

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. 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 GLOBAL SMALL CAP CLASS

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

GLOBAL EQUITY 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)
	\$	\$		\$	\$
ASSETS			Net assets attributable to securityholders per security (note 3)		
Current assets					
Investments at fair value	30,923	38,081	Series A	23.02	24.42
Cash and cash equivalents	602	59	Series D	10.35	11.05
Dividends receivable	83	90	Series F	26.19	28.05
Accounts receivable for investments sold	2	160	Series F8	10.87	12.14
Accounts receivable for securities issued	–	–	Series FB	9.24	9.88
Unrealized gains on derivative contracts	9	13	Series I	26.48	28.23
Taxes recoverable (note 5)	9	13	Series J	14.76	15.69
Total assets	31,628	38,416	Series O	24.48	26.33
			Series PW	11.01	11.70
			Series PWFB	8.41	9.01
			Series PWT8	10.25	11.34
			Series PWX	9.31	10.02
			Series PWX8	8.90	9.98
			Series T8	11.90	13.14
LIABILITIES					
Current liabilities					
Accounts payable for investments purchased	337	20			
Accounts payable for securities redeemed	10	270			
Distribution payable	1	1			
Unrealized losses on derivative contracts	–	29			
Taxes payable (note 5)	–	40			
Total liabilities	348	360			
Net assets attributable to securityholders	31,280	38,056			
Net assets attributable to securityholders per series (note 3)					
Series A	11,004	12,775			
Series D	113	118			
Series F	1,668	1,922			
Series F8	14	16			
Series FB	1	1			
Series I	10	11			
Series J	150	199			
Series O	10,853	14,138			
Series PW	6,371	7,520			
Series PWFB	50	104			
Series PWT8	257	307			
Series PWX	387	441			
Series PWX8	16	17			
Series T8	386	487			

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



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GLOBAL EQUITY FUND

STATEMENTS OF COMPREHENSIVE INCOME

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

	2019	2018		2019	2018
	\$	\$		\$	\$
Income			Increase (decrease) in net assets attributable to securityholders from operations per security		
Dividends	497	735	Series A	(1.40)	0.36
Interest income	6	3	Series D	(0.71)	0.06
Other changes in fair value of investments and other net assets			Series F	(1.35)	(0.47)
Net realized gain (loss)	(718)	2,169	Series F8	(0.59)	(0.45)
Net unrealized gain (loss)	(1,259)	(1,908)	Series FB	(0.50)	0.08
Securities lending income	15	7	Series I	(1.50)	1.33
Total income (loss)	(1,459)	1,006	Series J	(0.88)	0.06
			Series O	(1.07)	0.48
Expenses (note 6)			Series PW	(0.66)	(0.29)
Management fees	222	301	Series PWF	–	0.53
Administration fees	27	38	Series PWF8	–	0.45
Interest charges	1	2	Series PWFB	(0.44)	0.15
Commissions and other portfolio transaction costs	52	98	Series PWT8	(0.59)	(0.56)
Independent Review Committee fees	–	–	Series PWX	(0.42)	0.16
Other	–	1	Series PWX8	(0.41)	0.18
Expenses before amounts absorbed by Manager	302	440	Series R	–	0.49
Expenses absorbed by Manager	–	–	Series T8	(0.72)	0.27
Net expenses	302	440			
Increase (decrease) in net assets attributable to securityholders from operations before tax	(1,761)	566			
Foreign withholding taxes	71	96			
Income taxes (note 5)	(40)	(5)			
Increase (decrease) in net assets attributable to securityholders from operations	(1,792)	475			
Increase (decrease) in net assets attributable to securityholders from operations per series					
Series A	(694)	233			
Series D	(8)	–			
Series F	(88)	(30)			
Series F8	(1)	–			
Series FB	–	–			
Series I	(1)	–			
Series J	(11)	1			
Series O	(524)	300			
Series PW	(400)	(162)			
Series PWF	–	53			
Series PWF8	–	–			
Series PWFB	(4)	2			
Series PWT8	(15)	(15)			
Series PWX	(19)	8			
Series PWX8	(1)	1			
Series R	–	71			
Series T8	(26)	13			

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GLOBAL EQUITY FUND

STATEMENTS OF CHANGES IN FINANCIAL POSITION

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

	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
	Series A		Series D		Series F		Series F8		Series FB	
	\$		\$		\$		\$		\$	
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS										
Beginning of period	12,775	20,249	118	139	1,922	1,020	16	–	1	1
Increase (decrease) in net assets from operations	(694)	233	(8)	–	(88)	(30)	(1)	–	–	–
Dividends paid to securityholders:										
Ordinary	–	–	–	–	–	–	–	–	–	–
Capital gains	–	(694)	(1)	(6)	(30)	(43)	–	–	–	–
Return of capital	–	–	–	–	–	–	(1)	(1)	–	–
Total dividends paid to securityholders	–	(694)	(1)	(6)	(30)	(43)	(1)	(1)	–	–
Security transactions:										
Proceeds from securities issued	396	873	42	48	64	1,697	–	30	–	–
Reinvested dividends	–	691	1	6	28	38	–	–	–	–
Payments on redemption of securities	(1,473)	(5,576)	(39)	(3)	(228)	(338)	–	–	–	–
Total security transactions	(1,077)	(4,012)	4	51	(136)	1,397	–	30	–	–
Total increase (decrease) in net assets	(1,771)	(4,473)	(5)	45	(254)	1,324	(2)	29	–	–
End of period	11,004	15,776	113	184	1,668	2,344	14	29	1	1
Increase (decrease) in fund securities (note 7):										
Securities outstanding – beginning of period	523	715	11	11	69	31	1	–	–	–
Issued	17	32	4	4	2	53	–	2	–	–
Reinvested dividends	–	24	–	–	1	1	–	–	–	–
Redeemed	(62)	(195)	(4)	–	(8)	(10)	–	–	–	–
Securities outstanding – end of period	478	576	11	15	64	75	1	2	–	–
	Series I		Series J		Series O		Series PW		Series PWF	
	\$		\$		\$		\$		\$	
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS										
Beginning of period	11	22	199	226	14,138	19,370	7,520	5,437	–	1,433
Increase (decrease) in net assets from operations	(1)	–	(11)	1	(524)	300	(400)	(162)	–	53
Dividends paid to securityholders:										
Ordinary	–	–	–	–	–	–	–	–	–	–
Capital gains	–	(1)	(1)	(8)	(379)	(969)	(29)	(196)	–	(65)
Return of capital	–	–	–	–	–	–	–	–	–	–
Total dividends paid to securityholders	–	(1)	(1)	(8)	(379)	(969)	(29)	(196)	–	(65)
Security transactions:										
Proceeds from securities issued	–	–	–	–	–	–	326	4,229	–	49
Reinvested dividends	–	1	1	8	378	965	29	196	–	61
Payments on redemption of securities	–	(10)	(38)	(4)	(2,760)	(1,953)	(1,075)	(736)	–	(1,531)
Total security transactions	–	(9)	(37)	4	(2,382)	(988)	(720)	3,689	–	(1,421)
Total increase (decrease) in net assets	(1)	(10)	(49)	(3)	(3,285)	(1,657)	(1,149)	3,331	–	(1,433)
End of period	10	12	150	223	10,853	17,713	6,371	8,768	–	–
Increase (decrease) in fund securities (note 7):										
Securities outstanding – beginning of period	–	1	13	12	537	632	643	402	–	99
Issued	–	–	–	–	–	–	28	307	–	4
Reinvested dividends	–	–	–	1	15	32	3	15	–	4
Redeemed	–	(1)	(3)	–	(109)	(65)	(95)	(55)	–	(107)
Securities outstanding – end of period	–	–	10	13	443	599	579	669	–	–

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

MACKENZIE GLOBAL SMALL CAP CLASS

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GLOBAL EQUITY 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 PWF8		Series PWF8		Series PWT8		Series PWX		Series PWX8	
	\$		\$		\$		\$		\$	
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS										
Beginning of period	–	21	104	157	307	178	441	516	17	20
Increase (decrease) in net assets from operations	–	–	(4)	2	(15)	(15)	(19)	8	(1)	1
Dividends paid to securityholders:										
Ordinary	–	–	–	–	–	–	–	–	–	–
Capital gains	–	(1)	(2)	(6)	(1)	(7)	(13)	(26)	–	(1)
Return of capital	–	–	–	–	(11)	(16)	–	–	(1)	(1)
Total dividends paid to securityholders	–	(1)	(2)	(6)	(12)	(23)	(13)	(26)	(1)	(2)
Security transactions:										
Proceeds from securities issued	–	–	–	11	2	331	–	–	–	–
Reinvested dividends	–	1	2	6	4	11	13	26	1	1
Payments on redemption of securities	–	(21)	(50)	(29)	(29)	(1)	(35)	(6)	–	–
Total security transactions	–	(20)	(48)	(12)	(23)	341	(22)	20	1	1
Total increase (decrease) in net assets	–	(21)	(54)	(16)	(50)	303	(54)	2	(1)	–
End of period	–	–	50	141	257	481	387	518	16	20
Increase (decrease) in fund securities (note 7):										
Securities outstanding – beginning of period	–	2	12	15	27	12	44	44	2	2
Issued	–	–	–	1	–	23	–	–	–	–
Reinvested dividends	–	–	–	1	–	1	1	2	–	–
Redeemed	–	(2)	(6)	(3)	(2)	–	(3)	–	–	–
Securities outstanding – end of period	–	–	6	14	25	36	42	46	2	2
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS										
Beginning of period	–	4,752	487	931	38,056	54,472				
Increase (decrease) in net assets from operations	–	71	(26)	13	(1,792)	475				
Dividends paid to securityholders:										
Ordinary	–	–	–	–	–	–				
Capital gains	–	(242)	–	(34)	(456)	(2,299)				
Return of capital	–	–	(17)	(33)	(30)	(51)				
Total dividends paid to securityholders	–	(242)	(17)	(67)	(486)	(2,350)				
Security transactions:										
Proceeds from securities issued	–	–	33	158	863	7,426				
Reinvested dividends	–	–	9	50	466	2,061				
Payments on redemption of securities	–	(23)	(100)	(375)	(5,827)	(10,606)				
Total security transactions	–	(23)	(58)	(167)	(4,498)	(1,119)				
Total increase (decrease) in net assets	–	(194)	(101)	(221)	(6,776)	(2,994)				
End of period	–	4,558	386	710	31,280	51,478				
Increase (decrease) in fund securities (note 7):										
Securities outstanding – beginning of period	–	148	37	56						
Issued	–	–	2	9						
Reinvested dividends	–	–	1	3						
Redeemed	–	(1)	(8)	(22)						
Securities outstanding – end of period	–	147	32	46						

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MACKENZIE GLOBAL SMALL CAP CLASS

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

GLOBAL EQUITY FUND

STATEMENTS OF CASH FLOWS

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

	2019	2018
	\$	\$
Cash flows from operating activities		
Net increase (decrease) in net assets attributable to securityholders from operations	(1,792)	475
Adjustments for:		
Net realized loss (gain) on investments	692	(2,327)
Change in net unrealized loss (gain) on investments	1,259	1,908
Purchase of investments	(15,247)	(33,353)
Proceeds from sale and maturity of investments	20,905	37,551
Change in dividends receivable	7	28
Change in taxes recoverable	4	(9)
Change in due to manager	–	5
Change in taxes payable	(40)	–
Net cash from operating activities	5,788	4,278
Cash flows from financing activities		
Proceeds from securities issued	483	2,634
Payments on redemption of securities	(5,707)	(5,855)
Dividends paid net of reinvestments	(20)	(289)
Net cash from financing activities	(5,244)	(3,510)
Net increase (decrease) in cash and cash equivalents	544	768
Cash and cash equivalents at beginning of period	59	692
Effect of exchange rate fluctuations on cash and cash equivalents	(1)	–
Cash and cash equivalents at end of period	602	1,460
Cash	602	529
Cash equivalents	–	931
Cash and cash equivalents at end of period	602	1,460
Supplementary disclosures on cash flow from operating activities:		
Dividends received	504	763
Taxes paid	71	91
Interest received	6	3
Interest paid	1	2

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MACKENZIE GLOBAL SMALL CAP CLASS

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

GLOBAL EQUITY FUND

SCHEDULE OF INVESTMENTS

As at September 30, 2019

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
EQUITIES					
Acco Brands Corp.	United States	Industrials	11,389	138	149
Aecon Group Inc.	Canada	Industrials	12,900	236	235
AEON REIT Investment Corp.	Japan	Real Estate	198	289	361
AGCO Corp.	United States	Industrials	2,327	198	233
AK Holdings Inc	South Korea	Materials	4,300	276	149
Alpha & Omega Semiconductor Ltd.	United States	Information Technology	15,700	243	255
ALS Ltd.	Australia	Industrials	29,700	220	213
Alten	France	Information Technology	2,500	408	378
Anritsu Corp.	Japan	Information Technology	14,700	388	381
Arch Coal Inc. Class A	United States	Energy	2,593	307	255
Atkore International Group Inc.	United States	Industrials	10,244	304	412
Auto Trader Group PLC	United Kingdom	Communication Services	44,737	285	371
Avis Budget Group Inc.	United States	Industrials	10,001	464	374
Azimut Holding SpA	Italy	Financials	13,600	352	338
Bechtle AG	Germany	Information Technology	2,753	206	371
Best World International Ltd.	Singapore	Consumer Staples	104,800	272	121
The Boston Beer Co. Inc.	United States	Consumer Staples	800	409	386
Brighthouse Financial Inc.	United States	Financials	5,900	318	316
C&C Group PLC	Ireland	Consumer Staples	29,700	178	179
CACI International Inc. Class A	United States	Information Technology	816	190	250
Capstone Turbine Corp.	United States	Industrials	1	—	—
Career Education Corp.	United States	Consumer Discretionary	15,600	393	328
China BlueChemical Ltd. H	China	Materials	695,404	329	222
Choice Properties Real Estate Investment Trust	Canada	Real Estate	22,100	320	319
Colony NorthStar Inc. Class A	United States	Real Estate	31,500	244	251
Comture Corp.	Japan	Information Technology	9,600	222	239
CoreSite Realty Corp.	United States	Real Estate	1,400	207	226
Credit Acceptance Corp.	United States	Financials	592	209	361
Deluxe Corp.	United States	Industrials	4,156	265	270
Dialog Semiconductor PLC	United Kingdom	Information Technology	5,075	147	318
DMC Global Inc.	United States	Energy	4,538	226	264
Drax Group PLC	United Kingdom	Utilities	33,100	227	149
Eckert & Ziegler Strahlen- und Medizintechnik AG	Germany	Health Care	700	165	157
Elevate Credit Inc.	United States	Financials	12,591	178	70
Enova International Inc.	United States	Financials	12,500	410	343
Essent Group Ltd.	United States	Financials	5,000	308	315
Evercore Partners Inc. Class A	United States	Financials	2,993	262	317
Exantas Capital Corp.	United States	Financials	15,700	234	236
Exponent Inc.	United States	Industrials	5,165	328	478
Funko Inc.	United States	Consumer Discretionary	12,700	389	346
Generac Holdings Inc.	United States	Industrials	4,339	268	450
The Geo Group Inc.	United States	Real Estate	6,400	202	147
Getinge AB	Sweden	Health Care	7,954	98	147
Globant SA	United States	Information Technology	1,200	159	145
GN Store Nord AS (GN Great Nordic)	Denmark	Health Care	6,244	219	336
Grand Pacific Petrochemical Corp.	Taiwan	Materials	170,800	129	132
GVC Holdings PLC	United Kingdom	Consumer Discretionary	31,600	314	382
Hersha Hospitality Trust	United States	Real Estate	14,263	412	281
Hibbett Sports Inc.	United States	Consumer Discretionary	9,902	302	300



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GLOBAL EQUITY 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)
EQUITIES (cont'd)					
HMS Holdings Corp.	United States	Health Care	4,203	164	192
Hyosung Corp.	South Korea	Industrials	1,600	156	148
Hyundai Motor Co.	South Korea	Consumer Discretionary	1,600	233	237
IDP Education Ltd.	Australia	Consumer Discretionary	14,300	218	199
IGG Inc.	Singapore	Communication Services	158,000	299	130
Italgas SPA	Italy	Utilities	35,000	276	299
Jabil Circuit Inc.	United States	Information Technology	10,860	396	514
Legg Mason Inc.	United States	Financials	8,800	385	445
LeMaitre Vascular Inc.	United States	Health Care	5,827	240	264
Makalot Industrial Co. Ltd.	Taiwan	Consumer Discretionary	35,750	300	251
Manhattan Associates Inc.	United States	Information Technology	2,900	319	310
MasTec Inc.	United States	Industrials	4,600	397	395
MAXIMUS Inc.	United States	Information Technology	3,300	352	337
MCUBS MidCity Investment Corp.	Japan	Real Estate	260	375	378
Medpace Holdings Inc.	United States	Health Care	4,468	208	497
Mixi Inc.	Japan	Communication Services	6,600	380	184
Navient Corp.	United States	Financials	16,400	290	278
Neopost SA	France	Information Technology	9,780	367	268
NetEnt AB	Sweden	Consumer Discretionary	63,284	446	258
Nippon Carbon Co. Ltd.	Japan	Industrials	3,400	282	159
Orange Belgium SA	Belgium	Communication Services	8,298	219	227
Owens-Illinois Inc.	United States	Materials	15,307	372	208
Paradox Interactive AB	Sweden	Communication Services	11,920	353	213
People's Insurance Co. of China (Hong Kong) Ltd.	China	Financials	536,998	289	285
Philips Lighting NV	Netherlands	Industrials	8,200	320	299
Progress Software Corp.	United States	Information Technology	6,444	309	325
Radian Group Inc.	United States	Financials	10,300	327	311
Repligen Corp.	United States	Health Care	4,400	406	447
Rightmove PLC	United Kingdom	Communication Services	44,406	332	398
RLJ Lodging Trust	United States	Real Estate	12,400	304	279
S&T Motiv Co. Ltd.	South Korea	Consumer Discretionary	7,100	409	426
SimCorp AS	Denmark	Information Technology	3,066	231	356
SITE CENTERS Corp.	United States	Real Estate	21,218	397	424
SMART Global Holdings Inc.	United States	Information Technology	6,713	475	226
Softcat PLC	United Kingdom	Information Technology	31,700	490	517
SpareBank 1 SR-Bank ASA	Norway	Financials	7,303	105	105
Subsea 7 SA	United Kingdom	Energy	13,500	220	185
Sundrug Co. Ltd.	Japan	Consumer Staples	7,800	292	325
Synovus Financial Corp.	United States	Financials	6,700	308	317
Tenet Healthcare Corp.	United States	Health Care	9,069	398	266
Tetra Tech Inc.	United States	Industrials	4,400	464	505
The Timken Co.	United States	Industrials	5,100	326	294
TransAlta Renewables Inc.	Canada	Utilities	23,900	320	326
Trinseo SA	United States	Materials	2,582	97	147
Viavi Solutions Inc.	United States	Information Technology	19,527	240	362
Warrior Met Coal Inc.	United States	Materials	7,643	307	197
Watts Water Technologies Inc. Class A	United States	Industrials	1,803	189	224
Weichai Power Co. Ltd.	China	Industrials	210,745	271	402
Weight Watchers International Inc.	United States	Consumer Discretionary	8,700	343	436



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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)
EQUITIES (cont'd)					
Whitehaven Coal Ltd.	Australia	Energy	62,147	294	173
WP Glimcher Inc.	United States	Real Estate	36,387	366	199
Yageo Corp.	Taiwan	Information Technology	16,000	229	168
Yuanta Financial Holding Co. Ltd.	Taiwan	Financials	508,400	319	401
Total equities				29,251	28,972
MUTUAL FUNDS					
Mackenzie Global Long/Short Equity Alpha Fund Series R	Canada	Mutual Funds	140,000	1,400	1,381
Mackenzie US Small Cap Fund Series R	Canada	Mutual Funds	62,501	625	570
Total mutual funds				2,025	1,951
Transaction costs				(37)	–
Total investments				31,239	30,923
Derivative instruments (see schedule of derivative instruments)					9
Cash and cash equivalents					602
Other assets less liabilities					(254)
Total net assets					31,280



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GLOBAL EQUITY FUND

SUMMARY OF INVESTMENT PORTFOLIO

September 30, 2019		March 31, 2019	
Effective Portfolio Allocation	% of NAV	Effective Portfolio Allocation	% of NAV
Equities	98.9	Equities	100.0
Cash and short-term investments	1.9	Cash and short-term investments	0.2
Other assets (liabilities)	(0.8)	Other assets (liabilities)	(0.2)
Effective Regional Allocation	% of NAV	Effective Regional Allocation	% of NAV
United States	55.6	United States	53.8
United Kingdom	7.8	Japan	10.8
Japan	6.9	United Kingdom	6.7
Canada	3.1	China	4.3
South Korea	3.1	Other	3.4
Taiwan	3.0	Taiwan	3.4
China	2.9	Sweden	2.9
Other	2.8	Denmark	2.6
Denmark	2.3	France	2.5
France	2.2	Australia	2.4
Sweden	2.2	Hong Kong	2.3
Italy	2.1	South Korea	1.7
Australia	2.0	Canada	1.6
Cash and short-term investments	1.9	Singapore	1.6
Germany	1.9	Cash and short-term investments	0.2
Netherlands	1.0	Other assets (liabilities)	(0.2)
Other assets (liabilities)	(0.8)		
Effective Sector Allocation	% of NAV	Effective Sector Allocation	% of NAV
Information technology	19.6	Information technology	18.9
Industrials	18.0	Industrials	17.5
Financials	15.1	Real estate	10.3
Consumer discretionary	11.0	Financials	9.8
Real estate	9.8	Health care	9.0
Health care	7.8	Materials	9.0
Communication services	5.1	Consumer discretionary	8.6
Materials	3.6	Communication services	7.6
Consumer staples	3.3	Energy	4.0
Energy	3.0	Consumer staples	3.5
Utilities	2.6	Utilities	1.8
Cash and short-term investments	1.9	Cash and short-term investments	0.2
Other assets (liabilities)	(0.8)	Other assets (liabilities)	(0.2)

The effective allocation shows the portfolio, regional or sector exposure of the Fund calculated by combining its direct and indirect investments.

MACKENZIE GLOBAL SMALL CAP CLASS

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

GLOBAL EQUITY FUND

SCHEDULE OF DERIVATIVE 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 (\$ 000s)
A	366	Canadian dollar	(275)	U.S. dollar	Nov. 15, 2019	(366)	(364)	2
A	2,815	Canadian dollar	(2,120)	U.S. dollar	Nov. 15, 2019	(2,815)	(2,808)	7
Unrealized Gains								9
Total forward currency contracts								9
Total derivative instruments at fair value								9



MACKENZIE
Investments

NOTES TO FINANCIAL STATEMENTS

1. Fiscal Periods and General Information

The information provided in these financial statements and notes thereto is for the 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 comprised of one or more classes of shares (referred to as "security" or "securities") of Mackenzie Financial Capital Corporation ("Capitalcorp"), a mutual fund corporation incorporated under the laws of the Province of Ontario, and is authorized to issue up to 1,000 classes of securities of multiple series. The address of the Fund's registered office is 180 Queen Street West, Toronto, Ontario, Canada. Reference is made to the Fund's Simplified Prospectus for additional information on the Fund's structure.

The foregoing financial statements and accompanying notes to the financial statements presented herein are for the Fund. Separate financial statements of each of the other funds of Capitalcorp have also been prepared.

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

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

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

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



NOTES TO FINANCIAL STATEMENTS

3. Significant Accounting Policies (cont'd)

(a) Financial instruments (cont'd)

Realized and unrealized gains and losses on investments are calculated based on the weighted average cost of investments and exclude commissions and other portfolio transaction costs, which are separately reported in the Statement of Comprehensive Income – Commissions and other portfolio transaction costs. Gains and losses arising from changes in the fair value of the investments are included in the Statement of Comprehensive Income for the period in which they arise.

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

(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.

NOTES TO FINANCIAL STATEMENTS

3. Significant Accounting Policies (cont'd)

(b) Fair value measurement (cont'd)

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.

(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

Capitalcorp qualifies as a mutual fund corporation under the provisions of the Income Tax Act (Canada). The taxation year-end for Capitalcorp is March 31.

Capitalcorp is a single legal entity for tax purposes and is not taxed on a fund-by-fund basis. As such, non-capital and capital losses of Capitalcorp may be applied against the income and/or capital gains attributable to Capitalcorp as a whole irrespective of the Fund from which the income, gains and/or losses arose. Therefore, where a Fund has positive net taxable income, the current tax liability has been offset with the utilization of unused tax losses of Capitalcorp to the extent possible.

NOTES TO FINANCIAL STATEMENTS

5. Income Taxes (cont'd)

Taxable Canadian dividends received and capital gains realized by Capitalcorp are subject to tax in a similar manner as any other corporation. Any taxes paid in respect of Canadian dividends or capital gains are refundable upon the payment of Canadian dividends or capital gains dividends, respectively, to securityholders based on a formula which includes proceeds paid on securities of Capitalcorp redeemed by securityholders. As a result, no tax provision is made in respect of Canadian dividends or capital gains. Any refundable tax allocated to the Fund is included in the Statement of Financial Position – Taxes recoverable. Payment of Canadian dividends, if any, will be made by Capitalcorp's taxation year-end and capital gains dividends, if any, will be paid within 60 days of Capitalcorp's taxation year-end. Dividends are declared separately for each series of each Fund.

Income from other sources, such as interest and foreign income ("Ordinary Income"), is taxed at standard corporate rates. To the extent that Capitalcorp has positive Ordinary Income net of expenses ("Net Ordinary Income") Capitalcorp will be required to pay corporate income tax as a whole. The Fund is allocated a portion of this expense based on its series' contribution to Capitalcorp's overall tax liability. Any income tax expense allocated to the Fund is included in the Statement of Comprehensive Income – Income taxes.

Capitalcorp follows the asset and liability method of accounting for income taxes whereby deferred income tax assets and liabilities reflect the expected future tax consequences of temporary differences between the carrying amounts of assets and liabilities and their tax bases. Deferred income tax assets and liabilities are measured based on the enacted or substantively enacted tax rates which are expected to be in effect when the underlying items of Net Ordinary Income are expected to be realized.

Temporary differences between the carrying value of assets and liabilities for accounting and tax purposes give rise to deferred income tax assets and liabilities. Where the fair value of the portfolio investments exceeds their cost, a deferred tax liability arises. This deferred tax liability for refundable taxes payable is offset with the refund expected upon payment of capital gains dividends. Where the cost of the portfolio investments exceeds their market value, a deferred tax asset is generated. A full valuation allowance is taken to offset this asset given the uncertainty that such deferred assets will ultimately be realized. Unused capital and non-capital losses, as disclosed below, also represent deferred tax assets for which a full valuation allowance has been established.

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

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.

NOTES TO FINANCIAL STATEMENTS

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.

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.



NOTES TO FINANCIAL STATEMENTS

8. Financial Instruments Risk (cont'd)

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.



NOTES TO FINANCIAL STATEMENTS

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

(a) Fund Formation and Series Information

Date of Formation October 26, 2000

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

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

Series A and Series T8 securities are offered to retail investors investing a minimum of \$500 (\$5,000 for Series T8). Investors in Series T8 securities also want to receive a monthly cash flow of 8% per year.

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 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 F8); they are also available to employees of Mackenzie and its subsidiaries, and directors of Mackenzie. Investors in Series F8 securities also want to receive a monthly cash flow of 8% per year.

Series FB securities are offered to retail investors investing a minimum of \$500. Investors are required to negotiate their advisor service fee, which cannot exceed 1.50%, with their financial advisor.

Series PW 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 PWT8 securities also want to receive a monthly cash flow of 8% per year.

Series PWFB securities are offered through our Private Wealth Solutions to certain high net worth investors who invest a minimum of \$100,000. Investors are required to negotiate their advisor service fee, which cannot exceed 1.50%, with their financial advisor.

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

Series I, Series J, Series O, Series PWX and Series PWX8 securities are no longer available for sale.

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

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



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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 26, 2000	2.00%	0.28%	23.02	24.42
Series D	December 19, 2013	1.25%	0.20%	10.35	11.05
Series F	October 26, 2001	0.80% ⁽³⁾	0.15% ⁽⁶⁾	26.19	28.05
Series F8	June 1, 2018	0.80%	0.15%	10.87	12.14
Series FB	October 26, 2015	1.00%	0.28%	9.24	9.88
Series I	December 21, 2000	1.35%	0.28%	26.48	28.23
Series J	March 24, 2011	1.75%	0.25%	14.76	15.69
Series O	December 17, 2003	— ⁽¹⁾	—*	24.48	26.33
Series PW	October 17, 2013	1.80% ⁽⁴⁾	0.15%	11.01	11.70
Series PWF	None issued ⁽⁷⁾	0.90%	0.15%	—	—
Series PWF8	None issued ⁽⁸⁾	0.90%	0.15%	—	—
Series PWFB	April 3, 2017	0.80% ⁽⁵⁾	0.15%	8.41	9.01
Series PWT8	April 3, 2017	1.80% ⁽⁴⁾	0.15%	10.25	11.34
Series PWX	March 6, 2014	— ⁽²⁾	— ⁽²⁾	9.31	10.02
Series PWX8	February 24, 2015	— ⁽²⁾	— ⁽²⁾	8.90	9.98
Series R	None issued ⁽⁹⁾	—*	—*	—	—
Series T8	July 15, 2008	2.00%	0.28%	11.90	13.14

* 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 Series F was charged to the Fund at a rate of 1.00%.

(4) Prior to June 1, 2018, the management fee for this series was charged to the Fund at a rate of 1.90%.

(5) Prior to June 1, 2018, the management fee for Series PWFB was charged to the Fund at a rate of 0.90%.

(6) Prior to June 1, 2018, the administration fee for Series F was charged to the Fund at a rate of 0.20%.

(7) The series' original start date was October 9, 2013. All securities in the series were consolidated into Series F on June 1, 2018.

(8) The series' original start date was July 15, 2015. All securities in the series were consolidated into Series F8 on June 1, 2018.

(9) The series' original start date was March 19, 2004. All securities in the series were redeemed on February 8, 2019.

(b) Investments by Mackenzie and Affiliates

As at September 30, 2019, Mackenzie had an investment of \$6 (March 31, 2019 – \$6) in the Fund.

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

(c) Securities Lending

The value of securities loaned and collateral received from securities lending at September 30, 2019 and March 31, 2019, were as follows:

	September 30, 2019	March 31, 2019
	(\$)	(\$)
Value of securities loaned	2,696	7,317
Value of collateral received	2,868	7,776

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

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

	2019		2018	
	(\$)	(%)	(\$)	(%)
Gross securities lending income	20	100.0	9	100.0
Tax withheld	–	–	–	–
	20	100.0	9	100.0
Payments to Securities Lending Agent	(5)	(25.0)	(2)	(22.2)
Securities lending income	15	75.0	7	77.8

(d) Commissions

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

	(\$)
September 30, 2019	13
September 30, 2018	8

(e) Offsetting of Financial Assets and Liabilities

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

	September 30, 2019			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	7	–	–	7
Unrealized losses on derivative contracts	–	–	–	–
Liability for options written	–	–	–	–
Total	7	–	–	7



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

(e) Offsetting of Financial Assets and Liabilities (cont'd)

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

(f) Risks Associated with Financial Instruments

i. Risk exposure and management

The Fund seeks long-term capital growth by investing primarily in equities of small- and mid-capitalization companies anywhere in the world.

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.

	September 30, 2019			
Currency	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	16,157	80	(3,172)	13,065
Euro	2,834	–	–	2,834
Japanese yen	2,027	153	–	2,180
British pound	1,817	–	–	1,817
Hong Kong dollar	1,039	–	–	1,039
South Korean won	960	–	–	960
Taiwanese dollar	952	–	–	952
Danish krone	692	–	–	692
Swedish krona	618	–	–	618
Australian dollar	585	–	–	585
Norwegian krone	290	–	–	290
Singapore dollar	121	–	–	121
Total	28,092	233	(3,172)	25,153
% of Net Assets	89.8	0.7	(10.1)	80.4



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

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

ii. Currency risk (cont'd)

Currency	March 31, 2019			
	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	19,079	140	(3,762)	15,457
Japanese yen	3,929	(159)	–	3,770
Hong Kong dollar	2,856	19	–	2,875
Euro	2,305	–	–	2,305
British pound	2,080	–	–	2,080
Taiwanese dollar	1,291	–	–	1,291
Swedish krona	1,060	–	–	1,060
Danish krone	972	–	–	972
Australian dollar	844	–	–	844
South Korean won	636	–	–	636
Singapore dollar	237	60	–	297
Norwegian krone	185	–	–	185
Total	35,474	60	(3,762)	31,772
% of Net Assets	93.2	0.2	(9.9)	83.5

* Includes both monetary and non-monetary financial instruments

As at September 30, 2019, had the Canadian dollar increased or decreased by 5% relative to all foreign currencies, with all other variables held constant, net assets would have decreased or increased by approximately \$1,351 or 4.3% of total net assets (March 31, 2019 – \$1,688 or 4.4%). In practice, the actual trading results may differ and the difference could be material.

iii. Interest rate risk

As at September 30, 2019 and March 31, 2019, the Fund did not have a significant exposure to interest rate risk.

iv. Other price risk

The Fund's most significant exposure to price risk arises from its investment in equity securities 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 \$3,093 or 9.9% of total net assets (March 31, 2019 – \$3,807 or 10.0%). In practice, the actual trading results may differ and the difference could be material.

v. Credit risk

As at September 30, 2019 and March 31, 2019, the Fund did not have a significant exposure to credit risk.



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

(g) Fair Value Classification

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

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

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

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

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

	September 30, 2019				March 31, 2019			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	28,851	–	121	28,972	36,069	–	–	36,069
Mutual funds	1,951	–	–	1,951	2,012	–	–	2,012
Derivative assets	–	9	–	9	–	13	–	13
Derivative liabilities	–	–	–	–	–	(29)	–	(29)
Total	30,802	9	121	30,932	38,081	(16)	–	38,065

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

In accordance with the Fund's valuation policy, the Fund applies fair value adjustment factors to the quoted market prices for non-North American equities when North American intraday stock market movements exceed pre-determined tolerances. The adjustment factors are applied in order to estimate the impact on fair values of events occurring between the close of the non-North American stock markets and the close of business for the Fund. If fair value adjustment factors are applied, non-North American equities are classified as Level 2. Consequently, during the period ended 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.

For the period ended September 30, 2019, equity positions with a fair value of \$140 were transferred from Level 1 to Level 3 as a result of changes in the inputs used for valuation.



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

(g) Fair Value Classification (cont'd)

The table below presents a reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) for the period ended September 30, 2019:

	<u>September 30, 2019</u>
	<u>Equities (\$)</u>
Balance – beginning of period	–
Purchases	–
Sales	–
Transfers in	140
Transfers out	–
Gains (losses) during the period:	
Realized	–
Unrealized	(19)
Balance – end of period	<u>121</u>
Change in unrealized gains (losses) during the period attributable to securities held at end of period	<u>(19)</u>

Fair value of each Level 3 financial instrument is generally measured using unobservable market inputs with the best information available at the time. Various valuation techniques are utilized, depending on a number of factors including, key inputs and assumptions which are company specific and may include estimated discount rates and expected price volatilities.

Changing one or more of the inputs to reasonably possible alternative assumptions for valuing Level 3 financial instruments would not significantly affect the fair value of those instruments.



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