

## ***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 US ALL CAP GROWTH FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

US 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)
	\$	\$		\$	\$
<b>ASSETS</b>			<b>Net assets attributable to securityholders per security (note 3)</b>		
<b>Current assets</b>					
Investments at fair value	845,086	749,760	Series A	24.99	23.74
Cash and cash equivalents	9,887	5,820	Series D	24.08	22.77
Dividends receivable	100	231	Series F	40.02	37.73
Accounts receivable for investments sold	4,249	716	Series FB	17.40	16.44
Accounts receivable for securities issued	1,239	1,067	Series O	38.13	35.76
Due from manager	—	1	Series PW	22.31	21.15
Unrealized gains on derivative contracts	—	72	Series PWFB	14.95	14.09
<b>Total assets</b>	<b>860,561</b>	<b>757,667</b>	Series PWX	19.14	17.96
<b>LIABILITIES</b>			Series R	43.00	40.33
<b>Current liabilities</b>			Series S	38.83	36.43
Accounts payable for investments purchased	4,247	632	Quadrus Series	24.84	23.59
Accounts payable for securities redeemed	751	409	H Series	20.00	18.87
<b>Total liabilities</b>	<b>4,998</b>	<b>1,041</b>	HW Series	11.31	10.66
<b>Net assets attributable to securityholders</b>	<b>855,563</b>	<b>756,626</b>	L Series	35.76	33.91
<b>Net assets attributable to securityholders per series (note 3)</b>			N Series	42.61	39.96
Series A	71,542	61,339	QF Series	17.41	16.44
Series D	4,398	1,807	QFW Series	11.31	10.66
Series F	32,284	18,812			
Series FB	50	39			
Series O	11,094	10,179			
Series PW	46,228	35,091			
Series PWFB	1,997	1,732			
Series PWX	913	1,258			
Series R	74,551	77,188			
Series S	476,450	421,879			
Quadrus Series	82,091	78,205			
H Series	1,646	1,324			
HW Series	836	628			
L Series	27,875	26,331			
N Series	19,167	16,761			
QF Series	3,301	2,960			
QFW Series	1,140	1,093			

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



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# MACKENZIE US ALL CAP GROWTH FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

US EQUITY 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>Increase (decrease) in net assets attributable to securityholders from operations per security</b>		
Dividends	3,548	2,431	Series A	1.19	3.32
Interest income	101	41	Series D	0.83	2.91
Other changes in fair value of investments and other net assets			Series F	1.83	5.09
Net realized gain (loss)	29,274	28,844	Series FB	0.82	1.16
Net unrealized gain (loss)	18,237	67,555	Series O	2.36	5.21
Securities lending income	31	32	Series PW	1.06	2.73
<b>Total income (loss)</b>	<b>51,191</b>	<b>98,903</b>	Series PWF	–	1.01
			Series PWFB	0.84	0.97
<b>Expenses (note 6)</b>			Series PWX	1.37	2.62
Management fees	2,574	1,844	Series R	2.81	6.01
Management fee rebates	(20)	(21)	Series S	2.34	5.30
Administration fees	408	290	Quadrus Series	1.25	3.25
Interest charges	8	–	H Series	1.08	2.81
Commissions and other portfolio transaction costs	195	164	HW Series	0.62	0.09
Independent Review Committee fees	1	1	L Series	1.85	4.68
Other	1	3	N Series	2.59	5.80
<b>Expenses before amounts absorbed by Manager</b>	<b>3,167</b>	<b>2,281</b>	QF Series	0.95	2.33
Expenses absorbed by Manager	–	–	QFW Series	0.68	0.11
<b>Net expenses</b>	<b>3,167</b>	<b>2,281</b>			
<b>Increase (decrease) in net assets attributable to securityholders from operations before tax</b>	<b>48,024</b>	<b>96,622</b>			
Foreign withholding taxes	485	358			
Foreign income taxes paid (recovered)	–	–			
<b>Increase (decrease) in net assets attributable to securityholders from operations</b>	<b>47,539</b>	<b>96,264</b>			
<b>Increase (decrease) in net assets attributable to securityholders from operations per series</b>					
Series A	3,230	7,677			
Series D	154	110			
Series F	1,210	1,789			
Series FB	3	1			
Series O	678	1,223			
Series PW	1,954	3,050			
Series PWF	–	225			
Series PWFB	109	14			
Series PWX	74	96			
Series R	5,035	14,697			
Series S	27,976	50,830			
Quadrus Series	4,129	10,320			
H Series	86	212			
HW Series	40	3			
L Series	1,436	3,481			
N Series	1,174	2,136			
QF Series	175	395			
QFW Series	76	5			

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



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# MACKENZIE US ALL CAP GROWTH FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

US 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 FB		Series O	
	\$		\$		\$		\$		\$	
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	61,339	48,640	1,807	433	18,812	7,657	39	5	10,179	6,275
Increase (decrease) in net assets from operations	3,230	7,677	154	110	1,210	1,789	3	1	678	1,223
Distributions paid to securityholders:										
Investment income	-	-	-	-	-	-	-	-	-	-
Capital gains	-	-	-	-	-	-	-	-	-	-
Management fee rebates	-	-	-	-	-	-	-	-	-	-
Total distributions paid to securityholders	-	-	-	-	-	-	-	-	-	-
Security transactions:										
Proceeds from securities issued	23,383	15,866	6,463	897	15,623	9,039	13	81	821	1,789
Reinvested distributions	-	-	-	-	-	-	-	-	-	-
Payments on redemption of securities	(16,410)	(18,234)	(4,026)	(183)	(3,361)	(1,357)	(5)	(51)	(584)	(566)
Total security transactions	6,973	(2,368)	2,437	714	12,262	7,682	8	30	237	1,223
<b>Total increase (decrease) in net assets</b>	<b>10,203</b>	<b>5,309</b>	<b>2,591</b>	<b>824</b>	<b>13,472</b>	<b>9,471</b>	<b>11</b>	<b>31</b>	<b>915</b>	<b>2,446</b>
<b>End of period</b>	<b>71,542</b>	<b>53,949</b>	<b>4,398</b>	<b>1,257</b>	<b>32,284</b>	<b>17,128</b>	<b>50</b>	<b>36</b>	<b>11,094</b>	<b>8,721</b>

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

	Securities									
<b>Securities outstanding – beginning of period</b>	2,584	2,438	79	23	499	245	2	-	285	214
Issued	937	721	271	43	392	263	1	5	21	57
Reinvested distributions	-	-	-	-	-	-	-	-	-	-
Redeemed	(658)	(836)	(167)	(9)	(84)	(40)	-	(3)	(15)	(18)
<b>Securities outstanding – end of period</b>	<b>2,863</b>	<b>2,323</b>	<b>183</b>	<b>57</b>	<b>807</b>	<b>468</b>	<b>3</b>	<b>2</b>	<b>291</b>	<b>253</b>

### NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS

	Series PW		Series PWF		Series PWFB		Series PWX		Series R	
	\$		\$		\$		\$		\$	
<b>Beginning of period</b>	35,091	12,472	-	2,849	1,732	1	1,258	462	77,188	81,929
Increase (decrease) in net assets from operations	1,954	3,050	-	225	109	14	74	96	5,035	14,697
Distributions paid to securityholders:										
Investment income	-	-	-	-	-	-	-	-	-	-
Capital gains	-	-	-	-	-	-	-	-	-	-
Management fee rebates	-	(3)	-	-	-	-	-	-	-	-
Total distributions paid to securityholders	-	(3)	-	-	-	-	-	-	-	-
Security transactions:										
Proceeds from securities issued	16,144	17,316	-	431	166	485	25	141	834	3,681
Reinvested distributions	-	1	-	-	-	-	-	-	-	-
Payments on redemption of securities	(6,961)	(2,096)	-	(3,505)	(10)	(31)	(444)	(3)	(8,506)	(10,560)
Total security transactions	9,183	15,221	-	(3,074)	156	454	(419)	138	(7,672)	(6,879)
<b>Total increase (decrease) in net assets</b>	<b>11,137</b>	<b>18,268</b>	<b>-</b>	<b>(2,849)</b>	<b>265</b>	<b>468</b>	<b>(345)</b>	<b>234</b>	<b>(2,637)</b>	<b>7,818</b>
<b>End of period</b>	<b>46,228</b>	<b>30,740</b>	<b>-</b>	<b>-</b>	<b>1,997</b>	<b>469</b>	<b>913</b>	<b>696</b>	<b>74,551</b>	<b>89,747</b>

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

<b>Securities outstanding – beginning of period</b>	1,659	704	-	216	123	-	70	31	1,914	2,479
Issued	725	891	-	32	12	36	2	9	20	111
Reinvested distributions	-	-	-	-	-	-	-	-	-	-
Redeemed	(312)	(106)	-	(248)	(1)	(2)	(24)	-	(200)	(286)
<b>Securities outstanding – end of period</b>	<b>2,072</b>	<b>1,489</b>	<b>-</b>	<b>-</b>	<b>134</b>	<b>34</b>	<b>48</b>	<b>40</b>	<b>1,734</b>	<b>2,304</b>

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

# MACKENZIE US ALL CAP GROWTH FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

US 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 S		Quadrus Series		H Series		HW Series		L Series	
	\$		\$		\$		\$		\$	
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	421,879	274,732	78,205	61,890	1,324	1,016	628	–	26,331	21,361
Increase (decrease) in net assets from operations	27,976	50,830	4,129	10,320	86	212	40	3	1,436	3,481
Distributions paid to securityholders:										
Investment income	–	–	–	–	–	–	–	–	–	–
Capital gains	–	–	–	–	–	–	–	–	–	–
Management fee rebates	–	–	(19)	(16)	–	(1)	–	–	–	–
Total distributions paid to securityholders	–	–	(19)	(16)	–	(1)	–	–	–	–
Security transactions:										
Proceeds from securities issued	49,456	46,947	8,974	8,938	551	446	173	629	3,519	3,594
Reinvested distributions	–	–	19	9	–	1	–	–	–	–
Payments on redemption of securities	(22,861)	(9,176)	(9,217)	(6,480)	(315)	(656)	(5)	–	(3,411)	(3,526)
Total security transactions	26,595	37,771	(224)	2,467	236	(209)	168	629	108	68
<b>Total increase (decrease) in net assets</b>	<b>54,571</b>	<b>88,601</b>	<b>3,886</b>	<b>12,771</b>	<b>322</b>	<b>2</b>	<b>208</b>	<b>632</b>	<b>1,544</b>	<b>3,549</b>
<b>End of period</b>	<b>476,450</b>	<b>363,333</b>	<b>82,091</b>	<b>74,661</b>	<b>1,646</b>	<b>1,018</b>	<b>836</b>	<b>632</b>	<b>27,875</b>	<b>24,910</b>

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

<b>Securities outstanding – beginning of period</b>	11,582	9,199	3,315	3,121	70	65	59	–	777	752
Issued	1,282	1,401	361	414	28	27	15	61	99	115
Reinvested distributions	–	–	1	–	–	–	–	–	–	–
Redeemed	(595)	(275)	(372)	(300)	(16)	(36)	–	–	(96)	(115)
<b>Securities outstanding – end of period</b>	<b>12,269</b>	<b>10,325</b>	<b>3,305</b>	<b>3,235</b>	<b>82</b>	<b>56</b>	<b>74</b>	<b>61</b>	<b>780</b>	<b>752</b>

	N Series		QF Series		QFW Series		Total	
	\$		\$		\$		\$	
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>								
<b>Beginning of period</b>	16,761	11,019	2,960	1,933	1,093	–	756,626	532,674
Increase (decrease) in net assets from operations	1,174	2,136	175	395	76	5	47,539	96,264
Distributions paid to securityholders:								
Investment income	–	–	–	–	–	–	–	–
Capital gains	–	–	–	–	–	–	–	–
Management fee rebates	–	–	(1)	(1)	–	–	(20)	(21)
Total distributions paid to securityholders	–	–	(1)	(1)	–	–	(20)	(21)
Security transactions:								
Proceeds from securities issued	3,879	3,413	873	1,351	298	897	131,195	115,941
Reinvested distributions	–	–	1	1	–	–	20	12
Payments on redemption of securities	(2,647)	(1,032)	(707)	(1,196)	(327)	–	(79,797)	(58,652)
Total security transactions	1,232	2,381	167	156	(29)	897	51,418	57,301
<b>Total increase (decrease) in net assets</b>	<b>2,406</b>	<b>4,517</b>	<b>341</b>	<b>550</b>	<b>47</b>	<b>902</b>	<b>98,937</b>	<b>153,544</b>
<b>End of period</b>	<b>19,167</b>	<b>15,536</b>	<b>3,301</b>	<b>2,483</b>	<b>1,140</b>	<b>902</b>	<b>855,563</b>	<b>686,218</b>

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

<b>Securities outstanding – beginning of period</b>	419	336	180	141	103	–
Issued	94	96	51	90	27	87
Reinvested distributions	–	–	–	–	–	–
Redeemed	(63)	(29)	(41)	(76)	(29)	–
<b>Securities outstanding – end of period</b>	<b>450</b>	<b>403</b>	<b>190</b>	<b>155</b>	<b>101</b>	<b>87</b>

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

# MACKENZIE US ALL CAP GROWTH FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

US EQUITY 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	47,539	96,264
Adjustments for:		
Net realized loss (gain) on investments	(29,672)	(27,342)
Change in net unrealized loss (gain) on investments	(18,207)	(67,695)
Purchase of investments	(233,959)	(240,645)
Proceeds from sale and maturity of investments	186,664	186,193
Change in dividends receivable	131	104
Change in due from manager	1	9
Change in due to manager	–	(21)
<b>Net cash from operating activities</b>	<b>(47,503)</b>	<b>(53,133)</b>
<b>Cash flows from financing activities</b>		
Proceeds from securities issued	118,556	96,796
Payments on redemption of securities	(66,988)	(40,805)
Distributions paid net of reinvestments	–	(9)
<b>Net cash from financing activities</b>	<b>51,568</b>	<b>55,982</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>4,065</b>	<b>2,849</b>
Cash and cash equivalents at beginning of period	5,820	5,367
Effect of exchange rate fluctuations on cash and cash equivalents	2	(4)
<b>Cash and cash equivalents at end of period</b>	<b>9,887</b>	<b>8,212</b>
Cash	1,553	1,030
Cash equivalents	8,334	7,182
<b>Cash and cash equivalents at end of period</b>	<b>9,887</b>	<b>8,212</b>
<b>Supplementary disclosures on cash flow from operating activities:</b>		
Dividends received	3,679	2,535
Foreign taxes paid	485	358
Interest received	101	41
Interest paid	8	–

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# MACKENZIE US ALL CAP GROWTH FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

US EQUITY FUND

## SCHEDULE OF INVESTMENTS

As at September 30, 2019

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>EQUITIES</b>					
Adobe Systems Inc.	United States	Information Technology	47,800	10,728	17,478
AIA Group Ltd.	Hong Kong	Financials	450,400	6,183	5,632
Alphabet Inc. Class C	United States	Communication Services	24,970	24,211	40,287
Amazon.com Inc.	United States	Consumer Discretionary	19,837	32,358	45,577
American Tower Corp. Class A	United States	Real Estate	71,700	13,854	20,986
Apple Inc.	United States	Information Technology	149,320	30,672	44,264
The Boeing Co.	United States	Industrials	18,500	7,767	9,316
Booking Holdings Inc.	United States	Consumer Discretionary	4,756	11,371	12,355
Bright Horizons Family Solutions Inc.	United States	Consumer Discretionary	41,800	8,079	8,437
Charter Communications Inc. Class A	United States	Communication Services	34,551	14,593	18,847
CoStar Group Inc.	United States	Industrials	18,271	8,477	14,346
Coupa Software Inc.	United States	Information Technology	22,800	4,427	3,910
Danaher Corp.	United States	Health Care	109,200	13,214	20,875
Dassault Systemes SA	France	Information Technology	44,755	9,140	8,444
DocuSign Inc.	United States	Information Technology	95,291	5,700	7,810
Dynatrace Inc.	United States	Information Technology	194,331	5,246	4,802
The Estée Lauder Companies Inc. Class A	United States	Consumer Staples	35,100	9,459	9,243
Facebook Inc.	United States	Communication Services	43,303	6,146	10,207
Fidelity National Information Services Inc.	United States	Information Technology	91,573	16,253	16,091
HEICO Corp.	United States	Industrials	60,400	6,686	9,984
The Home Depot Inc.	United States	Consumer Discretionary	68,700	14,491	21,098
Honeywell International Inc.	United States	Industrials	51,500	10,776	11,534
IDEXX Laboratories Inc.	United States	Health Care	40,160	11,361	14,455
Illumina Inc.	United States	Health Care	15,400	6,124	6,201
Intercontinental Exchange Inc.	United States	Financials	69,400	6,389	8,476
IQVIA Holdings Inc.	United States	Health Care	64,453	12,418	12,744
Liberty Braves Group Class A	United States	Communication Services	246,300	8,112	9,073
Linde PLC	Ireland	Materials	49,900	10,117	12,795
Live Nation Entertainment Inc.	United States	Communication Services	149,328	7,205	13,112
Lonza Group AG	Switzerland	Health Care	20,771	8,842	9,295
Lululemon Athletic Inc.	United States	Consumer Discretionary	31,800	6,089	8,104
The Madison Square Garden Co. Class A	United States	Communication Services	31,800	11,602	11,092
MarketAxess Holdings Inc.	United States	Financials	21,300	7,183	9,233
MasterCard Inc. Class A	United States	Information Technology	51,900	18,861	18,655
McCormick & Co. Inc. non-voting	United States	Consumer Staples	41,200	5,742	8,523
Mettler-Toledo International Inc.	United States	Health Care	7,900	6,146	7,365
Microsoft Corp.	United States	Information Technology	397,900	44,416	73,220
Nefflix Inc.	United States	Communication Services	16,900	7,070	5,986
Nike Inc. Class B	United States	Consumer Discretionary	139,500	15,025	17,341
Northrop Grumman Corp.	United States	Industrials	22,500	9,790	11,162
Okta Inc.	United States	Information Technology	30,705	1,236	4,002
PayPal Holdings Inc.	United States	Information Technology	176,300	17,567	24,173
Planet Fitness Inc.	United States	Consumer Discretionary	111,600	9,509	8,548
RealPage Inc.	United States	Information Technology	145,500	9,224	12,106
RingCentral Inc. Class A	United States	Information Technology	40,700	4,254	6,769
Roper Technologies Inc.	United States	Industrials	19,000	7,125	8,968
Salesforce.com Inc.	United States	Information Technology	106,900	16,693	21,003
ServiceNow Inc.	United States	Information Technology	28,100	4,940	9,441



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INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

US 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)
<b>EQUITIES (cont'd)</b>					
The Sherwin-Williams Co.	United States	Materials	17,900	8,577	13,028
Texas Instruments Inc.	United States	Information Technology	83,600	13,351	14,301
The TJX Companies Inc.	United States	Consumer Discretionary	98,200	7,334	7,245
TMX Group Ltd.	Canada	Financials	36,600	4,247	4,185
Tradeweb Markets Inc.	United States	Financials	109,900	6,075	5,379
TransDigm Group Inc.	United States	Industrials	15,900	8,122	10,958
Union Pacific Corp.	United States	Industrials	30,300	5,638	6,496
UnitedHealth Group Inc.	United States	Health Care	46,800	13,902	13,462
Vertex Pharmaceuticals Inc.	United States	Health Care	34,100	6,980	7,647
Visa Inc. Class A	United States	Information Technology	134,600	15,539	30,644
Wal-Mart Stores Inc.	United States	Consumer Staples	49,000	5,606	7,697
Waste Connections Inc.	Canada	Industrials	87,700	8,478	10,679
<b>Total equities</b>				<b>646,720</b>	<b>845,086</b>
Transaction costs				(231)	—
<b>Total investments</b>				<b>646,489</b>	<b>845,086</b>
Cash and cash equivalents					9,887
Other assets less liabilities					590
<b>Total net assets</b>					<b>855,563</b>



**MACKENZIE**  
Investments



# MACKENZIE US ALL CAP GROWTH FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

US EQUITY FUND

## SUMMARY OF INVESTMENT PORTFOLIO

September 30, 2019	
Portfolio Allocation	% of NAV
Equities	98.7
Cash and short-term investments	1.2
Other assets (liabilities)	0.1

Regional Allocation	% of NAV
United States	92.7
Canada	1.7
Ireland	1.5
Cash and short-term investments	1.2
Switzerland	1.1
France	1.0
Hong Kong	0.7
Other assets (liabilities)	0.1

Sector Allocation	% of NAV
Information technology	37.0
Consumer discretionary	15.0
Communication services	12.7
Industrials	10.9
Health care	10.8
Financials	3.8
Materials	3.0
Consumer staples	3.0
Real estate	2.5
Cash and short-term investments	1.2
Other assets (liabilities)	0.1

March 31, 2019	
Portfolio Allocation	% of NAV
Equities	99.1
Cash and short-term investments	0.8
Other assets (liabilities)	0.1

Regional Allocation	% of NAV
United States	93.3
Ireland	2.2
Canada	1.4
Switzerland	0.8
Cash and short-term investments	0.8
United Kingdom	0.7
Netherlands	0.7
Other assets (liabilities)	0.1

Sector Allocation	% of NAV
Information technology	32.9
Communication services	15.0
Health care	13.9
Industrials	13.0
Consumer discretionary	11.7
Financials	3.8
Materials	3.8
Real estate	2.5
Consumer staples	2.5
Cash and short-term investments	0.8
Other assets (liabilities)	0.1



**MACKENZIE**  
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## NOTES TO FINANCIAL STATEMENTS

### 1. Fiscal Periods and General Information

The information provided in these financial statements and notes thereto is for the 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.



## NOTES TO FINANCIAL STATEMENTS

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

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

Date of Formation January 5, 1995

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 securities are offered to retail investors investing a minimum of \$500.

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 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; they are also available to employees of Mackenzie and its subsidiaries, and directors of Mackenzie.

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 O 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.

Series PW securities are offered through our Private Wealth Solutions to certain high net worth investors who invest a minimum of \$100,000.

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 PWX 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 S securities are offered to the Related Insurance Companies and certain other mutual funds, but may be sold to other investors as determined by Mackenzie.

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

**Series Distributed by Quadrus Investment Services Ltd.** *(255 Dufferin Ave., London, Ontario, N6A 4K1; 1-888-532-3322; www.quadrusgroupoffunds.com)*

Quadrus Investment Services Ltd. ("Quadrus") is the principal distributor of the series of securities listed below:

Quadrus Series securities are offered to investors investing a minimum of \$500.

H Series securities are offered to investors investing a minimum of \$500, who are enrolled in a Quadrus-sponsored fee-for-service or wrap program and who are subject to an asset-based fee.

HW Series securities are offered to high net worth investors investing a minimum of \$100,000 and who have eligible minimum total holdings of \$500,000, who are enrolled in a Quadrus-sponsored fee-for-service or wrap program and who are subject to an asset-based fee.

L Series securities are offered to investors investing a minimum of \$100,000 and who have eligible minimum total holdings of \$500,000.

N Series securities are offered to investors investing a minimum of \$100,000, who have eligible minimum total holdings of \$500,000, and who have entered into an N type series account agreement with Mackenzie and Quadrus.

QF Series securities are offered to retail investors investing a minimum of \$500. Investors are required to negotiate their advisor service fee, which cannot exceed 1.25%, with their financial advisor.

QFW Series securities are offered to high net worth investors investing a minimum of \$100,000 and who have eligible minimum total holdings of \$500,000. Investors are required to negotiate their advisor service fee, which cannot exceed 1.25%, with their financial advisor.

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, various low-load purchase options and a no-load purchase option. 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 US ALL CAP GROWTH FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

US EQUITY FUND

## 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	January 27, 1995	2.00%	0.28%	24.99	23.74
Series D	January 3, 2014	1.25%	0.20%	24.09	22.77
Series F	July 15, 2004	0.80% <sup>(3)</sup>	0.15% <sup>(6)</sup>	40.03	37.73
Series FB	October 26, 2015	1.00%	0.28%	17.40	16.44
Series O	August 1, 2003	— <sup>(1)</sup>	—*	38.13	35.76
Series PW	February 10, 2014	1.80% <sup>(4)</sup>	0.15%	22.31	21.15
Series PWF	None issued <sup>(9)</sup>	0.90%	0.15%	—	—
Series PWFB	April 3, 2017	0.80% <sup>(5)</sup>	0.15%	14.95	14.09
Series PWX	February 11, 2015	— <sup>(2)</sup>	— <sup>(2)</sup>	19.15	17.96
Series R	August 6, 2008	—*	—*	43.00	40.33
Series S	January 1, 2001	— <sup>(1)</sup>	0.03%	38.84	36.43
Quadrus Series	January 27, 1995	2.00%	0.28%	24.84	23.59
H Series	January 15, 2001	1.00%	0.15% <sup>(7)</sup>	20.00	18.87
HW Series	August 7, 2018	0.80%	0.15%	11.31	10.66
L Series	December 16, 2011	1.80% <sup>(8)</sup>	0.15%	35.76	33.91
N Series	December 16, 2011	— <sup>(1)</sup>	— <sup>(1)</sup>	42.61	39.96
QF Series	July 12, 2016	1.00%	0.28%	17.41	16.44
QFW Series	August 7, 2018	0.80%	0.15%	11.31	10.66

\* 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 Series PW 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) Prior to June 28, 2018, the administration fee for H Series was charged to the Fund at a rate of 0.20%.

(8) Prior to June 28, 2018, the management fee for L Series was charged to the Fund at a rate of 1.85%.

(9) The series' original start date was August 5, 2015. All securities in the series were consolidated into Series F on June 1, 2018.

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

As at September 30, 2019, Mackenzie, other funds managed by Mackenzie and Related Insurance Companies had an investment of \$9, \$74,551 and \$476,450 (March 31, 2019 — \$8, \$77,188 and \$421,879), respectively, in the Fund.

# MACKENZIE US ALL CAP GROWTH FUND

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US EQUITY FUND

## NOTES TO FINANCIAL STATEMENTS

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

#### (c) Loss Carryforwards

As at the last taxation year-end, the following losses were available for carryforward for tax purposes. Capital losses may be carried forward indefinitely to reduce future realized capital gains. Non-capital losses may be utilized to reduce future net income and realized capital gains and expire on December 15 of the years indicated.

Total Capital Loss \$	Total Non-Capital Loss \$	Expiration Date of Non-Capital Losses										
		2027 \$	2028 \$	2029 \$	2030 \$	2031 \$	2032 \$	2033 \$	2034 \$	2035 \$	2036 \$	2037 \$
170,808	21,731	20,027	1,704	-	-	-	-	-	-	-	-	-

#### (d) 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	70,737	60,923
Value of collateral received	74,638	64,704

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	41	100.0	44	100.0
Tax withheld	-	-	(1)	(2.3)
	41	100.0	43	97.7
Payments to Securities Lending Agent	(10)	(24.4)	(11)	(25.0)
Securities lending income	31	75.6	32	72.7

#### (e) Commissions

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

	(\$)
September 30, 2019	-
September 30, 2018	35

# MACKENZIE US ALL CAP GROWTH FUND

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## NOTES TO FINANCIAL STATEMENTS

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

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

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

As at September 30, 2019, there were no amounts subject to offsetting.

	March 31, 2019			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	25	–	–	25
Unrealized losses on derivative contracts	–	–	–	–
Liability for options written	–	–	–	–
Total	25	–	–	25

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

##### i. Risk exposure and management

The Fund seeks long-term capital growth by investing primarily in equities of U.S. companies of any size. The Fund uses a growth style of investing. It may invest up to 30% of its assets in non-U.S. issuers.

##### 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	817,530	5,603	–	823,133
Swiss franc	9,295	–	–	9,295
Euro	8,444	–	–	8,444
Hong Kong dollar	5,632	–	–	5,632
Total	840,901	5,603	–	846,504
% of Net Assets	98.3	0.7	–	99.0

Currency	March 31, 2019			
	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	737,980	7,201	4,216	749,397
Swiss franc	6,283	–	–	6,283
British pound	5,497	–	(4,216)	1,281
Total	749,760	7,201	–	756,961
% of Net Assets	99.1	1.0	–	100.1

\*Includes both monetary and non-monetary financial instruments



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# MACKENZIE US ALL CAP GROWTH FUND

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## NOTES TO FINANCIAL STATEMENTS

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

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

##### ii. Currency risk (cont'd)

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 \$42,325 or 4.9% of total net assets (March 31, 2019 – \$37,848 or 5.0%). 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. 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 \$84,509 or 9.9% of total net asset (March 31, 2019 – \$74,976 or 9.9%). 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.

#### (h) Fair Value Classification

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

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

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

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

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

	September 30, 2019				March 31, 2019			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	845,086	–	–	845,086	749,760	–	–	749,760
Derivative assets	–	–	–	–	–	72	–	72
Short-term investments	–	8,334	–	8,334	–	6,433	–	6,433
Total	845,086	8,334	–	853,420	749,760	6,505	–	756,265

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 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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