japan	Consumer Staples	200,800	6,001	5,626



**MACKENZIE**  
Investments

# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2019

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>EQUITIES (cont'd)</b>					
Liberty Global PLC Class A	United Kingdom	Communication Services	181,832	7,403	5,957
Linamar Corp.	Canada	Consumer Discretionary	159,304	7,666	6,861
Loblaw Companies Ltd.	Canada	Consumer Staples	179,336	9,746	13,533
Metro Inc.	Canada	Consumer Staples	76,598	4,111	4,468
Mondelez International Inc.	United States	Consumer Staples	28,689	2,072	2,101
Novartis AG Reg.	Switzerland	Health Care	52,141	6,404	5,984
Nutrien Ltd.	Canada	Materials	247,195	13,341	16,315
Oracle Corp.	United States	Information Technology	87,915	4,938	6,403
Philip Morris International Inc.	United States	Consumer Staples	23,596	2,523	2,371
Samsung Electronics Co. Ltd.	South Korea	Information Technology	144,523	5,066	7,825
Sanofi	France	Health Care	25,885	2,956	3,177
ShawCor Ltd.	Canada	Energy	343,938	9,416	5,248
SNC-Lavalin Group Inc.	Canada	Industrials	346,027	7,226	6,457
Suncor Energy Inc.	Canada	Energy	362,417	15,674	15,145
TC Energy Corp. Pfd. Series 15	Canada	Energy	16,761	420	425
Teck Resources Ltd. Class B	Canada	Materials	368,277	5,853	7,911
TELUS Corp.	Canada	Communication Services	86,860	4,131	4,095
Tourmaline Oil Corp.	Canada	Energy	307,869	6,767	4,036
TransAlta Corp. Pfd. Series A	Canada	Utilities	30,107	399	323
Trulieve Cannabis Corp. Warrants Exp.06-18-2022	United States	Health Care	1,260	—	4
Union Pacific Corp.	United States	Industrials	17,810	2,950	3,818
Wells Fargo & Co.	United States	Financials	69,163	4,381	4,617
Westshore Terminals Investment Corp.	Canada	Industrials	347,698	7,493	7,110
Zimmer Biomet Holdings Inc.	United States	Health Care	19,771	3,230	3,592
<b>Total equities</b>				<b>375,357</b>	<b>428,479</b>
<b>OPTIONS</b>					
Options purchased (see schedule of options purchased)				601	158
<b>Total options</b>				<b>601</b>	<b>158</b>
<b>EXCHANGE-TRADED FUNDS/NOTES</b>					
Mackenzie US Investment Grade Corporate Bond Index ETF (CAD-Hedged) Canada		Exchange-Traded Funds/Notes	40,051	3,984	4,173
<b>Total exchange-traded funds/notes</b>				<b>3,984</b>	<b>4,173</b>
<b>MUTUAL FUNDS</b>					
Mackenzie Global Credit Opportunities Fund Series R	Canada	Mutual Funds	1,876,606	18,742	17,555
Mackenzie Global Tactical Bond Fund Series R	Canada	Mutual Funds	628,676	6,272	5,779
Mackenzie Unconstrained Fixed Income Fund Series R	Canada	Mutual Funds	419,961	4,155	4,151
<b>Total mutual funds</b>				<b>29,169</b>	<b>27,485</b>
Transaction costs				(480)	—
<b>Total investments</b>				<b>605,230</b>	<b>673,263</b>
Derivative instruments (see schedule of derivative instruments)					574
Cash and cash equivalents					1,136
Other assets less liabilities					1,147
<b>Total net assets</b>					<b>676,120</b>



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# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SUMMARY OF INVESTMENT PORTFOLIO

September 30, 2019		March 31, 2019	
<b>Portfolio Allocation</b>	<b>% of NAV</b>	<b>Effective Portfolio Allocation</b>	<b>% of NAV</b>
Equities	63.2	Equities	62.4
Bonds	31.7	Bonds	34.7
<i>Bonds</i>	<i>31.6</i>	<i>Bonds</i>	<i>34.8</i>
<i>Short futures</i>	<i>0.1</i>	<i>Purchased options</i>	<i>0.0</i>
<i>Purchased options</i>	<i>0.0</i>	<i>Short futures</i>	<i>(0.1)</i>
Mutual funds	4.1	Cash and short-term investments	2.7
Exchange-traded funds/notes	0.6	Exchange-traded funds/notes	0.6
Cash and short-term investments	0.2	Other assets (liabilities)	(0.4)
Other assets (liabilities)	0.2		
<b>Regional Allocation</b>	<b>% of NAV</b>	<b>Effective Regional Allocation</b>	<b>% of NAV</b>
Canada	68.0	Canada	60.6
United States	22.2	United States	25.6
Switzerland	1.8	Cash and short-term investments	2.7
United Kingdom	1.6	United Kingdom	2.2
Japan	1.6	Switzerland	1.6
South Korea	1.2	Japan	1.4
Hong Kong	1.0	South Korea	1.0
New Zealand	0.6	Other	1.0
France	0.5	Hong Kong	0.8
Australia	0.4	Luxembourg	0.7
Other	0.4	France	0.6
Bermuda	0.2	New Zealand	0.6
Cash and short-term investments	0.2	China	0.6
Other assets (liabilities)	0.2	Australia	0.4
Belgium	0.1	Bermuda	0.4
		Netherlands	0.2
		Other assets (liabilities)	(0.4)
<b>Sector Allocation</b>	<b>% of NAV</b>	<b>Effective Sector Allocation</b>	<b>% of NAV</b>
Financials	16.1	Corporate bonds	16.5
Corporate bonds	15.3	Financials	14.3
Consumer staples	9.4	Energy	12.8
Energy	8.4	Consumer staples	7.7
Industrials	7.0	Industrials	7.0
Other	6.7	Federal bonds	5.6
Provincial bonds	5.9	Provincial bonds	5.6
Information technology	5.2	Term loans	4.8
Federal bonds	4.2	Materials	4.3
Communication services	4.1	Information technology	3.7
Mutual funds	4.1	Other	3.7
Materials	3.6	Consumer discretionary	3.4
Health care	3.4	Communication services	3.0
Real estate	3.1	Health care	2.9
Term loans	3.1	Cash and short-term investments	2.7
Cash and short-term investments	0.2	Real estate	2.4
Other assets (liabilities)	0.2	Other assets (liabilities)	(0.4)

As at March 31, 2019, the effective allocation shows the portfolio, regional or sector exposure of the Fund calculated by combining its direct and indirect investments.



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# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SCHEDULE OF OPTIONS PURCHASED

As at September 30, 2019

Underlying Interest	Number of Contracts	Option Type	Expiration Date	Strike Price \$	Premium Paid (\$ 000s)	Fair Value (\$ 000s)
iShares iBoxx \$ High Yield Corporate Bond ETF	1,793	Put	Nov. 15, 2019	USD 84.00	431	64
iShares iBoxx \$ High Yield Corporate Bond ETF	185	Put	Nov. 15, 2019	USD 85.00	37	9
iShares iBoxx \$ High Yield Corporate Bond ETF	185	Put	Jan. 17, 2020	USD 85.00	53	23
iShares iBoxx \$ High Yield Corporate Bond ETF	325	Put	Mar. 20, 2020	USD 85.00	80	62
<b>Total options</b>					<b>601</b>	<b>158</b>



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# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SCHEDULE OF DERIVATIVE INSTRUMENTS

As at September 30, 2019

### Schedule of Futures Contracts

Number of Contracts	Type of Contract	Expiration Date	Average Rate of Contracts (\$)	Notional Value* (\$ 000s)	Unrealized Gains (\$ 000s)
(373)	10 Year Canadian Government Bond Futures December 2019	Dec. 18, 2019	143.81 CAD	(53,190)	452
(19)	10 Year United States Treasury Note Futures December 2019	Dec. 19, 2019	131.30 USD	(3,277)	25
(17)	Ultra United States Treasury Bond Futures December 2019	Dec. 19, 2019	196.69 USD	(4,318)	108
Unrealized Gains				(60,785)	585
<b>Total futures contracts</b>				<b>(60,785)</b>	<b>585</b>

\*Notional value represents the exposure to the underlying instruments as at September 30, 2019

### Schedule of Forward Currency Contracts

Counterparty Credit Rating	Bought (\$ 000s)	Sold (\$ 000s)	Settlement Date	Contract Cost (\$ 000s)	Current Fair Value (\$ 000s)	Unrealized Gains (Losses) (\$ 000s)
A	147 Canadian dollar	(98) Euro	Oct. 4, 2019	(147)	(141)	6
A	3,004 Canadian dollar	(2,260) U.S. dollar	Oct. 11, 2019	(3,004)	(2,991)	13
A	975 U.S. dollar	(1,283) Canadian dollar	Oct. 11, 2019	1,283	1,291	8
AA	264 Canadian dollar	(161) British pound	Oct. 11, 2019	(264)	(262)	2
A	1,841 Canadian dollar	(1,120) British pound	Oct. 11, 2019	(1,841)	(1,824)	17
A	5,323 Canadian dollar	(6,226) New Zealand dollar	Nov. 6, 2019	(5,323)	(5,167)	156
AA	3,886 Canadian dollar	(2,673) Euro	Nov. 8, 2019	(3,886)	(3,869)	17
A	25,680 Canadian dollar	(19,290) U.S. dollar	Nov. 8, 2019	(25,680)	(25,542)	138
AA	39,639 Canadian dollar	(29,793) U.S. dollar	Nov. 8, 2019	(39,639)	(39,452)	187
A	2,665 Canadian dollar	(2,010) U.S. dollar	Nov. 15, 2019	(2,665)	(2,661)	4
AA	1,262 Canadian dollar	(952) U.S. dollar	Nov. 15, 2019	(1,262)	(1,261)	1
A	2,699 Canadian dollar	(2,037) U.S. dollar	Nov. 22, 2019	(2,699)	(2,697)	2
A	7,267 Canadian dollar	(5,474) U.S. dollar	Dec. 13, 2019	(7,267)	(7,243)	24
AA	14,286 Canadian dollar	(10,770) U.S. dollar	Dec. 13, 2019	(14,286)	(14,251)	35
Unrealized Gains						610
A	2,109 Canadian dollar	(1,600) U.S. dollar	Oct. 4, 2019	(2,109)	(2,118)	(9)
AA	2,108 Canadian dollar	(1,600) U.S. dollar	Oct. 4, 2019	(2,108)	(2,118)	(10)
AA	10,557 Canadian dollar	(8,110) U.S. dollar	Oct. 4, 2019	(10,557)	(10,735)	(178)
A	270 Canadian dollar	(207) U.S. dollar	Oct. 4, 2019	(270)	(274)	(4)
A	2,733 Canadian dollar	(2,098) U.S. dollar	Oct. 11, 2019	(2,733)	(2,778)	(45)
A	270 Canadian dollar	(207) U.S. dollar	Oct. 11, 2019	(270)	(274)	(4)
A	1,283 British pound	(2,109) Canadian dollar	Oct. 11, 2019	2,109	2,090	(19)
AA	7,811 Canadian dollar	(640,063) Japanese yen	Oct. 11, 2019	(7,811)	(7,844)	(33)
AA	88 Euro	(130) Canadian dollar	Oct. 25, 2019	130	127	(3)
AA	10,554 Canadian dollar	(8,110) U.S. dollar	Oct. 25, 2019	(10,554)	(10,737)	(183)
A	2,682 Euro	(3,899) Canadian dollar	Nov. 8, 2019	3,899	3,883	(16)
A	16,507 U.S. dollar	(21,971) Canadian dollar	Nov. 8, 2019	21,971	21,857	(114)
A	1,232 U.S. dollar	(1,633) Canadian dollar	Jan. 10, 2020	1,633	1,630	(3)
Unrealized (Losses)						(621)
<b>Total forward currency contracts</b>						<b>(11)</b>
<b>Total derivative instruments at fair value</b>						<b>574</b>

## NOTES TO FINANCIAL STATEMENTS

### 1. Fiscal Periods and General Information

The information provided in these financial statements and notes thereto is for the six-month periods ended or as at September 30, 2019 and 2018, except for the comparative information presented in the Statements of Financial Position and notes thereto, which is as at March 31, 2019, as applicable. In the year a Fund or series is established or reinstated, 'period' represents the period from inception or reinstatement. Refer to Note 9 for the formation date of the Fund and the inception date of each series.

The Fund is organized as an open-ended mutual fund trust established under the laws of the Province of Ontario pursuant to a Declaration of Trust as amended and restated from time to time. The address of the Fund's registered office is 180 Queen Street West, Toronto, Ontario, Canada. The Fund is authorized to issue an unlimited number of units (referred to as "security" or "securities") of multiple series. Series of the Fund are available for sale under Simplified Prospectus or exempt distribution options.

Mackenzie Financial Corporation ("Mackenzie") is the manager of the Fund and is wholly owned by IGM Financial Inc., a subsidiary of Power Financial Corporation, which itself is a subsidiary of Power Corporation of Canada. The Great-West Life Assurance Company, London Life Insurance Company and The Canada Life Assurance Company (collectively, the "Related Insurance Companies") are wholly owned by Great-West Lifeco Inc., which is also a subsidiary of Power Financial Corporation. The Related Insurance Companies are moving to formally amalgamate into one company, The Canada Life Assurance Company, effective January 1, 2020. This amalgamation is subject to a policyholder vote and other regulatory approvals. Investments in companies within the Power Group of companies held by the Fund are identified in the Schedule of Investments.

### 2. Basis of Preparation and Presentation

These unaudited interim financial statements ("financial statements") have been prepared in accordance with International Financial Reporting Standards ("IFRS"), including international Accounting Standard ("IAS") 34, *Interim Financial Reporting*, as issued by the International Accounting Standards Board ("IASB"). These financial statements were prepared using the same accounting policies, critical accounting judgements and estimates as applied in the Fund's most recent audited annual financial statements for the year ended March 31, 2019. A summary of the Fund's significant accounting policies under IFRS is presented in Note 3.

These financial statements are presented in Canadian dollars, which is the Fund's functional and presentation currency, and rounded to the nearest thousand unless otherwise indicated. These financial statements are prepared on a going concern basis using the historical cost basis, except for financial assets and liabilities that have been measured at fair value.

These financial statements were authorized for issue by the Board of Directors of Mackenzie Financial Corporation on November 12, 2019.

### 3. Significant Accounting Policies

#### (a) Financial instruments

Financial instruments include financial assets and liabilities such as debt and equity securities, open-ended investment funds and derivatives. The Fund classifies and measures financial instruments in accordance with IFRS 9, *Financial Instruments* ("IFRS 9"). Upon initial recognition, financial instruments are classified as fair value through profit or loss ("FVTPL"). All financial instruments are recognized in the Statement of Financial Position when the Fund becomes a party to the contractual requirements of the instrument. Financial assets are derecognized when the right to receive cash flows from the instrument has expired or the Fund has transferred substantially all risks and rewards of ownership. Financial liabilities are derecognized when the obligation is discharged, cancelled and expires. As such, investment purchase and sale transactions are recorded as of the trade date.

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

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

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

Realized and unrealized gains and losses on investments are calculated based on the weighted average cost of investments and exclude commissions and other portfolio transaction costs, which are separately reported in the Statement of Comprehensive Income – Commissions and other portfolio transaction costs.

## NOTES TO FINANCIAL STATEMENTS

### 3. Significant Accounting Policies (cont'd)

#### (a) Financial instruments (cont'd)

Gains and losses arising from changes in the fair value of the investments are included in the Statement of Comprehensive Income for the period in which they arise.

The Fund accounts for its holdings in unlisted open-ended investment funds and exchange-traded funds, if any, at FVTPL. Mackenzie has concluded that any unlisted open-ended investment fund and exchange-traded funds in which the Fund invests, do not meet either the definition of a structured entity or the definition of an associate.

#### (b) Fair value measurement

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

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

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

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

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

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

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

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

Premiums received from writing options are included in the Statement of Financial Position as a liability and subsequently adjusted daily to fair value. If a written option expires unexercised, the premium received is recognized as a realized gain. If a written call option is exercised, the difference between the proceeds of the sale plus the value of the premium, and the cost of the security is recognized as a realized gain or loss. If a written put option is exercised, the cost of the security acquired is the exercise price of the option less the premium received.

Refer to the Schedule of Derivative Instruments and Schedule of Options Purchased/Written, as applicable, included in the Schedule of Investments for a listing of derivative and options positions as at September 30, 2019.

## NOTES TO FINANCIAL STATEMENTS

### 3. Significant Accounting Policies (cont'd)

(c) Income recognition

Interest income from interest bearing investments is recognized using the effective interest method. Dividends are accrued as of the ex-dividend date. Realized gains or losses on the sale of investments, including foreign exchange gains or losses on such investments, are calculated on an average cost basis. Distributions received from an underlying fund are included in interest income, dividend income, realized gains (losses) on sale of investments or fee rebate income, as appropriate.

Income, realized gains (losses) and unrealized gains (losses) are allocated daily among the series on a pro-rata basis.

(d) Commissions and other portfolio transaction costs

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

(e) Securities lending, repurchase and reverse repurchase transactions

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

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

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

(f) Offsetting

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

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

(g) Foreign currency

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

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

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

(h) Net assets attributable to securityholders per security

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

(i) Net asset value per security

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

## NOTES TO FINANCIAL STATEMENTS

### 3. Significant Accounting Policies (cont'd)

(j) Increase (decrease) in net assets attributable to securityholders from operations per security

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

(k) Mergers

The Fund applies the acquisition method of accounting for Fund mergers. Under this method, one of the Funds in each merger is identified as the acquiring Fund, and is referred to as the Continuing Fund, and the other Fund involved in the merger is referred to as the Terminated Fund. This identification is based on the comparison of the relative net asset values of the Funds as well as consideration of the continuation of such aspects of the Continuing Fund as: investment advisors; investment objectives and practices; type of portfolio securities; and management fees and expenses.

### 4. Critical Accounting Estimates and Judgments

The preparation of these financial statements requires management to make estimates and assumptions that primarily affect the valuation of investments. Estimates and assumptions are reviewed on an ongoing basis. Actual results may differ from these estimates.

#### Use of Estimates

##### *Fair value of securities not quoted in an active market*

The Fund may hold financial instruments that are not quoted in active markets and are valued using valuation techniques that make use of observable data, to the extent practicable. Various valuation techniques are utilized, depending on a number of factors, including comparison with similar instruments for which observable market prices exist and recent arm's length market transactions. Key inputs and assumptions used are company specific and may include estimated discount rates and expected price volatilities. Changes in key inputs, could affect the reported fair value of these financial instruments held by the Fund.

#### Use of Judgments

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

In classifying and measuring financial instruments held by the Fund, Mackenzie is required to make significant judgments in order to determine the most appropriate classification in accordance with IFRS 9. Mackenzie has assessed the Fund's business model, the manner in which all financial instruments are managed and performance evaluated as a group on a fair value basis, and concluded that FVTPL in accordance with IFRS 9 provides the most appropriate measurement and presentation of the Fund's financial instruments.

##### *Functional currency*

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

##### *Structured entities and associates*

In determining whether an unlisted open-ended investment fund or an exchange-traded fund in which the Fund invests, but that it does not consolidate, meets the definitions of either a structured entity or of an associate, Mackenzie is required to make significant judgments about whether these underlying funds have the typical characteristics of a structured entity or of an associate. Mackenzie has assessed the characteristics of these underlying funds and has concluded that they do not meet the definition of either a structured entity or of an associate because the Fund does not have contracts or financing arrangements with these underlying funds and the Fund does not have an ability to influence the activities of these underlying funds or the returns it receives from investing in these underlying funds.

### 5. Income Taxes

The Fund qualifies as a mutual fund trust under the provisions of the Income Tax Act (Canada) and, accordingly, is subject to tax on its income including net realized capital gains in the taxation year, which is not paid or payable to its securityholders as at the end of the taxation year. It is the intention of the Fund to distribute all of its net income and sufficient net realized capital gains so that the Fund will not be subject to income taxes other than foreign withholding taxes, if applicable.

Losses of the Fund cannot be allocated to investors and are retained in the Fund for use in future years. Non-capital losses may be carried forward up to 20 years to reduce taxable income and realized capital gains of future years. Capital losses may be carried forward indefinitely to reduce future realized capital gains. Refer to Note 9 for the Fund's loss carryforwards.

## NOTES TO FINANCIAL STATEMENTS

### 6. Management Fees and Operating Expenses

Mackenzie is paid a management fee for managing the investment portfolio, providing investment analysis and recommendations, making investment decisions, making brokerage arrangements relating to the purchase and sale of the investment portfolio and making arrangements with registered dealers for the purchase and sale of securities of the Fund by investors. The management fee is calculated on each series of securities of the Fund as a fixed annual percentage of the daily net asset value of the series.

Each series of the Fund, except B-Series, is charged a fixed rate annual administration fee ("Administration Fee") and in return, Mackenzie bears all of the operating expenses of the Fund, other than certain specified fund costs. The Administration Fee is calculated on each series of securities of the Fund as a fixed annual percentage of the daily net asset value of the series.

Other fund costs include taxes (including, but not limited to GST/HST and income tax), interest and borrowing costs, all fees and expenses of the Mackenzie Funds' Independent Review Committee (IRC), costs of complying with the regulatory requirement to produce Fund Facts, fees paid to external service providers associated with tax reclaims, refunds or the preparation of foreign tax reports on behalf of the Funds, new fees related to external services that were not commonly charged in the Canadian mutual fund industry and introduced after the date of the most recently filed simplified prospectus, and the costs of complying with any new regulatory requirements, including, without limitation, any new fees introduced after the date of the most recently filed simplified prospectus.

All expenses relating to the operation of the Fund attributable to B-Series securities will be charged to that particular series. Operating expenses include legal, audit, transfer agent, custodian, administration and trustee services, cost of financial reporting and Simplified Prospectus printing, regulatory filing fees and other miscellaneous expenses specifically attributable to the B-Series securities and any applicable taxes.

Mackenzie may waive or absorb management fees and/or Administration Fees at its discretion and stop waiving or absorbing such fees at any time without notice. Refer to Note 9 for the management fee and Administration Fee rates charged to each series of securities.

### 7. Fund's Capital

The capital of the Fund, which is comprised of the net assets attributable to securityholders, is divided into different series with each series having an unlimited number of securities. The securities outstanding for the Fund as at September 30, 2019 and 2018 and securities issued, reinvested and redeemed for the periods are presented in the Statement of Changes in Financial Position. Mackenzie manages the capital of the Fund in accordance with the investment objectives as discussed in Note 9.

### 8. Financial Instruments Risk

#### i. Risk exposure and management

The Fund's investment activities expose it to a variety of financial risks, as defined in IFRS 7 *Financial Instruments: Disclosures* ("IFRS 7"). The Fund's exposure to financial risks is concentrated in its investments, which are presented in the Schedule of Investments, as at September 30, 2019, grouped by asset type, with geographic and sector information.

Mackenzie seeks to minimize potential adverse effects of financial risks on the Fund's performance by employing professional, experienced portfolio advisors, by monitoring the Fund's positions and market events daily, by diversifying the investment portfolio within the constraints of the Fund's investment objectives, and where applicable, by using derivatives to hedge certain risk exposures. To assist in managing risks, Mackenzie also maintains a governance structure that oversees the Fund's investment activities and monitors compliance with the Fund's stated investment strategy, internal guidelines, and securities regulations.

#### ii. Liquidity risk

Liquidity risk arises when the Fund encounters difficulty in meeting its financial obligations as they come due. The Fund is exposed to liquidity risk due to potential daily cash redemptions of redeemable securities. In order to monitor the liquidity of its assets, the Fund utilizes a liquidity risk management program that calculates the number of days to convert the investments held by the Fund into cash using a multi-day liquidation approach. This liquidity risk analysis assesses the Fund's liquidity against predetermined minimum liquidity percentages established for different time periods and is monitored quarterly. In addition, the Fund has the ability to borrow up to 5% of its net assets for the purposes of funding redemptions.

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

#### iii. Currency risk

Currency risk arises when the fair value of financial instruments that are denominated in a currency other than the Canadian dollar, which is the Fund's reporting currency, fluctuates due to changes in exchange rates. Note 9 summarizes the Fund's exposure, if applicable and significant, to currency risk.



## NOTES TO FINANCIAL STATEMENTS

### 8. Financial Instruments Risk (cont'd)

#### iv. Interest rate risk

Interest rate risk arises when the fair value of interest-bearing financial instruments fluctuates due to changes in the prevailing levels of market interest rates. Cash and cash equivalents do not expose the Fund to significant amounts of interest rate risk. Note 9 summarizes the Fund's exposure, if applicable and significant, to interest rate risk.

#### v. Other price risk

Other price risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer, or all factors affecting all instruments traded in a market or market segment. All investments present a risk of loss of capital. This risk is managed through a careful selection of investments and other financial instruments within the parameters of the investment strategies. Except for certain derivative contracts, the maximum risk resulting from financial instruments is equivalent to their fair value. The maximum risk of loss on certain derivative contracts such as forwards, swaps, and futures contracts is equal to their notional values. In the case of written call (put) options and short futures contracts, the loss to the Fund continues to increase, without limit, as the fair value of the underlying interest increases (decreases). However, these instruments are generally used within the overall investment management process to manage the risk from the underlying investments and do not typically increase the overall risk of loss to the Fund. This risk is mitigated by ensuring that the Fund holds a combination of the underlying interest, cash cover and/or margin that is equal to or greater than the value of the derivative contract. Note 9 summarizes the Fund's exposure, if applicable and significant, to other price risk.

#### vi. Credit risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund. Note 9 summarizes the Fund's exposure, if applicable and significant, to credit risk.

All transactions in listed securities are executed with approved brokers. To minimize the possibility of settlement default, securities are exchanged for payment simultaneously, where market practices permit, through the facilities of a central depository and/or clearing agency where customary.

The carrying amount of investments and other assets represents the maximum credit risk exposure as at the date of the Statement of Financial Position.

The Fund may enter into securities lending transactions with counterparties and it may also be exposed to credit risk from the counterparties to the derivative instruments it may use. Credit risk associated with these transactions is considered minimal as all counterparties have a rating equivalent to a designated rating organization's credit rating of not less than A-1 (low) on their short-term debt and of A on their long-term debt, as applicable.

#### vii. Underlying funds

The Fund may invest in underlying funds and may be indirectly exposed to currency risk, interest rate risk, other price risk and credit risk from fluctuations in the value of financial instruments held by the underlying funds. Note 9 summarizes the Fund's exposure, if applicable and significant, to these risks from underlying funds.

# MACKENZIE CUNDILL CANADIAN BALANCED FUND

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BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

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

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

Date of Formation September 28, 1998

The Fund may issue an unlimited number of securities of each series. The number of issued and outstanding securities of each series is disclosed in the Statements of Changes in Financial Position.

**Series Offered by Mackenzie Financial Corporation** (180 Queen Street West, Toronto, Ontario, M5V 3K1; 1-800-387-0614; [www.mackenzieinvestments.com](http://www.mackenzieinvestments.com))

Series A, Series T5 and Series T8 securities are offered to retail investors investing a minimum of \$500 (\$5,000 for Series T5 and Series T8).

Investors in Series T5 and Series T8 securities also want to receive a monthly cash flow of 5% or 8% per year, respectively. Before September 29, 2017, Series A securities were known as Series C. Before January 1, 2019, Series T5 securities were known as Series T6.

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

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

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

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

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

Series O and Series O5 securities are offered only to investors investing a minimum of \$500,000 who are enrolled in Mackenzie Portfolio Architecture Service or Open Architecture Service; certain institutional investors; investors in a qualified group plan, and certain qualifying employees of Mackenzie and its subsidiaries. Investors in Series O5 securities also want to receive a monthly cash flow of 5% per year. Before January 1, 2019, Series O5 securities were known as Series O6.

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

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

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

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

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

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

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

Series J securities are no longer available for sale.

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

# MACKENZIE CUNDILL CANADIAN BALANCED FUND

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## NOTES TO FINANCIAL STATEMENTS

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

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

Series	Inception/ Reinstatement Date	Management Fees	Administration Fees	Net Asset Value per Security (\$)	
				Sep. 30, 2019	Mar. 31, 2019
Series A	October 7, 1998	1.85%	0.21%	9.09	9.16
Series AR	November 15, 2011	1.85%	0.24%	12.29	12.38
Series D	January 21, 2014	1.10%	0.16%	9.26	9.37
Series E	None issued <sup>(7)</sup>	0.80%	0.20%	—	—
Series F	March 2, 2001	0.70% <sup>(3)</sup>	0.15% <sup>(6)</sup>	14.37	14.69
Series F5 <sup>(10)</sup>	June 1, 2018	0.70%	0.15%	13.49	13.80
Series F8	February 14, 2006	0.70% <sup>(3)</sup>	0.15% <sup>(6)</sup>	7.21	7.49
Series FB	October 26, 2015	0.85%	0.21%	9.53	9.69
Series FB5	October 26, 2015	0.85%	0.21%	12.51	12.82
Series G	April 1, 2005	1.35%	0.21%	12.49	12.57
Series I	October 25, 1999	1.35%	0.21%	9.11	9.18
Series J	January 14, 2011	1.70%	0.20%	11.14	11.23
Series O	November 5, 2002	— <sup>(1)</sup>	— *	14.73	15.35
Series O5 <sup>(10)</sup>	August 21, 2013	— <sup>(1)</sup>	— *	11.39	11.60
Series PW	October 28, 2013	1.70% <sup>(4)</sup>	0.15%	9.78	9.85
Series PWF	None issued <sup>(8)</sup>	0.80%	0.15%	—	—
Series PWF8	None issued <sup>(9)</sup>	0.80%	0.15%	—	—
Series PWFB	April 3, 2017	0.70% <sup>(5)</sup>	0.15%	9.06	9.25
Series PWFB5	April 3, 2017	0.70% <sup>(5)</sup>	0.15%	12.62	12.90
Series PWR	April 1, 2019	1.70%	0.15%	9.86	—
Series PWT5 <sup>(10)</sup>	April 3, 2017	1.70% <sup>(4)</sup>	0.15%	12.11	12.46
Series PWT8	December 23, 2013	1.70% <sup>(4)</sup>	0.15%	9.07	9.47
Series PWX	March 13, 2014	— <sup>(2)</sup>	— <sup>(2)</sup>	9.09	9.48
Series PWX8	September 4, 2014	— <sup>(2)</sup>	— <sup>(2)</sup>	9.79	10.11
Series R	December 8, 2008	— *	— *	14.34	14.95
Series T5 <sup>(10)</sup>	July 24, 2007	1.85%	0.21%	8.74	9.01
Series T8	March 6, 2002	1.85%	0.21%	5.69	5.95

\* Not applicable.

(1) This fee is negotiable and payable directly to Mackenzie by investors in this series.

(2) This fee is payable directly to Mackenzie by investors in this series through redemptions of their securities.

(3) Prior to June 1, 2018, the management fee for this series was charged to the Fund at a rate of 0.85%.

(4) Prior to June 1, 2018, the management fee for this series was charged to the Fund at a rate of 1.80%.

(5) Prior to June 1, 2018, the management fee for this series was charged to the Fund at a rate of 0.80%.

(6) Prior to June 1, 2018, the administration fee for this series was charged to the Fund at a rate of 0.16%.

(7) The series' original start date was March 29, 2011. All securities in the series were consolidated into Series F on June 1, 2018.

(8) The series' original start date was December 2, 2013. All securities in the series were consolidated into Series F on June 1, 2018.

(9) The series' original start date was April 4, 2014. All securities in the series were consolidated into Series F8 on June 1, 2018.

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



**MACKENZIE**  
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# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

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

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

As at September 30, 2019, Mackenzie and other funds managed by Mackenzie had an investment of \$770 and \$9,856 (March 31, 2019 – \$765 and \$11,286), respectively, in the Fund.

#### (c) Loss Carryforwards

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

#### (d) Securities Lending

As at September 30, 2019 and March 31, 2019, the Fund did not have any open securities lending, repurchase or reverse repurchase transactions.

A reconciliation of the gross amount generated from the securities lending transactions to the security lending income to the Fund for the periods ended September 30, 2019 and 2018 is as follows:

	2019		2018	
	(\$)	(%)	(\$)	(%)
Gross securities lending income	–	–	389	100.0
Tax withheld	–	–	(10)	(2.6)
	–	–	379	97.4
Payments to Securities Lending Agent	–	–	(95)	(24.4)
Securities lending income	–	–	284	73.0

#### (e) Commissions

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

	(\$)
September 30, 2019	62
September 30, 2018	51

#### (f) Unfunded Credit Agreements

The Fund has entered into credit agreements whereby the Fund commits to fund a participation in a senior unsecured credit facility (“Commitment Amount”) during an agreed upon period of time (“Commitment Period”). In exchange for providing this potential funding the Fund is entitled to receive a commitment fee (“Commitment Fee”) from the issuer equal to a certain percentage of the Commitment Amount at the end of the Commitment Period. The funding requirement and the Commitment Fee are both contingent on whether or not the issuer of the credit agreement completes a contemplated transaction by the end of the Commitment Period. As at September 30, 2019, none of the Commitment Amounts were funded (March 31, 2019 – \$Nil). The unfunded Commitment Amounts, the Commitment Fee rates and Commitment Period end date are listed below.

	Total Unfunded Commitment Amount (US\$)	Total Number of Commitments	Range of Unfunded Commitment Amounts (US\$)	Range of Commitment Fee Rates (%)	Range of Commitment Period End Date
September 30, 2019	330	1	330	1.000	March 4, 2020
March 31, 2019	–	–	–	–	–

# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

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

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

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

	September 30, 2019			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	841	(249)	–	592
Unrealized losses on derivative contracts	(433)	249	610	426
Liability for options written	–	–	–	–
Total	408	–	610	1,018

	March 31, 2019			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	99	(99)	–	–
Unrealized losses on derivative contracts	(1,297)	99	1,858	660
Liability for options written	–	–	–	–
Total	(1,198)	–	1,858	660

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

##### i. Risk exposure and management

The Fund seeks long-term capital growth by investing mainly in Canadian equities and fixed income securities. The Fund's asset mix will generally range between 60%–70% equities and 30%–40% fixed income securities, including cash and cash equivalents. The Fund uses a value style of investing and may hold up to 40% of its assets in foreign investments.

##### ii. Currency risk

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

Currency	September 30, 2019			
	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	166,568	174	(100,221)	66,521
Swiss franc	12,476	–	–	12,476
South Korean won	7,825	–	–	7,825
Hong Kong dollar	6,862	–	–	6,862
Euro	3,191	4	–	3,195
Japanese yen	10,789	–	(7,844)	2,945
New Zealand dollar	5,192	–	(5,167)	25
British pound	–	–	4	4
Total	212,903	178	(113,228)	99,853
% of Net Assets	31.5	–	(16.7)	14.8



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# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

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

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

ii. Currency risk (cont'd)

Currency	March 31, 2019			
	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	212,485	9,185	(116,918)	104,752
Swiss franc	11,348	–	–	11,348
South Korean won	7,579	–	–	7,579
Hong Kong dollar	5,821	–	–	5,821
New Zealand dollar	5,703	–	(5,666)	37
British pound	2,227	–	(3,484)	(1,257)
Japanese yen	8,585	–	(10,148)	(1,563)
Euro	3,204	1	(8,087)	(4,882)
Total	256,952	9,186	(144,303)	121,835
% of Net Assets	33.6	1.2	(18.9)	15.9

\* Includes both monetary and non-monetary financial instruments

As at September 30, 2019, had the Canadian dollar increased by 5% relative to all foreign currencies, with all other variables held constant, net assets would have decreased by approximately \$4,993 or 0.7% of total net assets (March 31, 2019 – \$6,627 or 0.9%). Similarly, had the Canadian dollar decreased by 5% relative to all foreign currencies, with all other variables held constant, net assets would have increased by approximately \$4,993 or 0.7% of the total net assets (March 31, 2019 – \$6,627 or 0.9%). In practice, the actual trading results may differ and the difference could be material.

iii. Interest rate risk

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

Term to Maturity	September 30, 2019 (\$)		March 31, 2019 (\$)	
	Bonds	Derivative Instruments	Bonds	Derivative Instruments
Less than 1 year	1,457	(60,785)	169	(65,583)
1-5 years	32,787	–	46,341	–
5-10 years	66,238	–	77,935	–
Greater than 10 years	112,486	–	117,016	–
Total	212,968	(60,785)	241,461	(65,583)

As at September 30, 2019, had prevailing interest rates increased by 1%, assuming a parallel shift in the yield curve, with all other variables held constant, net assets would have decreased by approximately \$18,799 or 2.8% (March 31, 2019 – \$21,159 or 2.8%) of total net assets. Similarly, had prevailing interest rates decreased by 1%, with all other variables held constant, net assets would have increased by approximately \$19,078 or 2.8% (March 31, 2019 – \$21,608 or 2.8%) of total net assets. In practice, the actual trading results may differ and the difference could be material.

iv. Other price risk

The Fund's most significant exposure to price risk arises from its investment in equity securities, exchange-traded funds and mutual funds. As at September 30, 2019, had the prices on the respective stock exchanges for these securities increased or decreased by 10%, with all other variables held constant, net assets would have increased or decreased by approximately \$46,014 or 6.8% (March 31, 2019 – \$47,755 or 6.3%) of total net assets. In practice, the actual trading results may differ and the difference could be material.

# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

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

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

##### v. Credit risk

The Fund's greatest concentration of credit risk is in debt securities, such as bonds. The fair value of debt securities includes consideration of the creditworthiness of the debt issuer. The maximum exposure to any one debt issuer as at September 30, 2019, was 4.2% of the net assets of the Fund (March 31, 2019 – 5.4%).

As at September 30, 2019 and March 31, 2019, debt securities by credit rating are as follows:

Bond Rating*	September 30, 2019	March 31, 2019
	% of Net Assets	% of Net Assets
AAA	5.1	6.3
AA	5.0	4.0
A	7.9	8.0
BBB	9.9	8.8
Less than BBB	3.5	4.2
Unrated	0.2	0.3
Total	31.6	31.6

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

#### (i) Fair Value Classification

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

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

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

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

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

	September 30, 2019				March 31, 2019			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Bonds	76	212,892	–	212,968	–	241,461	–	241,461
Equities	428,479	–	–	428,479	466,588	–	–	466,588
Options	–	158	–	158	87	173	–	260
Exchange-traded funds/notes	4,173	–	–	4,173	3,943	–	–	3,943
Mutual funds	27,485	–	–	27,485	37,932	–	–	37,932
Derivative assets	585	610	–	1,195	–	705	–	705
Derivative liabilities	–	(621)	–	(621)	(614)	(829)	–	(1,443)
Short-term investments	–	–	–	–	–	12,387	–	12,387
Total	460,798	213,039	–	673,837	507,936	253,897	–	761,833

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

# MACKENZIE CUNDILL CANADIAN BALANCED FUND

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BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

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

#### (i) Fair Value Classification (cont'd)

In accordance with the Fund's valuation policy, the Fund applies fair value adjustment factors to the quoted market prices for non-North American equities when North American intraday stock market movements exceed pre-determined tolerances. The adjustment factors are applied in order to estimate the impact on fair values of events occurring between the close of the non-North American stock markets and the close of business for the Fund. If fair value adjustment factors are applied, non-North American equities are classified as Level 2. Consequently, during the period ended September 30, 2019, non-North American equities frequently transferred between Level 1 (unadjusted quoted market prices) and Level 2 (adjusted market prices). As at September 30, 2019, these securities were classified as Level 1 (March 31, 2019 – Level 1).

Financial instruments classified as Level 2 investments are valued based on the prices provided by an independent reputable pricing services company who prices the securities based on recent transactions and quotes received from market participants and through incorporating observable market data and using standard market convention practices. Short-term investments classified as Level 2 investments are valued based on amortized cost plus accrued interest which closely approximates fair value.



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