

## ***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 GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## STATEMENTS OF FINANCIAL POSITION

*In thousands (except per security figures)  
As at*

	Sep. 30 2019	Mar. 31 2019 (Audited)		Sep. 30 2019	Mar. 31 2019 (Audited)
	\$	\$		\$	\$
<b>ASSETS</b>			<b>Net assets attributable to securityholders per security (note 3)</b>		
<b>Current assets</b>			<b>Series A</b>	14.56	14.58
Investments at fair value	1,385,793	1,371,069	<b>Series AR</b>	12.48	12.27
Cash and cash equivalents	60,220	30,739	<b>Series B</b>	20.48	20.13
Accrued interest receivable	4,320	4,550	<b>Series D</b>	15.37	15.33
Dividends receivable	1,075	1,459	<b>Series F</b>	13.82	13.75
Accounts receivable for investments sold	4,212	3,963	<b>Series F8</b>	14.39	14.53
Accounts receivable for securities issued	1,468	864	<b>Series FB</b>	10.71	10.67
Due from manager	16	18	<b>Series G</b>	11.06	10.87
Margin on derivatives	1,448	5,449	<b>Series I</b>	13.29	13.06
Unrealized gains on derivative contracts	3,892	1,693	<b>Series OJ</b>	11.11	10.92
<b>Total assets</b>	<b>1,462,444</b>	<b>1,419,804</b>	<b>Series O</b>	15.03	14.90
			<b>Series O5</b>	14.98	14.85
			<b>Series PW</b>	12.29	12.29
			<b>Series PWFB</b>	9.96	9.91
			<b>Series PWR</b>	10.15	–
			<b>Series PWT5</b>	14.33	14.33
			<b>Series PWT8</b>	13.06	13.25
			<b>Series PWX</b>	15.95	15.81
			<b>Series PWX8</b>	13.33	13.40
			<b>Series S</b>	10.32	10.14
			<b>Series T5</b>	12.29	12.30
			<b>Series T8</b>	15.30	15.53
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Accounts payable for investments purchased	6,139	6,266			
Accounts payable for securities redeemed	1,400	1,163			
Liability for options written	255	–			
Unrealized losses on derivative contracts	3,488	7,090			
<b>Total liabilities</b>	<b>11,282</b>	<b>14,519</b>			
<b>Net assets attributable to securityholders</b>	<b>1,451,162</b>	<b>1,405,285</b>			
<b>Net assets attributable to securityholders per series (note 3)</b>					
<b>Series A</b>	<b>540,541</b>	<b>550,590</b>			
<b>Series AR</b>	<b>50,976</b>	<b>50,239</b>			
<b>Series B</b>	<b>7,808</b>	<b>8,397</b>			
<b>Series D</b>	<b>1,188</b>	<b>1,133</b>			
<b>Series F</b>	<b>238,429</b>	<b>228,389</b>			
<b>Series F8</b>	<b>2,715</b>	<b>2,803</b>			
<b>Series FB</b>	<b>1,536</b>	<b>1,545</b>			
<b>Series G</b>	<b>12</b>	<b>12</b>			
<b>Series I</b>	<b>80</b>	<b>78</b>			
<b>Series OJ</b>	<b>246</b>	<b>240</b>			
<b>Series O</b>	<b>17,851</b>	<b>18,746</b>			
<b>Series O5</b>	<b>3</b>	<b>3</b>			
<b>Series PW</b>	<b>445,099</b>	<b>406,414</b>			
<b>Series PWFB</b>	<b>8,923</b>	<b>6,379</b>			
<b>Series PWR</b>	<b>4,437</b>	<b>–</b>			
<b>Series PWT5</b>	<b>44,836</b>	<b>41,539</b>			
<b>Series PWT8</b>	<b>4,178</b>	<b>3,536</b>			
<b>Series PWX</b>	<b>14,368</b>	<b>14,664</b>			
<b>Series PWX8</b>	<b>512</b>	<b>512</b>			
<b>Series S</b>	<b>1</b>	<b>1</b>			
<b>Series T5</b>	<b>66,910</b>	<b>69,943</b>			
<b>Series T8</b>	<b>513</b>	<b>122</b>			

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

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## STATEMENTS OF COMPREHENSIVE INCOME

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

	2019	2018		2019	2018
	\$	\$		\$	\$
<b>Income</b>			<b>Series PWT8</b>	89	42
Dividends	12,625	14,552	<b>Series PWX</b>	527	304
Interest income	12,526	11,131	<b>Series PWX8</b>	18	14
Other changes in fair value of investments and other net assets			<b>Series S</b>	–	–
Net realized gain (loss)	(3,143)	(4,829)	<b>Series T5</b>	1,656	923
Net unrealized gain (loss)	30,715	11,143	<b>Series T8</b>	8	–
Securities lending income	133	40			
Fee rebate income	95	98	<b>Increase (decrease) in net assets attributable to securityholders from operations per security</b>		
<b>Total income (loss)</b>	<b>52,951</b>	<b>32,135</b>	<b>Series A</b>	0.35	0.18
			<b>Series AR</b>	0.30	0.12
			<b>Series B</b>	0.50	0.25
			<b>Series D</b>	0.43	0.25
			<b>Series F</b>	0.43	0.23
			<b>Series F8</b>	0.43	0.16
			<b>Series FB</b>	0.32	0.16
			<b>Series G</b>	0.29	0.03
			<b>Series I</b>	0.36	0.18
			<b>Series OJ</b>	0.28	0.13
			<b>Series O</b>	0.53	0.32
			<b>Series O5</b>	0.53	0.33
			<b>Series PW</b>	0.31	0.11
			<b>Series PWF</b>	–	0.08
			<b>Series PWF8</b>	–	0.10
			<b>Series PWF8</b>	0.29	0.13
			<b>Series PWFB</b>	0.19	–
			<b>Series PWR</b>	0.36	0.12
			<b>Series PWT5</b>	0.32	0.17
			<b>Series PWT8</b>	0.57	0.35
			<b>Series PWX</b>	0.48	0.33
			<b>Series PWX8</b>	0.36	0.22
			<b>Series S</b>	0.30	0.15
			<b>Series T5</b>	0.37	–
			<b>Series T8</b>	–	–
<b>Expenses (note 6)</b>					
Management fees	12,523	11,937			
Management fee rebates	(9)	(50)			
Administration fees	1,526	1,489			
Interest charges	21	3			
Commissions and other portfolio transaction costs	260	315			
Independent Review Committee fees	2	2			
Other	1	1			
<b>Expenses before amounts absorbed by Manager</b>	<b>14,324</b>	<b>13,697</b>			
Expenses absorbed by Manager	–	–			
<b>Net expenses</b>	<b>14,324</b>	<b>13,697</b>			
<b>Increase (decrease) in net assets attributable to securityholders from operations before tax</b>	<b>38,627</b>	<b>18,438</b>			
Foreign withholding taxes	1,807	1,730			
Foreign income taxes paid (recovered)	–	–			
<b>Increase (decrease) in net assets attributable to securityholders from operations</b>	<b>36,820</b>	<b>16,708</b>			
<b>Increase (decrease) in net assets attributable to securityholders from operations per series</b>					
<b>Series A</b>	<b>13,133</b>	<b>7,654</b>			
<b>Series AR</b>	<b>1,166</b>	<b>439</b>			
<b>Series B</b>	<b>197</b>	<b>137</b>			
<b>Series D</b>	<b>33</b>	<b>18</b>			
<b>Series F</b>	<b>7,191</b>	<b>3,138</b>			
<b>Series F8</b>	<b>83</b>	<b>38</b>			
<b>Series FB</b>	<b>47</b>	<b>17</b>			
<b>Series G</b>	<b>–</b>	<b>–</b>			
<b>Series I</b>	<b>2</b>	<b>1</b>			
<b>Series OJ</b>	<b>6</b>	<b>3</b>			
<b>Series O</b>	<b>667</b>	<b>409</b>			
<b>Series O5</b>	<b>–</b>	<b>–</b>			
<b>Series PW</b>	<b>10,611</b>	<b>2,605</b>			
<b>Series PWF</b>	<b>–</b>	<b>647</b>			
<b>Series PWF8</b>	<b>–</b>	<b>27</b>			
<b>Series PWFB</b>	<b>228</b>	<b>32</b>			
<b>Series PWR</b>	<b>70</b>	<b>–</b>			
<b>Series PWT5</b>	<b>1,088</b>	<b>260</b>			

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



**MACKENZIE**  
Investments

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## STATEMENTS OF CHANGES IN FINANCIAL POSITION

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

	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
	Series A		Series AR		Series B		Series D		Series F	
	\$		\$		\$		\$		\$	
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	550,590	703,909	50,239	40,382	8,397	13,288	1,133	1,004	228,389	126,852
Increase (decrease) in net assets from operations	13,133	7,654	1,166	439	197	137	33	18	7,191	3,138
Distributions paid to securityholders:										
Investment income	(3,600)	(3,813)	(313)	(261)	(54)	(64)	(13)	(13)	(3,121)	(2,698)
Capital gains	–	–	–	–	–	–	–	–	–	–
Return of capital	(9,958)	(12,057)	–	–	–	–	(17)	(14)	(2,976)	(2,183)
Management fee rebates	–	–	–	–	–	–	–	–	(2)	–
Total distributions paid to securityholders	(13,558)	(15,870)	(313)	(261)	(54)	(64)	(30)	(27)	(6,099)	(4,881)
Security transactions:										
Proceeds from securities issued	73,256	111,183	4,969	5,151	–	17	142	417	30,496	123,708
Proceeds from securities issued on merger	498	–	56	–	–	–	1	–	183	–
Reinvested distributions	12,934	15,019	313	261	49	58	28	25	4,252	3,259
Payments on redemption of securities	(96,312)	(250,795)	(5,454)	(1,255)	(781)	(4,456)	(119)	(378)	(25,983)	(27,594)
Total security transactions	(9,624)	(124,593)	(116)	4,157	(732)	(4,381)	52	64	8,948	99,373
<b>Total increase (decrease) in net assets</b>	<b>(10,049)</b>	<b>(132,809)</b>	<b>737</b>	<b>4,335</b>	<b>(589)</b>	<b>(4,308)</b>	<b>55</b>	<b>55</b>	<b>10,040</b>	<b>97,630</b>
<b>End of period</b>	<b>540,541</b>	<b>571,100</b>	<b>50,976</b>	<b>44,717</b>	<b>7,808</b>	<b>8,980</b>	<b>1,188</b>	<b>1,059</b>	<b>238,429</b>	<b>224,482</b>

	Securities		Securities		Securities		Securities		Securities	
<b>Increase (decrease) in fund securities (note 7):</b>										
<b>Securities outstanding – beginning of period</b>	37,771	47,331	4,095	3,367	417	675	74	65	16,609	9,158
Issued	4,998	7,495	401	428	–	1	9	26	2,198	8,936
Issued on merger	34	–	4	–	–	–	–	–	13	–
Reinvested distributions	885	1,014	25	22	2	3	2	2	308	235
Redeemed	(6,565)	(16,863)	(441)	(104)	(38)	(225)	(8)	(24)	(1,872)	(1,991)
<b>Securities outstanding – end of period</b>	<b>37,123</b>	<b>38,977</b>	<b>4,084</b>	<b>3,713</b>	<b>381</b>	<b>454</b>	<b>77</b>	<b>69</b>	<b>17,256</b>	<b>16,338</b>

	Series F8		Series FB		Series G		Series I		Series OJ	
	\$		\$		\$		\$		\$	
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	2,803	–	1,545	1,473	12	32	78	75	240	231
Increase (decrease) in net assets from operations	83	38	47	17	–	–	2	1	6	3
Distributions paid to securityholders:										
Investment income	(38)	(36)	(19)	(15)	–	–	(1)	(1)	(2)	(2)
Capital gains	–	–	–	–	–	–	–	–	–	–
Return of capital	(77)	(60)	(22)	(15)	–	–	–	–	–	–
Management fee rebates	–	–	–	–	–	–	–	–	–	–
Total distributions paid to securityholders	(115)	(96)	(41)	(30)	–	–	(1)	(1)	(2)	(2)
Security transactions:										
Proceeds from securities issued	565	3,904	590	1,120	–	–	–	–	–	–
Proceeds from securities issued on merger	2	–	1	–	–	–	–	–	–	–
Reinvested distributions	25	29	41	30	–	–	1	1	2	2
Payments on redemption of securities	(648)	(422)	(647)	(1,429)	–	(19)	–	–	–	–
Total security transactions	(56)	3,511	(15)	(279)	–	(19)	1	1	2	2
<b>Total increase (decrease) in net assets</b>	<b>(88)</b>	<b>3,453</b>	<b>(9)</b>	<b>(292)</b>	<b>–</b>	<b>(19)</b>	<b>2</b>	<b>1</b>	<b>6</b>	<b>3</b>
<b>End of period</b>	<b>2,715</b>	<b>3,453</b>	<b>1,536</b>	<b>1,181</b>	<b>12</b>	<b>13</b>	<b>80</b>	<b>76</b>	<b>246</b>	<b>234</b>

	Securities		Securities		Securities		Securities		Securities	
<b>Increase (decrease) in fund securities (note 7):</b>										
<b>Securities outstanding – beginning of period</b>	193	–	145	137	1	3	6	6	22	22
Issued	39	260	54	104	–	–	–	–	–	–
Issued on merger	–	–	–	–	–	–	–	–	–	–
Reinvested distributions	2	2	4	3	–	–	–	–	–	–
Redeemed	(45)	(28)	(60)	(133)	–	(2)	–	–	–	–
<b>Securities outstanding – end of period</b>	<b>189</b>	<b>234</b>	<b>143</b>	<b>111</b>	<b>1</b>	<b>1</b>	<b>6</b>	<b>6</b>	<b>22</b>	<b>22</b>

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

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

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

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

	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
	Series 0		Series 05		Series PW		Series PWF		Series PWF8	
	\$		\$		\$		\$		\$	
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	18,746	19,180	3	2	406,414	200,422	–	79,388	–	3,297
Increase (decrease) in net assets from operations	667	409	–	–	10,611	2,605	–	647	–	27
Distributions paid to securityholders:										
Investment income	(339)	(396)	–	–	(3,402)	(2,531)	–	(356)	–	(15)
Capital gains	–	–	–	–	–	–	–	–	–	–
Return of capital	(167)	(80)	–	–	(7,409)	(5,532)	–	(338)	–	(32)
Management fee rebates	–	–	–	–	(7)	(33)	–	(13)	–	–
Total distributions paid to securityholders	(506)	(476)	–	–	(10,818)	(8,096)	–	(707)	–	(47)
Security transactions:										
Proceeds from securities issued	572	1,124	–	–	67,235	208,770	–	7,414	–	278
Proceeds from securities issued on merger	1	–	–	–	320	–	–	–	–	–
Reinvested distributions	439	419	–	–	10,474	7,760	–	472	–	17
Payments on redemption of securities	(2,068)	(1,908)	–	–	(39,137)	(33,235)	–	(87,214)	–	(3,572)
Total security transactions	(1,056)	(365)	–	–	38,892	183,295	–	(79,328)	–	(3,277)
<b>Total increase (decrease) in net assets</b>	<b>(895)</b>	<b>(432)</b>	<b>–</b>	<b>–</b>	<b>38,685</b>	<b>177,804</b>	<b>–</b>	<b>(79,388)</b>	<b>–</b>	<b>(3,297)</b>
<b>End of period</b>	<b>17,851</b>	<b>18,748</b>	<b>3</b>	<b>2</b>	<b>445,099</b>	<b>378,226</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>

	Securities		Securities		Securities		Securities		Securities	
<b>Increase (decrease) in fund securities (note 7):</b>										
<b>Securities outstanding – beginning of period</b>	1,258	1,290	–	–	33,059	16,021	–	7,602	–	248
Issued	38	75	–	–	5,432	16,668	–	713	–	22
Issued on merger	–	–	–	–	26	–	–	–	–	–
Reinvested distributions	29	28	–	–	849	622	–	45	–	1
Redeemed	(138)	(129)	–	–	(3,163)	(2,665)	–	(8,360)	–	(271)
<b>Securities outstanding – end of period</b>	<b>1,187</b>	<b>1,264</b>	<b>–</b>	<b>–</b>	<b>36,203</b>	<b>30,646</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>

	Series PWF8		Series PWR		Series PWT5		Series PWT8		Series PWX	
	\$		\$		\$		\$		\$	
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	6,379	687	–	–	41,539	20,055	3,536	2,908	14,664	12,651
Increase (decrease) in net assets from operations	228	32	70	–	1,088	260	89	42	527	304
Distributions paid to securityholders:										
Investment income	(103)	(35)	(33)	–	(346)	(255)	(30)	(26)	(264)	(288)
Capital gains	–	–	–	–	–	–	–	–	–	–
Return of capital	(103)	(29)	–	–	(763)	(559)	(118)	(112)	(129)	(59)
Management fee rebates	–	–	–	–	–	(3)	–	(1)	–	–
Total distributions paid to securityholders	(206)	(64)	(33)	–	(1,109)	(817)	(148)	(139)	(393)	(347)
Security transactions:										
Proceeds from securities issued	3,166	3,162	4,379	–	5,139	21,380	776	859	1,659	2,191
Proceeds from securities issued on merger	1	–	42	–	–	–	1	–	1	–
Reinvested distributions	206	64	33	–	706	495	58	54	383	337
Payments on redemption of securities	(851)	(143)	(54)	–	(2,527)	(2,512)	(134)	(358)	(2,473)	(1,039)
Total security transactions	2,522	3,083	4,400	–	3,318	19,363	701	555	(430)	1,489
<b>Total increase (decrease) in net assets</b>	<b>2,544</b>	<b>3,051</b>	<b>4,437</b>	<b>–</b>	<b>3,297</b>	<b>18,806</b>	<b>642</b>	<b>458</b>	<b>(296)</b>	<b>1,446</b>
<b>End of period</b>	<b>8,923</b>	<b>3,738</b>	<b>4,437</b>	<b>–</b>	<b>44,836</b>	<b>38,861</b>	<b>4,178</b>	<b>3,366</b>	<b>14,368</b>	<b>14,097</b>

	Securities		Securities		Securities		Securities		Securities	
<b>Increase (decrease) in fund securities (note 7):</b>										
<b>Securities outstanding – beginning of period</b>	644	69	–	–	2,899	1,376	267	209	927	801
Issued	316	316	435	–	356	1,465	59	62	105	140
Issued on merger	–	–	4	–	–	–	–	–	–	–
Reinvested distributions	21	6	3	–	49	34	4	4	24	21
Redeemed	(85)	(14)	(5)	–	(175)	(173)	(10)	(26)	(155)	(66)
<b>Securities outstanding – end of period</b>	<b>896</b>	<b>377</b>	<b>437</b>	<b>–</b>	<b>3,129</b>	<b>2,702</b>	<b>320</b>	<b>249</b>	<b>901</b>	<b>896</b>

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



# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

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

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

	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
	Series PWX8		Series S		Series T5		Series T8		Total	
	\$		\$		\$		\$		\$	
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	512	601	1	1	69,943	86,315	122	–	1,405,285	1,312,753
Increase (decrease) in net assets from operations	18	14	–	–	1,656	923	8	–	36,820	16,708
Distributions paid to securityholders:										
Investment income	(9)	(11)	–	–	(450)	(467)	(2)	–	(12,139)	(11,283)
Capital gains	–	–	–	–	–	–	–	–	–	–
Return of capital	(12)	(11)	–	–	(1,252)	(1,493)	(10)	–	(23,013)	(22,574)
Management fee rebates	–	–	–	–	–	–	–	–	(9)	(50)
Total distributions paid to securityholders	(21)	(22)	–	–	(1,702)	(1,960)	(12)	–	(35,161)	(33,907)
Security transactions:										
Proceeds from securities issued	–	–	–	–	5,003	12,073	771	–	198,718	502,751
Proceeds from securities issued on merger	1	–	–	–	–	–	29	–	1,137	–
Reinvested distributions	9	6	–	–	1,172	1,277	3	–	31,128	29,585
Payments on redemption of securities	(7)	(148)	–	–	(9,162)	(27,026)	(408)	–	(186,765)	(443,503)
Total security transactions	3	(142)	–	–	(2,987)	(13,676)	395	–	44,218	88,833
<b>Total increase (decrease) in net assets</b>	<b>–</b>	<b>(150)</b>	<b>–</b>	<b>–</b>	<b>(3,033)</b>	<b>(14,713)</b>	<b>391</b>	<b>–</b>	<b>45,877</b>	<b>71,634</b>
<b>End of period</b>	<b>512</b>	<b>451</b>	<b>1</b>	<b>1</b>	<b>66,910</b>	<b>71,602</b>	<b>513</b>	<b>–</b>	<b>1,451,162</b>	<b>1,384,387</b>
<b>Increase (decrease) in fund securities (note 7):</b>										
<b>Securities outstanding – beginning of period</b>	<b>38</b>	<b>44</b>	<b>–</b>	<b>–</b>	<b>5,684</b>	<b>6,875</b>	<b>8</b>	<b>–</b>		
Issued	–	–	–	–	405	965	50	–		
Issued on merger	–	–	–	–	–	–	2	–		
Reinvested distributions	1	–	–	–	95	102	–	–		
Redeemed	(1)	(11)	–	–	(740)	(2,153)	(26)	–		
<b>Securities outstanding – end of period</b>	<b>38</b>	<b>33</b>	<b>–</b>	<b>–</b>	<b>5,444</b>	<b>5,789</b>	<b>34</b>	<b>–</b>		

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



**MACKENZIE**  
Investments

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## STATEMENTS OF CASH FLOWS

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

	2019	2018
	\$	\$
<b>Cash flows from operating activities</b>		
Net increase (decrease) in net assets attributable to securityholders from operations	36,820	16,708
Adjustments for:		
Net realized loss (gain) on investments	(9,638)	(2,515)
Change in net unrealized loss (gain) on investments	(45,322)	(11,220)
Purchase of investments	(358,336)	(389,582)
Proceeds from sale and maturity of investments	377,955	307,600
Change in accrued interest receivable	230	727
Change in dividends receivable	384	481
Change in due from manager	2	29
Change in margin on derivatives	4,001	1,330
Change in due to manager	–	(146)
<b>Net cash from operating activities</b>	<b>6,096</b>	<b>(76,588)</b>
<b>Cash flows from financing activities</b>		
Proceeds from securities issued	140,986	278,957
Payments on redemption of securities	(128,263)	(217,048)
Distributions paid net of reinvestments	(4,033)	(4,322)
<b>Net cash from financing activities</b>	<b>8,690</b>	<b>57,587</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>14,786</b>	<b>(19,001)</b>
Cash and cash equivalents at beginning of period	30,739	53,393
Effect of exchange rate fluctuations on cash and cash equivalents	14,695	(43)
<b>Cash and cash equivalents at end of period</b>	<b>60,220</b>	<b>34,349</b>
Cash	2,824	1,773
Cash equivalents	57,396	32,576
<b>Cash and cash equivalents at end of period</b>	<b>60,220</b>	<b>34,349</b>
<b>Supplementary disclosures on cash flow from operating activities:</b>		
Dividends received	13,009	15,033
Foreign taxes paid	1,807	1,730
Interest received	12,756	11,858
Interest paid	21	3

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



**MACKENZIE**  
Investments

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SCHEDULE OF INVESTMENTS

As at September 30, 2019

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS</b>					
407 International Inc. 3.14% 03-06-2030 Callable 2029	Canada	Corporate - Non Convertible	300,000	303	320
407 International Inc. 3.65% 09-08-2044 Callable MTN	Canada	Corporate - Non Convertible	380,000	382	428
407 International Inc. 3.60% 05-21-2047 Callable	Canada	Corporate - Non Convertible	710,000	713	799
407 International Inc. 3.72% 05-11-2048 Callable 2047	Canada	Corporate - Non Convertible	1,430,000	1,430	1,646
407 International Inc. 3.67% 03-08-2049 Callable 2048	Canada	Corporate - Non Convertible	450,000	449	515
Abu Dhabi National Energy Co. 3.63% 06-22-2021	United Arab Emirates	Corporate - Non Convertible	USD 1,720,000	2,328	2,319
Acproducts Inc. Term Loan 1st Lien F/R 02-14-2024	United States	Term Loans	USD 513,500	642	656
Aegis Toxicology Sciences Corp. Term Loan B 1st Lien F/R 05-09-2025	United States	Term Loans	USD 158,400	201	201
AerCap Ireland Capital Designated Activity Co. 4.88% 01-16-2024 Callable 2023	Ireland	Corporate - Non Convertible	USD 150,000	203	214
AG Merger Sub II Inc. Term Loan B 1st Lien F/R 08-01-2026	United States	Term Loans	USD 350,000	457	455
Al Ladder Luxembourg Term Loan B 1st Lien F/R 05-04-2025	United States	Term Loans	USD 304,527	379	371
Aimco Realty Investors LP 2.712% 06-01-2029 Callable 2029	Canada	Corporate - Non Convertible	1,280,000	1,298	1,308
AL Midcoast Holdings LLC Term Loan B 1st Lien F/R 06-28-2025	United States	Term Loans	USD 405,900	533	530
Alcami Carolinas Corp. Term Loan 1st Lien F/R 07-06-2025	United States	Term Loans	USD 346,500	454	431
Alchemy US Holdco LLC Term Loan B 1st Lien F/R 10-01-2025	United States	Term Loans	USD 314,000	396	411
Algonquin Power & Utilities Corp. 4.65% 02-15-2022	Canada	Corporate - Non Convertible	2,730,000	2,902	2,870
Allegiant Travel Co. Term Loan B 1st Lien F/R 01-29-2024	United States	Term Loans	USD 338,001	440	452
AltaLink LP 3.72% 12-03-2046 Callable MTN	Canada	Corporate - Non Convertible	1,055,000	1,055	1,217
APFS Staffing Holdings Inc. Term Loan 1st Lien F/R 04-10-2026	United States	Term Loans	USD 279,300	366	368
Apple Inc. 2.51% 08-19-2024 Callable 2024	United States	Corporate - Non Convertible	7,290,000	7,344	7,415
Ascend Performance Materials Operations LLC Term Loan B 1st Lien F/R 08-16-2026	United States	Term Loans	USD 430,000	559	572
AT&T Inc. 4.35% 03-01-2029 Callable 2028	United States	Corporate - Non Convertible	USD 380,000	501	556
Ball Metalpack Finco LLC Term Loan B 1st Lien F/R 07-26-2025	United States	Term Loans	USD 266,625	347	333
Banco del Estado de Chile 4.13% 10-07-2020 144A	Chile	Corporate - Non Convertible	USD 1,600,000	2,121	2,158
Bank of America Corp. F/R 02-07-2022 Callable 2021	United States	Corporate - Non Convertible	EUR 1,600,000	2,296	2,324
Bank of America Corp. F/R 04-25-2025 Callable 2024	United States	Corporate - Non Convertible	1,270,000	1,277	1,288
Bank of America Corp. F/R 09-20-2025 Callable 2024	United States	Corporate - Non Convertible	770,000	770	797
The Bank of Nova Scotia 2.98% 04-17-2023	Canada	Corporate - Non Convertible	530,000	533	545
The Bank of Nova Scotia 2.29% 06-28-2024	Canada	Corporate - Non Convertible	460,000	449	463
Bausch Health Cos Inc. Term Loan B 1st Lien F/R 05-24-2025	United States	Term Loans	USD 198,101	254	264
BCPE Cycle Merger Sub II Inc. 10.63% 07-15-2027 Callable 2022 144A	United States	Corporate - Non Convertible	USD 1,300,000	1,757	1,673
Bell Canada Inc. 2.90% 09-10-2029 Callable 2029	Canada	Corporate - Non Convertible	1,130,000	1,127	1,124
Boardriders Inc. Term Loan B 1st Lien F/R 03-21-2024	United States	Term Loans	USD 807,804	1,035	1,029
BP Capital Markets PLC 3.47% 05-15-2025	United Kingdom	Corporate - Non Convertible	110,000	114	116
Brookfield Infrastructure Finance ULC 4.20% 09-11-2028 Callable 2028	Canada	Corporate - Non Convertible	1,710,000	1,712	1,817
Brookfield Renewable Energy Partners ULC 3.63% 01-15-2027 Callable 2026	Canada	Corporate - Non Convertible	1,460,000	1,452	1,526
Brookfield Renewable Partners ULC 4.25% 01-15-2029 Callable 2028	Canada	Corporate - Non Convertible	1,020,000	1,019	1,107
Brookfield Renewable Partners ULC 3.38% 01-15-2030 Callable 2029	Canada	Corporate - Non Convertible	400,000	400	404
Brookfield Renewable Partners ULC 4.29% 11-05-2049 Callable 2049	Canada	Corporate - Non Convertible	630,000	629	644
Brookfield Residential Properties Inc. 6.25% 09-15-2027 Callable 2022 144A	Canada	Corporate - Non Convertible	USD 100,000	132	133
Bruce Power LP 3.00% 06-21-2024 Callable 2024	Canada	Corporate - Non Convertible	1,090,000	1,104	1,112
Bruce Power LP 3.97% 06-23-2026	Canada	Corporate - Non Convertible	310,000	319	331



**MACKENZIE**  
Investments



# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2019

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
Bulldog Purchaser Inc. Delayed Draw Term Loan 1st Lien F/R 08-31-2025	United States	Term Loans	USD 12,952	17	17
Bulldog Purchaser Inc. Term Loan B 1st Lien F/R 08-31-2025	United States	Term Loans	USD 324,595	425	426
BWAY Holding Co. 7.25% 04-15-2025 144A	United States	Corporate - Non Convertible	USD 1,010,000	1,302	1,279
C&D Technologies Inc. Term Loan B 1st Lien F/R 12-13-2025	United States	Term Loans	USD 297,551	350	375
California Resources Corp. 8.00% 12-15-2022 Callable 2019 144A	United States	Corporate - Non Convertible	USD 1,040,000	1,004	691
Camelot Finance LP Term Loan 1st Lien F/R 10-03-2023	United States	Term Loans	USD 326,123	429	435
Can Am Construction Inc./Canada Term Loan B 1st Lien F/R 07-01-2024	Canada	Term Loans	USD 1,256,137	1,618	1,618
Canada Goose Inc. Term Loan 1st Lien F/R 12-02-2024	Canada	Term Loans	USD 303,474	380	400
Canadian Credit Card Trust II 1.83% 03-24-2020	Canada	Corporate - Non Convertible	260,000	260	260
Canadian National Railway Co. 2.85% 12-15-2021 Callable 2021	Canada	Corporate - Non Convertible	USD 500,000	547	672
Canadian Natural Resources Ltd. 3.55% 06-03-2024	Canada	Corporate - Non Convertible	680,000	684	705
Canadian Pacific Railway Ltd. 3.15% 03-13-2029 Callable 2028	Canada	Corporate - Non Convertible	670,000	669	698
Capital Power Corp. 4.28% 09-18-2024 Callable 2024	Canada	Corporate - Non Convertible	2,040,000	2,051	2,129
Capital Power Corp. 4.99% 01-23-2026 Callable 2025	Canada	Corporate - Non Convertible	700,000	700	752
CareCentrix Inc. Term Loan 1st Lien F/R 03-22-2025	United States	Term Loans	USD 750,750	969	996
Casablanca US Holdings Inc. Term Loan 1st Lien F/R 03-31-2024	United States	Term Loans	USD 768,300	987	988
CCS-CMGC Holdings Inc. Term Loan 1st Lien F/R 09-25-2025	United States	Term Loans	USD 228,275	293	299
Celestica Inc. Term Loan B 1st Lien F/R 06-27-2025	Canada	Term Loans	USD 119,100	156	156
CEVA Logistics Finance BV Term Loan B 1st Lien F/R 08-03-2025	United States	Term Loans	USD 389,025	496	455
Chartwell Retirement Residences 4.21% 04-28-2025 Callable 2025	Canada	Corporate - Non Convertible	350,000	350	370
Citadel LLC Term Loan B 1st Lien F/R 02-22-2026	United States	Term Loans	USD 1,054,401	1,382	1,402
City of Oslo 3.65% 11-08-2023	Norway	Foreign Governments	NOK 4,000,000	713	623
City of Oslo F/R 05-06-2026	Norway	Foreign Governments	NOK 30,000,000	4,653	4,388
Coca-Cola Femsa SAB de CV 3.88% 11-26-2023	Mexico	Corporate - Non Convertible	USD 1,050,000	1,473	1,474
Colbun SA 4.50% 07-10-2024 Callable 2024	Chile	Corporate - Non Convertible	USD 2,000,000	2,799	2,821
Commonwealth of Bahamas 5.75% 01-16-2024	Bahamas	Foreign Governments	USD 3,030,000	4,199	4,180
Commonwealth of Bahamas 6.95% 11-20-2029	Bahamas	Foreign Governments	USD 2,850,000	4,201	4,211
CommScope Inc. Term Loan B2 1st Lien F/R 02-07-2026	United States	Term Loans	USD 250,000	328	330
CommScope Technologies Finance LLC 8.25% 03-01-2027 Callable 2022 144A	United States	Corporate - Non Convertible	USD 1,060,000	1,419	1,370
CommScope Technologies LLC 5.00% 03-15-2027 Callable 2022 144A	United States	Corporate - Non Convertible	USD 100,000	115	110
Concrete Pumping Merger Sub Inc. Term Loan 1st Lien F/R 11-14-2025	United States	Term Loans	USD 339,864	437	444
Connect Finco SARL Term Loan B 1st Lien F/R 09-23-2026	United Kingdom	Term Loans	USD 390,000	507	509
Connect Finco SARL 6.75% 10-01-2026	United Kingdom	Corporate - Non Convertible	USD 140,000	186	189
Cooperatieve Rabobank U.A. F/R 11-27-2019	Netherlands	Corporate - Non Convertible	SEK 4,000,000	596	538
Cordelio Amalco GP I 4.09% 06-30-2034	Canada	Corporate - Non Convertible	634,928	635	679
Cordelio Amalco GP I 4.09% 09-30-2034	Canada	Corporate - Non Convertible	633,077	633	674
Corp Nacional del Cobre de Chile 4.50% 09-16-2025	Chile	Corporate - Non Convertible	USD 1,432,000	1,913	2,075
Corporacion Andina de Fomento 3.25% 02-11-2022	Supra - National	n/a	USD 440,000	593	594
Corporacion Andina de Fomento 4.375% 06-15-2022	Supra - National	n/a	USD 1,310,000	1,827	1,826
CPPIB Capital Inc. 1.95% 09-30-2029	Canada	Corporate - Non Convertible	2,290,000	2,281	2,275
Crown Subsea Communications Holding Inc. Term Loan 1st Lien F/R 11-02-2025	United States	Term Loans	USD 497,250	639	661



**MACKENZIE**  
Investments

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2019

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
CU Inc. 3.96% 07-27-2045 Callable	Canada	Corporate - Non Convertible	50,000	54	59
Dawn Acquisition LLC Term Loan 1st Lien F/R 10-25-2025	United States	Term Loans	USD 297,427	386	374
Diamond Sports Group LLC Term Loan B 1st Lien F/R 07-18-2026	United States	Term Loans	USD 400,000	519	533
Dominican Republic 7.50% 05-06-2021	Dominican Republic	Foreign Governments	USD 1,773,333	2,472	2,456
Dominican Republic 7.45% 04-30-2044	Dominican Republic	Foreign Governments	USD 1,750,000	2,430	2,762
DynCorp International Inc. Term Loan B 1st Lien F/R 08-15-2025	United States	Term Loans	USD 680,000	878	883
Eagle Credit Card Trust 2.63% 10-17-2022	Canada	Corporate - Non Convertible	400,000	400	405
EagleTree-Carbide Acquisition Corp. Term Loan 1st Lien F/R 08-28-2024	United States	Term Loans	USD 1,027,595	1,314	1,347
Eastern Power LLC Term Loan B 1st Lien F/R 10-02-2023	United States	Term Loans	USD 189,897	249	253
Edgewell Personal Care Co. Term Loan B 1st Lien F/R 09-20-2026	United States	Term Loans	USD 200,000	263	266
Electrical Components International Inc. Term Loan 1st Lien F/R 06-22-2025	United States	Term Loans	USD 414,750	545	494
Enbridge Inc. 5.37% 09-27-2077 Callable 2027	Canada	Corporate - Non Convertible	4,130,000	4,136	4,128
Enbridge Inc. F/R 04-12-2078 Callable 2028	Canada	Corporate - Non Convertible	1,780,000	1,787	1,926
ENC Holding Corp. Term Loan 1st Lien F/R 05-30-2025	United States	Term Loans	USD 158,114	203	207
EnerCare Solutions Inc. 3.99% 02-21-2024 Callable 2023	Canada	Corporate - Non Convertible	430,000	430	445
Ensono LP Term Loan 1st Lien F/R 04-30-2025	United States	Term Loans	USD 177,052	225	233
EnTrans International LLC Term Loan 1st Lien F/R 10-29-2025	United States	Term Loans	USD 358,625	466	465
EPCOR Utilities Inc. 3.55% 11-27-2047 Callable 2047	Canada	Corporate - Non Convertible	750,000	750	832
EPCOR Utilities Inc. 3.11% 07-08-2049 Callable 2049	Canada	Corporate - Non Convertible	950,000	950	974
Exela Intermediate LLC 10.00% 07-15-2023 Callable 2020 144A	United States	Corporate - Non Convertible	USD 1,390,000	1,632	1,033
Export-Import Bank of Korea 1.93% 02-24-2020 144A	South Korea	Corporate - Non Convertible	2,170,000	2,162	2,166
Fairfax Financial Holdings Ltd. 8.30% 04-15-2026	Canada	Corporate - Non Convertible	USD 1,070,000	1,617	1,760
Fairfax Financial Holdings Ltd. 4.23% 06-14-2029 Callable 2029	Canada	Corporate - Non Convertible	370,000	370	377
Fédération des Caisses Desjardins du Québec 2.09% 01-17-2022	Canada	Corporate - Non Convertible	590,000	589	589
First Eagle Holdings Inc. Term Loan B 1st Lien F/R 12-01-2024	United States	Term Loans	USD 426,775	558	566
First Quantum Minerals Ltd. 7.25% 04-01-2023 Callable 2019 144A	Zambia	Corporate - Non Convertible	USD 660,000	841	866
Forming Machining Industries Holdings LLC Term Loan 1st Lien F/R 10-03-2025	United States	Term Loans	USD 218,350	281	276
Fortress Transportation and Infrastructure Investors LLC 6.50% 10-01-2025 Callable 2021 144A	United States	Corporate - Non Convertible	USD 155,000	199	211
Foundation Building Materials LLC Term Loan B 1st Lien F/R 05-11-2025	United States	Term Loans	USD 198,500	253	263
Fresenius US Finance II Inc. 4.25% 02-01-2021 144A	Germany	Corporate - Non Convertible	USD 2,000,000	2,706	2,707
Frontera Generation Holdings LLC Term Loan B 1st Lien F/R 04-25-2025	United States	Term Loans	USD 255,408	326	320
Fusion Connect Inc. Term Loan 1st Lien F/R 06-03-2019	Netherlands	Term Loans	USD 2,400	3	3
Fusion Connect Inc. Term Loan B 1st Lien F/R 05-03-2023	United States	Term Loans	USD 304,209	378	215
Fusion Connect Inc. Term Loan DIP 1st Lien F/R 10-03-2019	United States	Term Loans	USD 26,300	34	35
Gaz Metro Inc. 1.52% 05-25-2020	Canada	Corporate - Non Convertible	360,000	360	359
GEMS MENASA (Cayman) Ltd. Term Loan B 1st Lien F/R 07-30-2026	United Arab Emirates	Term Loans	USD 219,450	286	290
General Electric Co. 8.35% 09-03-2022	United States	Corporate - Non Convertible	MXN 25,000,000	1,849	1,688
GFL Environmental Inc. Term Loan B 1st Lien F/R 05-31-2025	Canada	Term Loans	USD 305,172	396	401
GFL Environmental Inc. 5.63% 05-01-2022 Callable 2019 144A	Canada	Corporate - Non Convertible	USD 37,000	49	50
GFL Environmental Inc. 5.38% 03-01-2023 Callable 2020 144A	Canada	Corporate - Non Convertible	USD 63,000	77	85
GFL Environmental Inc. 7.00% 06-01-2026 Callable 2021 144A	Canada	Corporate - Non Convertible	USD 90,000	112	126
Gibson Energy Inc. 5.25% 07-15-2024 Callable 2020 REGS	Canada	Corporate - Non Convertible	792,000	791	840



**MACKENZIE**  
Investments

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2019

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
Gibson Energy Inc. 3.60% 09-17-2029 Callable 2029	Canada	Corporate - Non Convertible	490,000	489	498
GLOBALFOUNDRIES Inc. Term Loan B 1st Lien F/R 05/24/2026	United States	Term Loans	USD 840,000	1,117	1,085
The Goldman Sachs Group Inc. 5.20% 12-17-2019	United States	Corporate - Non Convertible	NZD 3,550,000	3,536	2,965
Government of Argentina 6.88% 04-22-2021	Argentina	Foreign Governments	USD 4,040,000	5,015	2,630
Government of Argentina 5.88% 01-11-2028	Argentina	Foreign Governments	USD 3,330,000	3,930	1,806
Government of Argentina 6.88% 01-11-2048	Argentina	Foreign Governments	USD 660,000	817	369
Government of Aruba 6.50% 01-31-2029	Aruba	Foreign Governments	USD 1,590,000	2,079	2,399
Government of Bermuda 4.13% 01-03-2023	Bermuda	Foreign Governments	USD 1,450,000	1,927	2,020
Government of Bermuda 4.85% 02-06-2024	Bermuda	Foreign Governments	USD 3,687,000	5,077	5,353
Government of Bermuda 3.72% 01-25-2027 Callable 2026	Bermuda	Foreign Governments	USD 600,000	783	845
Government of Brazil 10.00% 01-01-2029	Brazil	Foreign Governments	BRL 1,570,000	6,119	5,975
Government of Canada 1.75% 05-01-2021	Canada	Federal Government	100,000	101	100
Government of Cayman Islands 5.95% 11-24-2019 144A	Cayman Islands	Foreign Governments	USD 1,500,000	2,042	2,006
Government of Cayman Islands 5.95% 11-24-2019	Cayman Islands	Foreign Governments	USD 2,245,000	3,031	3,003
Government of El Salvador 7.38% 12-01-2019	El Salvador	Foreign Governments	USD 3,020,000	4,089	4,023
Government of Ireland 5.00% 10-18-2020	Ireland	Foreign Governments	EUR 2,700,000	4,755	4,125
Government of Japan 0% 11-11-2019	Japan	Foreign Governments	JPY 940,000,000	11,803	11,514
Government of Mexico 6.50% 06-10-2021	Mexico	Foreign Governments	MXN 3,433,400	220	230
Government of Mexico 5.75% 03-05-2026	Mexico	Foreign Governments	MXN 3,594,900	209	229
Government of Mexico 7.50% 06-03-2027	Mexico	Foreign Governments	MXN 169,480,000	11,454	11,816
Government of Mexico 8.50% 05-31-2029	Mexico	Foreign Governments	MXN 31,520,000	2,347	2,356
Government of Russia 6.90% 05-23-2029	Russia	Foreign Governments	RUB 191,900,000	3,861	3,924
Government of South Africa 8.00% 01-31-2030	South Africa	Foreign Governments	ZAR 56,870,000	4,853	4,642
Greater Toronto Airports Authority 2.73% 04-03-2029 Callable 2029	Canada	Corporate - Non Convertible	560,000	573	583
Greater Toronto Airports Authority 2.75% 10-17-2039	Canada	Corporate - Non Convertible	560,000	559	568
Hadrian Merger Sub Inc. 8.50% 05-01-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 1,423,000	1,816	1,828
Halo Buyer Inc. Term Loan 1st Lien F/R 06-28-2025	United States	Term Loans	USD 187,635	245	246
Heartland Dental LLC Delay Draw Term Loan 1st Lien F/R 04-17-2025	United States	Term Loans	USD 7,897	10	10
Heartland Dental LLC Term Loan 1st Lien F/R 04-17-2025	United States	Term Loans	USD 351,102	445	456
Heathrow Funding Ltd. 4.875% 07-15-2021 144A	United Kingdom	Corporate - Non Convertible	USD 1,150,000	1,682	1,578
Heathrow Funding Ltd. 3.25% 05-21-2025	United Kingdom	Corporate - Non Convertible	40,000	42	41
Heathrow Funding Ltd. 3.40% 03-08-2028	United Kingdom	Corporate - Non Convertible	1,190,000	1,188	1,241
Heathrow Funding Ltd. 3.79% 09-04-2030 Callable 2030	United Kingdom	Corporate - Non Convertible	990,000	990	1,056
Heritage Power LLC Term Loan B 1st Lien F/R 07-08-2026	United States	Term Loans	USD 480,000	610	625
Hornblower Sub LLC Term Loan 1st Lien F/R 04-28-2025	United States	Term Loans	USD 716,953	936	953
HSBC Holdings PLC 0.45% 09-24-2021	United Kingdom	Corporate - Non Convertible	JPY 400,000,000	4,943	4,930
Hydro One Inc. 2.54% 04-05-2024 Callable 2024	Canada	Corporate - Non Convertible	770,000	770	783
Hydro One Inc. 3.72% 11-18-2047	Canada	Corporate - Non Convertible	400,000	400	449
IEA Energy Services LLC Term Loan 1st Lien F/R 09-25-2024	United States	Term Loans	USD 469,094	596	602
II-VI Inc. Term Loan B 1st Lien F/R 05-08-2026	United States	Term Loans	USD 590,000	778	783
Imagine! Print Solutions Inc. Term Loan 1st Lien F/R 06-21-2022	United States	Term Loans	USD 489,314	596	442
INEOS Enterprises Holdings US Finco LLC Term Loan B 1st Lien F/R 07-29-2026	United States	Term Loans	USD 470,000	612	625
Innovative Water Care Global Corp. Term Loan 1st Lien F/R 02-27-2026	United States	Term Loans	USD 447,750	559	542
Institutional Shareholder Services Inc. Term Loan 1st Lien F/R 02-26-2026	United States	Term Loans	USD 388,050	511	508



**MACKENZIE**  
Investments

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2019

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
Intelsat Jackson Holdings SA 8.50% 10-15-2024 Callable 2020 144A	Luxembourg	Corporate - Non Convertible	USD 1,020,000	1,352	1,363
Inter Pipeline Ltd. 2.73% 04-18-2024 Callable 2024	Canada	Corporate - Non Convertible	460,000	465	461
Inter Pipeline Ltd. 3.48% 12-16-2026 Callable 2026	Canada	Corporate - Non Convertible	470,000	470	485
Inter Pipeline Ltd. F/R 03-26-2079 Callable 2029	Canada	Corporate - Non Convertible	380,000	380	397
Interior Logic Group Holdings IV LLC Term Loan B 1st Lien F/R 05-21-2025	United States	Term Loans	USD 574,200	736	750
Intermedia Holdings Inc. Term Loan B 1st Lien F/R 07-13-2025	United States	Term Loans	USD 347,375	452	461
International Finance Corp. 7.00% 07-20-2027	Supra - National	n/a	MXN 56,400,000	3,455	3,804
iQor US Inc. Term Loan B 1st Lien F/R 04-01-2021	United States	Term Loans	USD 408,387	514	481
Isagenix International LLC Term Loan 1st Lien F/R 04-26-2025	United States	Term Loans	USD 418,000	533	427
Ivanhoe Cambridge II Inc. 2.91% 06-27-2023 Callable 2023	Canada	Corporate - Non Convertible	530,000	530	544
Jane Street Group LLC. Term Loan B 1st Lien F/R 08-25-2022	United States	Term Loans	USD 367,965	489	486
JP Intermediate B LLC Term Loan 1st Lien F/R 10-19-2025	United States	Term Loans	USD 211,750	275	240
Keane Group Holdings LLC Term Loan B 1st Lien F/R 05-18-2025	United States	Term Loans	USD 296,250	380	378
Kestrel Acquisition LLC Term Loan B 1st Lien F/R 05-02-2025	United States	Term Loans	USD 426,246	554	528
Kestrel Bidco Inc. Term Loan 1st Lien F/R 08-07-2026	Canada	Term Loans	USD 600,000	790	801
Keyera Corp. F/R 06-13-2079 Callable 2029	Canada	Corporate - Non Convertible	440,000	441	452
KFW 3.75% 05-29-2020	Germany	Foreign Governments	NZD 3,100,000	2,860	2,613
Kommuninvest I Sverige AB 2.50% 12-01-2020	Sweden	Foreign Governments	SEK 8,600,000	1,481	1,193
Kruger Products LP 6.00% 04-24-2025 Callable 2021	Canada	Corporate - Non Convertible	200,000	200	195
L&W Inc. Term Loan 1st Lien F/R 05-17-2025	United States	Term Loans	USD 360,004	461	460
LABL Escrow Issuer LLC 6.75% 07-15-2026 Callable 2022 144A	United States	Corporate - Non Convertible	USD 256,000	343	353
LABL Escrow Issuer LLC 10.50% 07-15-2027 Callable 2022 144A	United States	Corporate - Non Convertible	USD 1,497,000	1,992	2,020
LBM Borrower LLC Term Loan 1st Lien F/R 08-20-2022	United States	Term Loans	USD 1,553,295	2,027	2,057
LifeMiles Ltd. Term Loan B 1st Lien F/R 08-18-2022	Colombia	Term Loans	USD 437,510	561	559
LifeScan Global Corp. Term Loan 1st Lien F/R 06-19-2024	United States	Term Loans	USD 900,125	1,144	1,083
Manulife Financial Corp. F/R 05-09-2028 Callable 2023	Canada	Corporate - Non Convertible	550,000	550	565
Matterhorn Merger Sub LLC 8.50% 06-01-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 406,000	520	403
McDonald's Corp. 3.13% 03-04-2025 Callable 2025	United States	Corporate - Non Convertible	2,130,000	2,125	2,203
Meredith Corp. Term Loan B 1st Lien F/R 01-31-2025	United States	Term Loans	USD 410,904	509	545
Metronet Systems Holding LLC Term Loan 1st Lien F/R 12-31-2049	United States	Term Loans	USD 280,000	368	372
Mexican Bonos 8.00% 06-11-2020	Mexico	Foreign Governments	MXN 4,971,800	337	336
Minotaur Acquisition Inc. Term Loan 1st Lien F/R 02-27-2026	United States	Term Loans	USD 437,625	564	564
Morgan Stanley 3.00% 02-07-2024	United States	Corporate - Non Convertible	1,900,000	1,900	1,936
Multi-Color Corp. Term Loan B 1st Lien F/R 06-17-2026	United States	Term Loans	USD 350,000	464	466
MyNEXUS Inc. Term Loan 1st Lien F/R 06-19-2024	United States	Term Loans	USD 321,750	415	417
Natel Engineering Co. Inc. Term Loan B 1st Lien F/R 04-29-2026	United States	Term Loans	USD 259,350	346	337
Neenah Foundry Co. Term Loan B 1st Lien F/R 12-08-2022	United States	Term Loans	USD 256,071	326	332
New Red Finance Inc. 5.00% 10-15-2025 Callable 2020 144A	Canada	Corporate - Non Convertible	USD 120,000	147	165
Nexstar Escrow Inc. 5.63% 07-15-2027 Callable 2022 144A	United States	Corporate - Non Convertible	USD 232,000	308	322
Nine Energy Service Inc. 8.75% 11-01-2023 Callable 2020 144A	United States	Corporate - Non Convertible	USD 1,020,000	1,310	1,096
Norbord Inc. 5.75% 07-15-2027 Callable 2022 144A	Canada	Corporate - Non Convertible	USD 170,000	226	231
Nouvelle Autoroute 30 Financement Inc. 4.11% 03-31-2042	Canada	Corporate - Non Convertible	749,829	750	849
Nova Scotia Power Inc. 3.57% 04-05-2049 Callable 2048	Canada	Corporate - Non Convertible	480,000	481	522
NRG Yield Operating LLC 5.38% 08-15-2024 Callable	United States	Corporate - Non Convertible	USD 490,000	614	667
OCI Beaumont LLC Term Loan B 1st Lien F/R 02-16-2025	United States	Term Loans	USD 285,650	358	379
Office Depot Inc. Term Loan B 1st Lien F/R 11-08-2022	United States	Term Loans	USD 277,737	344	371



**MACKENZIE**  
Investments

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2019

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
OMERS Finance Trust 2.60% 05-14-2029	Canada	Corporate - Non Convertible	1,100,000	1,099	1,140
OMERS Realty Corp. 3.24% 10-04-2027 Callable 2027	Canada	Corporate - Non Convertible	1,940,000	1,940	2,065
Ontario Power Generation Inc. 3.32% 10-04-2027 Callable 2027	Canada	Corporate - Non Convertible	970,000	970	1,016
Ontario Power Generation Inc. 2.98% 09-13-2029	Canada	Corporate - Non Convertible	560,000	560	569
Ontario Power Generation Inc. 4.25% 01-18-2049 Callable 2048	Canada	Corporate - Non Convertible	435,000	439	500
Owens & Minor Inc. Term Loan B 1st Lien F/R 05-01-2025	United States	Term Loans	USD 603,900	761	708
Panther BF Aggregator 2 LP 8.50% 05-15-2027 Callable 2022 144A	United States	Corporate - Non Convertible	USD 1,370,000	1,864	1,840
Park Aerospace Holdings Ltd. 5.25% 08-15-2022 144A	Ireland	Corporate - Non Convertible	USD 40,000	54	56
Parkland Fuel Corp. 6.00% 04-01-2026 Callable 2021 144A	Canada	Corporate - Non Convertible	USD 376,000	492	528
Parkland Fuel Corp. 5.88% 07-15-2027 Callable 2022 144A	Canada	Corporate - Non Convertible	USD 36,000	47	50
The Pasha Group Term Loan B 1st Lien F/R 12-13-2022	United States	Term Loans	USD 325,859	407	435
Paypal Holdings Inc. 2.40% 10-01-2024 Callable 2024	United States	Corporate - Non Convertible	USD 570,000	756	760
PayPal Holdings Inc. 2.65% 10-01-2026	United States	Corporate - Non Convertible	USD 600,000	794	802
Pembina Pipeline Corp. 3.54% 02-03-2025 Callable	Canada	Corporate - Non Convertible	450,000	449	468
Pembina Pipeline Corp. 4.02% 03-27-2028 Callable 2027	Canada	Corporate - Non Convertible	1,300,000	1,312	1,394
Pembina Pipeline Corp. 3.62% 04-03-2029 Callable 2029	Canada	Corporate - Non Convertible	600,000	602	623
Pembina Pipeline Corp. 3.31% 02-01-2030 Callable 2029	Canada	Corporate - Non Convertible	360,000	360	362
PepsiCo Inc. 2.50% 11-01-2022	United States	Corporate - Non Convertible	GBP 700,000	1,355	1,199
Petroleos De Venezuela SA 6.00% 05-16-2024	Venezuela	Corporate - Non Convertible	USD 480,000	153	69
Petroleos Mexicanos 6.50% 01-23-2029	Mexico	Corporate - Non Convertible	USD 650,000	841	875
Pisces Midco Inc. 8.00% 04-15-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 175,000	222	228
PLH Group Inc. Term Loan 1st Lien F/R 08-06-2023	United States	Term Loans	USD 210,792	266	277
Pluto Acquisition I Inc. Term Loan 1st Lien F/R 06-18-2026	United States	Term Loans	USD 359,100	476	469
Polymer Process Holdings Inc. Term Loan 1st Lien F/R 04-29-2026	United States	Term Loans	USD 399,000	524	520
Project Leopard Holdings Inc. Term Loan 1st Lien F/R 07-07-2023	United States	Term Loans	USD 316,752	408	419
Province of Alberta 2.20% 06-01-2026	Canada	Provincial Governments	6,420,000	6,271	6,509
Province of Newfoundland 3.00% 06-02-2026	Canada	Provincial Governments	10,000	10	11
Province of Ontario 2.65% 12-02-2050	Canada	Provincial Governments	180,000	183	192
Province of Saskatchewan 3.05% 12-02-2028	Canada	Provincial Governments	5,420,000	5,603	5,844
PS HoldCo LLC Term Loan 1st Lien F/R 03-02-2025	United States	Term Loans	USD 158,400	203	204
PSC Industrial Outsourcing LP Term Loan B 1st Lien F/R 10-05-2024	United States	Term Loans	USD 402,825	501	532
Queensland Treasury Corp. 2.75% 08-20-2027	Australia	Foreign Governments	AUD 7,731,000	7,462	7,620
Rackspace Hosting Inc. 8.63% 11-15-2024 Callable 2019 144A	United States	Corporate - Non Convertible	USD 1,230,000	1,542	1,503
Reliance Intermediate Holdings LP 6.50% 04-01-2023 Callable 2020 144A	Canada	Corporate - Non Convertible	USD 255,000	342	349
Research Now Group Inc. Term Loan 1st Lien F/R 12-20-2024	United States	Term Loans	USD 411,065	502	547
Rite Aid Corp. 7.70% 02-15-2027	United States	Corporate - Non Convertible	USD 2,600,000	2,817	1,758
Rogers Communications Inc. 3.25% 05-01-2029 Callable 2029	Canada	Corporate - Non Convertible	800,000	799	825
Russian Federal Loan Bond - OFZ 7.05% 01-19-2028	Russia	Foreign Governments	RUB 346,000,000	7,533	7,160
Santander Consumer Bank AS F/R 03-30-2020	Norway	Corporate - Non Convertible	SEK 17,000,000	2,611	2,291
Saudi Arabian Oil Co. 2.75% 04-16-2022 144A	Saudi Arabia	Corporate - Non Convertible	USD 500,000	665	669
Saudi Arabian Oil Co. 2.88% 04-16-2024 144A	Saudi Arabia	Corporate - Non Convertible	USD 3,170,000	4,199	4,247
Shields Health Solutions Holdings LLC Term Loan 1st Lien F/R 08-13-2026	United States	Term Loans	USD 300,000	395	397
Sigma Bidco BV Term Loan B 1st Lien F/R 03-07-2025	Netherlands	Term Loans	EUR 390,000	618	564
SIRVA Worldwide Inc. Term Loan 1st Lien F/R 07-31-2025	United States	Term Loans	USD 382,688	490	491
SIWF Holdings Inc. Term Loan 1st Lien F/R 05-25-2025	United States	Term Loans	USD 227,125	292	297



**MACKENZIE**  
Investments



# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2019

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
Source Energy Services Canada LP 10.50% 12-15-2021 Callable 2019 144A	Canada	Corporate - Non Convertible	286,000	295	209
SRS Distribution Inc. Term Loan B 1st Lien F/R 05-17-2025	United States	Term Loans	USD 169,359	218	219
SS&C Technologies Inc. Term Loan B5 1st Lien F/R 04-16-2025	United States	Term Loans	USD 247,471	323	329
St. Joseph Energy Center LLC Term Loan 1st Lien F/R 04-06-2025	United States	Term Loans	USD 245,371	312	323
Starfruit US Holdco LLC 8.00% 10-01-2026 Callable 2021 144A	Netherlands	Corporate - Non Convertible	USD 110,000	140	145
Stars Group Holdings BV Term Loan B 1st Lien F/R 07-10-2025	Canada	Term Loans	USD 9,223	12	12
Suncor Energy Inc. 3.10% 05-24-2029 Callable 2029	Canada	Corporate - Non Convertible	770,000	769	790
Superior Plus LP 7.00% 07-15-2026 Callable 2021 144A	Canada	Corporate - Non Convertible	USD 290,000	385	405
Syniverse Holdings Inc. Term Loan 1st Lien F/R 02-09-2023	United States	Term Loans	USD 157,600	196	197
Sysco Canada Inc. 3.65% 04-25-2025 Callable 2025	United States	Corporate - Non Convertible	1,050,000	1,051	1,102
Telefonica Emisiones SAU 5.597% 03-12-2020	Spain	Corporate - Non Convertible	GBP 200,000	412	332
Telus Corp. 2.75% 07-08-2026	Canada	Corporate - Non Convertible	640,000	639	642
TELUS Corp. 3.30% 05-02-2029 Callable 2029	Canada	Corporate - Non Convertible	460,000	456	473
Teneo Holdings LLC Term Loan B 1st Lien F/R 07-12-2025	United States	Term Loans	USD 480,000	601	609
TerraForm Power Operating LLC 5.00% 01-31-2028 Callable 2027 144A	United States	Corporate - Non Convertible	USD 270,000	347	374
Teva Pharmaceutical Industries Ltd. 2.80% 07-21-2023	Israel	Corporate - Non Convertible	USD 1,065,000	1,217	1,141
Thor Industries Inc. Term Loan B 1st Lien F/R 11-01-2025	United States	Term Loans	USD 492,601	635	637
Titan Sub LLC Term Loan B 1st Lien F/R 09-19-2026	United States	Term Loans	USD 270,000	355	358
TMX Group Ltd. 2.30% 12-11-2024 Callable 2024	Canada	Corporate - Non Convertible	400,000	401	411
TMX Group Ltd. 3.78% 06-05-2028 Callable 2028	Canada	Corporate - Non Convertible	470,000	472	508
TransCanada PipeLines Ltd. 3.69% 07-19-2023	Canada	Corporate - Non Convertible	160,000	163	168
TransCanada Pipelines Ltd. 3.00% 09-18-2029 Callable 2029	Canada	Corporate - Non Convertible	690,000	688	699
TransCanada Trust F/R 05-18-2077 Callable 2027	Canada	Corporate - Non Convertible	1,240,000	1,210	1,198
Travelport Finance Luxembourg Sarl Term Loan 1st Lien F/R 03-18-2026	Luxembourg	Term Loans	USD 780,000	1,016	938
Treasury Corp. of Victoria 3.00% 10-20-2028	Australia	Foreign Governments	AUD 5,252,000	5,347	5,338
Trico Group LLC Term Loan 1st Lien F/R 02-02-2024	United States	Term Loans	USD 353,986	426	460
TricorBraun Inc. (KRAIND) Term Loan 1st Lien F/R 11-30-2023	United States	Term Loans	USD 1,031,192	1,368	1,333
Trulieve Cannabis Corp. 9.75% 06-18-2024	United States	Corporate - Non Convertible	USD 250,000	325	317
Uber Technologies Inc. Term Loan B 1st Lien F/R 07-13-2023	United States	Term Loans	USD 1,103,076	1,469	1,452
Ultra Clean Holdings Inc. Term Loan B 1st Lien F/R 08-27-2025	United States	Term Loans	USD 587,321	754	762
Unimin Corp. Term Loan 1st Lien F/R 05-21-2025	United States	Term Loans	USD 384,603	495	418
United States Treasury 0.13% 04-15-2021 Inflation Indexed	United States	Foreign Governments	USD 70,000	102	99
United States Treasury 0.63% 04-15-2023 Inflation Indexed	United States	Foreign Governments	USD 5,000,000	6,667	6,893
United States Treasury 2.13% 02-29-2024	United States	Foreign Governments	USD 9,000,000	12,045	12,198
United States Treasury 0.50% 04-15-2024 Inflation Indexed	United States	Foreign Governments	USD 4,500,000	6,179	6,136
United States Treasury 1.75% 06-30-2024	United States	Foreign Governments	USD 690,000	929	921
United States Treasury 0.13% 07-15-2024 Inflation Indexed	United States	Foreign Governments	USD 6,420,000	8,985	9,177
United States Treasury 0.13% 07-15-2026 Inflation Indexed	United States	Foreign Governments	USD 9,000,000	12,495	12,721
United States Treasury 0.50% 01-15-2028 Inflation Indexed	United States	Foreign Governments	USD 9,500,000	12,421	13,379
United States Treasury 0.75% 07-15-2028 Inflation Indexed	United States	Foreign Governments	USD 17,300,000	23,250	24,572
United States Treasury 0.87% 01-15-2029 Inflation Indexed	United States	Foreign Governments	USD 12,840,000	17,576	18,328
United States Treasury 2.38% 05-15-2029	United States	Foreign Governments	USD 15,968,700	21,629	22,452
United States Treasury 1.63% 08-15-2029	United States	Foreign Governments	USD 3,450,000	4,667	4,553
United States Treasury 3.00% 02-15-2047	United States	Foreign Governments	USD 8,150,000	11,135	12,789
United States Treasury 1.01% 02-15-2048 Inflation Indexed	United States	Foreign Governments	USD 21,410,000	28,074	32,916
United States Treasury 1.00% 02-15-2049 Inflation Indexed	United States	Foreign Governments	USD 5,370,000	7,406	8,150



**MACKENZIE**  
Investments

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2019

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
US Renal Care Inc. Term Loan B 1st Lien F/R 06-14-2026	United States	Term Loans	USD 530,000	697	666
Vancouver Airport Authority 3.66% 11-23-2048 Callable 2048	Canada	Corporate - Non Convertible	920,000	920	1,105
VeriFone Systems Inc. Term Loan 1st Lien F/R 08-09-2025	United States	Term Loans	USD 267,975	348	340
Vertex Aerospace Services Corp. Term Loan B 1st Lien F/R 06-14-2025	United States	Term Loans	USD 157,125	205	209
Videotron Ltd. 4.50% 01-15-2030 Callable 2024	Canada	Corporate - Non Convertible	1,310,000	1,310	1,326
Vistage Worldwide Inc. Term Loan 1st Lien F/R 02-01-2025	United States	Term Loans	USD 305,350	381	402
Vungle Inc. Term Loan B 1st Lien F/R 09-30-2026	United States	Term Loans	USD 400,000	522	521
VVC Holding Corp. Term Loan B 1st Lien F/R 02-07-2026	United States	Term Loans	USD 716,400	934	947
Vyair Medical Inc. Term Loan B 1st Lien F/R 04-06-2025	United States	Term Loans	USD 325,875	393	397
Waste Management of Canada Corp. 2.60% 09-23-2026 Callable 2026	Canada	Corporate - Non Convertible	1,140,000	1,138	1,149
Wells Fargo & Co. 3.19% 02-08-2024 Callable 2024	United States	Corporate - Non Convertible	990,000	990	1,017
Williams Scotsman International Inc. 7.88% 12-15-2022 Callable 2019 144A	United States	Corporate - Non Convertible	USD 300,000	385	416
Yak Access LLC Term Loan B 1st Lien F/R 06-26-2025	United States	Term Loans	USD 682,500	871	833
Zotec Partners LLC Term Loan 1st Lien F/R 02-09-2024	United States	Term Loans	USD 423,500	528	561
<b>Total bonds</b>				<b>521,954</b>	<b>527,889</b>
<b>EQUITIES</b>					
AbbVie Inc.	United States	Health Care	73,500	6,604	7,366
Aena SA	Spain	Industrials	53,400	13,335	12,945
AIA Group Ltd.	Hong Kong	Financials	537,700	5,340	6,724
Air Liquide SA	France	Materials	70,605	9,626	13,306
Allergan PLC	United States	Health Care	65,300	15,427	14,545
AltaGas Ltd. Pfd. Series K	Canada	Energy	29,189	730	642
Altria Group Inc.	United States	Consumer Staples	133,800	9,476	7,243
Apple Inc.	United States	Information Technology	42,000	6,752	12,451
Atlas Copco AB A	Sweden	Industrials	169,000	6,085	6,891
B3 SA- Brasil Bolsa Balcao	Brazil	Financials	469,111	3,873	6,553
Baker Hughes a GE Co.	United States	Energy	158,000	4,561	4,852
Bayer AG	Germany	Health Care	78,434	10,757	7,322
Becton, Dickinson and Co.	United States	Health Care	60,600	12,777	20,290
The Blackstone Group Inc. Class A	United States	Financials	141,100	9,005	9,121
Brenntag AG	Germany	Industrials	126,600	8,553	8,111
British American Tobacco PLC	United Kingdom	Consumer Staples	158,800	11,616	7,776
Broadcom Inc.	United States	Information Technology	29,900	9,353	10,926
Brookfield Asset Management Inc. Pfd. Series 46	Canada	Real Estate	16,234	407	414
Brookfield Asset Management Inc. Pfd. Series 48	Canada	Real Estate	19,088	477	469
Brookfield Renewable Partners LP Pfd. Series 11	Canada	Utilities	51,967	1,299	1,232
Cabot Oil & Gas Corp.	United States	Energy	111,400	3,466	2,591
Cisco Systems Inc.	United States	Information Technology	112,700	6,015	7,370
CME Group Inc.	United States	Financials	50,600	6,848	14,154
Compagnie Financière Richemont SA	Switzerland	Consumer Discretionary	74,500	7,703	7,235
Constellation Brands Inc. Class A	United States	Consumer Staples	39,500	9,991	10,837
Dentsply Sirona Inc.	United States	Health Care	195,600	11,968	13,802
Deutsche Boerse AG	Germany	Financials	100,800	10,988	20,858
Diageo PLC	United Kingdom	Consumer Staples	133,700	5,188	7,255
Equifax Inc.	United States	Industrials	76,100	9,757	14,169



**MACKENZIE**  
Investments

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2019

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>EQUITIES (cont'd)</b>					
Eurofins Scientific	Luxembourg	Health Care	12,800	6,303	7,876
Hannover Rueckversicherung SE Reg.	Germany	Financials	28,300	5,742	6,334
Heineken Holding NV A	Netherlands	Consumer Staples	92,200	9,941	12,154
Honeywell International Inc.	United States	Industrials	52,600	8,056	11,780
Hong Kong Exchanges and Clearing Ltd.	Hong Kong	Financials	151,900	6,239	5,900
Japan Exchange Group Inc.	Japan	Financials	441,200	8,892	9,179
Johnson & Johnson	United States	Health Care	80,700	11,751	13,820
JPMorgan Chase & Co.	United States	Financials	108,200	11,097	16,855
Keyence Corp.	Japan	Information Technology	8,500	5,561	6,963
Kinder Morgan Inc.	United States	Energy	580,300	14,385	15,830
Koninklijke Philips NV	Netherlands	Health Care	257,035	11,013	15,763
Kweichow Moutai Co. Ltd. Class A	China	Consumer Staples	36,110	1,342	7,689
Linde PLC	Ireland	Materials	27,300	5,709	7,000
Lockheed Martin Corp.	United States	Industrials	28,400	8,418	14,662
London Stock Exchange Group PLC	United Kingdom	Financials	81,900	6,269	9,745
McDonald's Corp.	United States	Consumer Discretionary	27,900	3,720	7,929
Micro Focus International PLC	United Kingdom	Information Technology	320,158	9,893	5,926
Microsoft Corp.	United States	Information Technology	124,700	8,028	22,947
Moody's Corp.	United States	Financials	46,700	6,188	12,661
Mowi ASA	Norway	Consumer Staples	230,800	5,714	7,051
Murata Manufacturing Co. Ltd.	Japan	Information Technology	87,000	5,877	5,524
Nestlé SA Reg.	Switzerland	Consumer Staples	169,000	16,757	24,270
New Oriental Education & Technology Group Inc. ADR	China	Consumer Discretionary	49,000	5,007	7,183
Nike Inc. Class B	United States	Consumer Discretionary	43,355	2,968	5,390
Nokia OYJ ADR	Finland	Information Technology	1,108,300	8,103	7,423
Northern Trust Corp.	United States	Financials	55,200	7,749	6,818
Novo Nordisk AS B	Denmark	Health Care	179,100	8,664	12,190
Oaktree Capital Group LLC	United States	Financials	67,100	3,940	4,352
Occidental Petroleum Corp.	United States	Energy	143,300	12,145	8,435
Oracle Corp.	United States	Information Technology	103,800	5,637	7,561
Otsuka Corp.	Japan	Information Technology	139,700	6,227	7,364
Pernod Ricard SA*	France	Consumer Staples	26,500	4,294	6,248
Philip Morris International Inc.	United States	Consumer Staples	139,300	15,650	14,000
Roche Holding AG Genusscheine	Switzerland	Health Care	40,200	13,309	15,486
Sabre Corp.	United States	Information Technology	231,651	6,319	6,867
Safran SA	France	Industrials	100,700	9,825	20,990
Sands China Ltd.	Hong Kong	Consumer Discretionary	1,306,800	7,666	7,834
SAP AG	Germany	Information Technology	75,700	8,064	11,784
Schlumberger Ltd.	United States	Energy	133,700	7,736	6,047
The Sherwin-Williams Co.	United States	Materials	23,400	9,602	17,031
Sika AG	Switzerland	Materials	59,000	10,280	11,424
Sony Corp.	Japan	Consumer Discretionary	125,800	8,130	9,777
Source Energy Services Ltd.	Canada	Energy	1,547	15	1
Starbucks Corp.	United States	Consumer Discretionary	85,800	6,050	10,041
Suzuki Motor Corp.	Japan	Consumer Discretionary	102,600	6,053	5,763
Taiwan Semiconductor Manufacturing Co. Ltd.	Taiwan	Information Technology	722,100	6,728	8,374
TC Energy Corp. Pfd. Series 15	Canada	Energy	27,623	692	700
Tencent Holdings Ltd.	China	Communication Services	157,200	6,575	8,765
Texas Instruments Inc.	United States	Information Technology	54,900	7,034	9,391



**MACKENZIE**  
Investments



# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2019

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>EQUITIES (cont'd)</b>					
TransAlta Corp. Pfd. Series A	Canada	Utilities	48,682	646	523
Trulieve Cannabis Corp. Warrants Exp.06-18-2022	United States	Health Care	5,250	–	15
Unilever NV CVA	United Kingdom	Consumer Staples	129,000	7,358	10,266
United Technologies Corp.	United States	Industrials	84,000	13,657	15,179
Vail Resorts Inc.	United States	Consumer Discretionary	30,500	9,662	9,186
Visa Inc. Class A	United States	Information Technology	53,800	5,141	12,249
Vonovia SE	Germany	Real Estate	90,600	5,923	6,086
Wells Fargo & Co.	United States	Financials	134,300	8,747	8,966
<b>Total equities</b>				<b>640,468</b>	<b>805,017</b>
<b>OPTIONS</b>					
Options purchased (see schedule of options purchased)				1,475	1,173
<b>Total options</b>				<b>1,475</b>	<b>1,173</b>
<b>EXCHANGE-TRADED FUNDS/NOTES</b>					
Mackenzie Emerging Markets Bond Index ETF (CAD-Hedged)	Canada	Exchange-Traded Funds/Notes	32,900	3,297	3,241
Mackenzie Floating Rate Income ETF	Canada	Exchange-Traded Funds/Notes	134,616	2,818	2,745
Mackenzie Global High Yield Fixed Income ETF	Canada	Exchange-Traded Funds/Notes	796,100	16,327	15,401
Mackenzie US High Yield Bond Index ETF (CAD-Hedged)	Canada	Exchange-Traded Funds/Notes	48,993	4,615	4,701
Mackenzie US Investment Grade Corporate Bond Index ETF (CAD-Hedged)	Canada	Exchange-Traded Funds/Notes	76,647	7,483	7,986
VanEck Vectors J.P. Morgan EM Local Currency Bond ETF	United States	Exchange-Traded Funds/Notes	206,600	9,257	9,024
<b>Total exchange-traded funds/notes</b>				<b>43,797</b>	<b>43,098</b>
<b>MUTUAL FUNDS</b>					
Mackenzie International Dividend Fund Series R	Canada	Mutual Funds	558,714	5,603	6,958
Mackenzie Unconstrained Fixed Income Fund Series R	Canada	Mutual Funds	167,734	1,660	1,658
<b>Total mutual funds</b>				<b>7,263</b>	<b>8,616</b>
Transaction costs				(794)	–
<b>Total investments</b>				<b>1,214,163</b>	<b>1,385,793</b>
Derivative instruments (see schedule of derivative instruments)					404
Liability for options written (see schedule of options written)					(255)
Cash and cash equivalents					60,220
Other assets less liabilities					5,000
<b>Total net assets</b>					<b>1,451,162</b>

\* Related to Mackenzie. See Note 1.



**MACKENZIE**  
Investments

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SUMMARY OF INVESTMENT PORTFOLIO

September 30, 2019	
Portfolio Allocation	% of NAV
Equities	55.4
Bonds	37.9
<i>Bonds</i>	36.4
<i>Long futures</i>	1.4
<i>Short futures</i>	0.1
<i>Purchased options</i>	0.0
Exchange-traded funds/notes	3.0
Cash and short-term investments	2.7
Mutual funds	0.5
Other assets (liabilities)	0.4
Purchased currency options	0.0
Swaps	0.0
Written currency options	(0.0)

Regional Allocation	
	% of NAV
United States	49.6
Canada	8.9
Other	7.3
Germany	4.6
Other Europe	4.2
Switzerland	4.0
Japan	3.9
United Kingdom	3.5
France	2.8
Cash and short-term investments	2.7
Netherlands	2.0
China	1.6
Hong Kong	1.4
Mexico	1.2
Norway	1.0
Spain	0.9
Other assets (liabilities)	0.4

Sector Allocation	
	% of NAV
Foreign government bonds	21.9
Corporate bonds	10.4
Information technology	9.9
Financials	9.6
Health care	8.9
Consumer staples	7.9
Industrials	7.2
Consumer discretionary	4.8
Term loans	4.2
Materials	3.4
Exchange-traded funds/notes	3.0
Other	3.0
Cash and short-term investments	2.7
Energy	2.7
Other assets (liabilities)	0.4

March 31, 2019	
Portfolio Allocation	% of NAV
Equities	54.5
Bonds	38.9
<i>Bonds</i>	39.1
<i>Purchased options</i>	0.0
<i>Short futures</i>	(0.2)
Exchange-traded funds/notes	3.3
Cash and short-term investments	2.2
Mutual funds	0.6
Other assets (liabilities)	0.5
Purchased currency options	0.0
Swaps	(0.0)

Regional Allocation	
	% of NAV
United States	45.6
Canada	9.8
Other	9.4
United Kingdom	4.8
Japan	4.0
Switzerland	3.9
Germany	3.7
France	2.8
Denmark	2.2
Cash and short-term investments	2.2
Australia	2.0
Netherlands	1.9
China	1.8
Norway	1.5
Hong Kong	1.1
Ireland	1.0
Spain	0.9
Bermuda	0.9
Other assets (liabilities)	0.5

Sector Allocation	
	% of NAV
Foreign government bonds	20.2
Corporate bonds	11.0
Information technology	10.0
Consumer staples	9.5
Financials	8.9
Health care	8.5
Industrials	6.7
Term loans	4.8
Consumer discretionary	4.3
Other	4.2
Exchange-traded funds/notes	3.3
Materials	3.3
Energy	2.6
Cash and short-term investments	2.2
Other assets (liabilities)	0.5



**MACKENZIE**  
Investments

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SCHEDULE OF OPTIONS PURCHASED

As at September 30, 2019

Underlying Interest	Number of Contracts	Option Type	Expiration Date	Strike Price \$	Premium Paid (\$ 000s)	Fair Value (\$ 000s)
Currency Call Option EUR/NOK	42,170,000	Call	Dec. 13, 2019	NOK 9.70	186	137
iShares iBoxx \$ High Yield Corporate Bond ETF	1,144	Put	Jan. 17, 2020	USD 84.00	128	105
iShares iBoxx \$ High Yield Corporate Bond ETF	1,727	Put	Mar. 20, 2020	USD 85.00	423	331
Currency Call Option EUR/USD	48,500,000	Call	Apr. 16, 2020	USD 1.18	547	125
Currency Put Option USD/EUR	48,500,000	Put	Apr. 16, 2020	USD 1.08	191	475
<b>Total options</b>					<b>1,475</b>	<b>1,173</b>

## SCHEDULE OF OPTIONS WRITTEN

As at September 30, 2019

Underlying Interest	Number of Contracts	Option Type	Expiration Date	Strike Price \$	Premium Received (\$ 000s)	Fair Value (\$ 000s)
Currency Call Option EUR/NOK	(42,170,000)	Written Call	Dec. 13, 2019	NOK 9.50	(46)	(30)
Currency Call Option EUR/USD	(48,500,000)	Written Call	Apr. 16, 2020	USD 1.23	(170)	(25)
Currency Put Option USD/EUR	(48,500,000)	Written Put	Apr. 16, 2020	USD 1.05	(79)	(200)
<b>Total options</b>					<b>(295)</b>	<b>(255)</b>



**MACKENZIE**  
Investments

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SCHEDULE OF DERIVATIVE INSTRUMENTS

As at September 30, 2019

### Schedule of Swap Contracts

Counterparty Credit Rating	Counterparty	Number of Contracts	Maturity Date	Fund Pays Counterparty Return On	Counterparty Pays Fund Return On	Notional Value (\$ 000s)	Unrealized Gains (\$ 000s)
AA	Bank of Montreal	106,553	Nov. 13, 2019	Floating interest LIBOR (USD) 3 month rate plus 0.35%	Invesco Senior Loan ETF	3,195	1
AA	Bank of Montreal	17,452	Nov. 13, 2019	Floating interest LIBOR (USD) 3 month rate plus 0.35%	iShares 0-5 Year High Yield Corporate Bond ETF	1,067	7
AA	Bank of Montreal	39,224	Oct. 15, 2019	Floating interest LIBOR (USD) 3 month rate plus 0.38%	iShares J.P. Morgan USD Emerging Markets Bond ETF	5,800	21
Unrealized Gains						10,062	29
<b>Total swap contracts</b>						<b>10,062</b>	<b>29</b>

### Schedule of Futures Contracts

Number of Contracts	Type of Contract	Expiration Date	Average Rate of Contracts (\$)	Notional Value* (\$ 000s)	Unrealized Gains (Losses) (\$ 000s)
(26)	30 Year Euro-Buxl Futures December 2019	Dec. 6, 2019	222.74 EUR	(8,160)	197
(42)	Euro-Bund Futures December 2019	Dec. 6, 2019	175.19 EUR	(10,561)	27
(53)	Euro-OAT Futures December 2019	Dec. 6, 2019	170.64 EUR	(13,025)	25
(200)	Ultra United States Treasury Bond Futures December 2019	Dec. 19, 2019	195.20 USD	(50,801)	872
Unrealized Gains				(82,547)	1,121
125	5 Year United States Treasury Note Futures December 2019	Dec. 31, 2019	119.98 USD	19,713	(138)
Unrealized (Losses)				19,713	(138)
<b>Total futures contracts</b>				<b>(62,834)</b>	<b>983</b>

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

### Schedule of Forward Currency Contracts

Counterparty Credit Rating	Bought (\$ 000s)	Sold (\$ 000s)	Settlement Date	Contract Cost (\$ 000s)	Current Fair Value (\$ 000s)	Unrealized Gains (\$ 000s)
A	6,361 Australian dollar	(4,289) U.S. dollar	Oct. 3, 2019	5,677	5,685	8
A	4,089 Canadian dollar	(3,061) U.S. dollar	Oct. 3, 2019	(4,089)	(4,052)	37
A	2,629 U.S. dollar	(2,595) Swiss franc	Oct. 3, 2019	(3,480)	(3,443)	37
A	1 U.S. dollar	(1) Euro	Oct. 3, 2019	(1)	(1)	–
A	1 Euro	(1) U.S. dollar	Oct. 3, 2019	1	1	–
A	402 British pound	(484) U.S. dollar	Oct. 3, 2019	641	654	13
A	495 U.S. dollar	(402) British pound	Oct. 3, 2019	(655)	(655)	–
A	2,271 U.S. dollar	(245,400) Japanese yen	Oct. 3, 2019	(3,006)	(3,006)	–
A	5,860 U.S. dollar	(9,304) New Zealand dollar	Oct. 3, 2019	(7,756)	(7,715)	41
A	9,304 New Zealand dollar	(5,827) U.S. dollar	Oct. 3, 2019	7,713	7,714	1
A	18,610 Swedish krona	(1,890) U.S. dollar	Oct. 3, 2019	2,501	2,503	2
A	1,894 U.S. dollar	(18,610) Swedish krona	Oct. 3, 2019	(2,507)	(2,504)	3
A	6,650 Canadian dollar	(4,423) Euro	Oct. 4, 2019	(6,650)	(6,382)	268
A	5,327 Canadian dollar	(3,620) Euro	Oct. 4, 2019	(5,327)	(5,226)	101
A	5,277 Canadian dollar	(3,590) Euro	Oct. 4, 2019	(5,277)	(5,182)	95
A	128,230 Taiwanese dollar	(4,105) U.S. dollar	Oct. 9, 2019	5,433	5,471	38



**MACKENZIE**  
Investments

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SCHEDULE OF DERIVATIVE INSTRUMENTS (cont'd)

As at September 30, 2019

### Schedule of Forward Currency Contracts (cont'd)

Counterparty Credit Rating	Bought (\$ 000s)		Sold (\$ 000s)		Settlement Date	Contract Cost (\$ 000s)	Current Fair Value (\$ 000s)	Unrealized Gains (Losses) (\$ 000s)
A	32,280	Taiwanese dollar	(1,031)	U.S. dollar	Oct. 9, 2019	1,364	1,377	13
A	471	U.S. dollar	(14,540)	Taiwanese dollar	Oct. 9, 2019	(623)	(620)	3
A	1,204	U.S. dollar	(28,040)	Czech koruna	Oct. 10, 2019	(1,594)	(1,568)	26
A	2,662	U.S. dollar	(787,800)	Hungarian forint	Oct. 10, 2019	(3,523)	(3,397)	126
A	19,780,000	Indonesian rupiah	(1,380)	U.S. dollar	Oct. 10, 2019	1,827	1,843	16
A	18,610,000	Indonesian rupiah	(1,297)	U.S. dollar	Oct. 10, 2019	1,717	1,733	16
A	1,049	U.S. dollar	(14,820,000)	Indonesian rupiah	Oct. 10, 2019	(1,389)	(1,381)	8
A	99,400	Indian rupee	(1,383)	U.S. dollar	Oct. 10, 2019	1,830	1,860	30
A	14,700	Indian rupee	(203)	U.S. dollar	Oct. 10, 2019	269	275	6
A	1,578,000	South Korean won	(1,305)	U.S. dollar	Oct. 10, 2019	1,727	1,742	15
A	393,000	South Korean won	(324)	U.S. dollar	Oct. 10, 2019	429	434	5
A	20,840	Mexican peso	(1,034)	U.S. dollar	Oct. 10, 2019	1,368	1,396	28
A	712	U.S. dollar	(13,870)	Mexican peso	Oct. 10, 2019	(942)	(929)	13
A	7,300	Peruvian New Sol	(2,147)	U.S. dollar	Oct. 10, 2019	2,842	2,866	24
A	82,900	Philippine peso	(1,587)	U.S. dollar	Oct. 10, 2019	2,101	2,117	16
A	1,940	U.S. dollar	(7,640)	Polish Zloty	Oct. 10, 2019	(2,568)	(2,522)	46
A	66,200	Russian ruble	(987)	U.S. dollar	Oct. 10, 2019	1,307	1,349	42
A	7,140	Turkish lira	(1,243)	U.S. dollar	Oct. 10, 2019	1,645	1,668	23
A	12,230	South African rand	(791)	U.S. dollar	Oct. 10, 2019	1,047	1,067	20
A	1,148	U.S. dollar	(16,970)	South African rand	Oct. 10, 2019	(1,519)	(1,481)	38
AA	708	Canadian dollar	(478)	Euro	Oct. 25, 2019	(708)	(691)	17
AA	5,297	Canadian dollar	(3,590)	Euro	Oct. 25, 2019	(5,297)	(5,192)	105
AA	43,766	Canadian dollar	(32,882)	U.S. dollar	Oct. 25, 2019	(43,766)	(43,542)	224
A	18,769	Israeli shekel	(6,927)	Canadian dollar	Nov. 5, 2019	6,927	7,163	236
A	2,183	Australian dollar	(1,475)	U.S. dollar	Nov. 7, 2019	1,952	1,953	1
A	249	U.S. dollar	(248)	Swiss franc	Nov. 7, 2019	(330)	(330)	–
A	2,892	U.S. dollar	(311,800)	Japanese yen	Nov. 7, 2019	(3,828)	(3,828)	–
A	313	U.S. dollar	(2,840)	Norwegian krone	Nov. 7, 2019	(414)	(414)	–
A	1,741	U.S. dollar	(2,778)	New Zealand dollar	Nov. 7, 2019	(2,305)	(2,305)	–
A	202	U.S. dollar	(1,980)	Swedish krona	Nov. 7, 2019	(267)	(267)	–
A	44,047	Canadian dollar	(33,086)	U.S. dollar	Nov. 8, 2019	(44,047)	(43,810)	237
A	5,805	Canadian dollar	(85,490)	Mexican peso	Nov. 15, 2019	(5,805)	(5,690)	115
A	5,118	Canadian dollar	(34,435)	Norwegian krone	Nov. 15, 2019	(5,118)	(5,014)	104
A	26,899	Canadian dollar	(20,285)	U.S. dollar	Nov. 15, 2019	(26,899)	(26,858)	41
AA	24,825	Canadian dollar	(18,731)	U.S. dollar	Nov. 15, 2019	(24,825)	(24,800)	25
A	22,364	Canadian dollar	(16,880)	U.S. dollar	Nov. 22, 2019	(22,364)	(22,347)	17
A	18,819	Canadian dollar	(14,175)	U.S. dollar	Dec. 13, 2019	(18,819)	(18,758)	61
AA	25,376	Canadian dollar	(19,130)	U.S. dollar	Dec. 13, 2019	(25,376)	(25,315)	61
A	6,626	Canadian dollar	(5,000)	U.S. dollar	Jan. 10, 2020	(6,626)	(6,614)	12
A	13,161	Canadian dollar	(14,610)	Australian dollar	Jan. 15, 2020	(13,161)	(13,086)	75
A	5,645	Canadian dollar	(6,760)	New Zealand dollar	Jan. 15, 2020	(5,645)	(5,612)	33
AA	14,536	Canadian dollar	(217,315)	Mexican peso	Jan. 17, 2020	(14,536)	(14,316)	220
Unrealized Gains								2,742
A	4,292	U.S. dollar	(6,361)	Australian dollar	Oct. 3, 2019	(5,681)	(5,685)	(4)
A	3,088	U.S. dollar	(4,089)	Canadian dollar	Oct. 3, 2019	4,089	4,087	(2)



**MACKENZIE**  
Investments

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## SCHEDULE OF DERIVATIVE INSTRUMENTS (cont'd)

As at September 30, 2019

### Schedule of Forward Currency Contracts (cont'd)

Counterparty Credit Rating	Bought (\$ 000s)		Sold (\$ 000s)		Settlement Date	Contract Cost (\$ 000s)	Current Fair Value (\$ 000s)	Unrealized Gains (Losses) (\$ 000s)
A	2,595	Swiss franc	(2,603)	U.S. dollar	Oct. 3, 2019	3,445	3,443	(2)
A	245,400	Japanese yen	(2,316)	U.S. dollar	Oct. 3, 2019	3,065	3,006	(59)
A	2,230	U.S. dollar	(20,360)	Norwegian krone	Oct. 3, 2019	(2,951)	(2,964)	(13)
A	20,360	Norwegian krone	(2,240)	U.S. dollar	Oct. 3, 2019	2,965	2,963	(2)
A	10	Euro	(15)	Canadian dollar	Oct. 4, 2019	15	15	–
A	6,275	Euro	(9,363)	Canadian dollar	Oct. 4, 2019	9,363	9,058	(305)
A	5,290	Euro	(7,789)	Canadian dollar	Oct. 4, 2019	7,789	7,636	(153)
AA	13,073	Canadian dollar	(10,000)	U.S. dollar	Oct. 4, 2019	(13,073)	(13,237)	(164)
AA	6,538	Canadian dollar	(5,000)	U.S. dollar	Oct. 4, 2019	(6,538)	(6,618)	(80)
AA	17,951	Canadian dollar	(13,790)	U.S. dollar	Oct. 4, 2019	(17,951)	(18,253)	(302)
AA	10,446	Canadian dollar	(8,000)	U.S. dollar	Oct. 4, 2019	(10,446)	(10,589)	(143)
A	2,870	Canadian dollar	(2,170)	U.S. dollar	Oct. 4, 2019	(2,870)	(2,873)	(3)
A	3,665	Canadian dollar	(300,818)	Japanese yen	Oct. 9, 2019	(3,665)	(3,686)	(21)
A	2,170	Brazilian real	(529)	U.S. dollar	Oct. 10, 2019	700	691	(9)
A	2,720,000	Colombian Peso	(805)	U.S. dollar	Oct. 10, 2019	1,065	1,034	(31)
A	2,490	Czech koruna	(107)	U.S. dollar	Oct. 10, 2019	141	139	(2)
A	25,550	Czech koruna	(1,092)	U.S. dollar	Oct. 10, 2019	1,445	1,430	(15)
A	57,800	Hungarian forint	(194)	U.S. dollar	Oct. 10, 2019	257	249	(8)
A	730,000	Hungarian forint	(2,424)	U.S. dollar	Oct. 10, 2019	3,208	3,148	(60)
A	1,079	U.S. dollar	(77,400)	Indian rupee	Oct. 10, 2019	(1,428)	(1,448)	(20)
A	665,000	South Korean won	(561)	U.S. dollar	Oct. 10, 2019	742	734	(8)
A	1,035	U.S. dollar	(20,840)	Mexican peso	Oct. 10, 2019	(1,370)	(1,395)	(25)
A	2,151	U.S. dollar	(7,300)	Peruvian New Sol	Oct. 10, 2019	(2,847)	(2,866)	(19)
A	9,000	Peruvian New Sol	(2,690)	U.S. dollar	Oct. 10, 2019	3,560	3,533	(27)
A	7,640	Polish Zloty	(1,930)	U.S. dollar	Oct. 10, 2019	2,554	2,522	(32)
A	990	U.S. dollar	(66,200)	Russian ruble	Oct. 10, 2019	(1,310)	(1,350)	(40)
A	75,490	Thai baht	(2,468)	U.S. dollar	Oct. 10, 2019	3,266	3,266	–
A	20,160	Thai baht	(661)	U.S. dollar	Oct. 10, 2019	875	872	(3)
A	873	U.S. dollar	(5,190)	Turkish lira	Oct. 10, 2019	(1,156)	(1,212)	(56)
A	329	U.S. dollar	(1,950)	Turkish lira	Oct. 10, 2019	(436)	(455)	(19)
A	18,296	Canadian dollar	(13,950)	U.S. dollar	Oct. 11, 2019	(18,296)	(18,468)	(172)
A	34,265	Canadian dollar	(26,307)	U.S. dollar	Oct. 11, 2019	(34,265)	(34,827)	(562)
A	2,870	Canadian dollar	(2,170)	U.S. dollar	Oct. 11, 2019	(2,870)	(2,873)	(3)
AA	17,946	Canadian dollar	(13,790)	U.S. dollar	Oct. 25, 2019	(17,946)	(18,260)	(314)
A	32,916	Canadian dollar	(25,020)	U.S. dollar	Nov. 1, 2019	(32,916)	(33,133)	(217)
A	6,838	Canadian dollar	(18,769)	Israeli shekel	Nov. 5, 2019	(6,838)	(7,164)	(326)
A	5,180	Canadian dollar	(3,914)	U.S. dollar	Nov. 7, 2019	(5,178)	(5,180)	(2)
A	1,165	U.S. dollar	(1,066)	Euro	Nov. 7, 2019	(1,542)	(1,542)	–
A	1,984	British pound	(2,444)	U.S. dollar	Nov. 7, 2019	3,235	3,233	(2)
A	15,900	U.S. dollar	(21,176)	Canadian dollar	Nov. 8, 2019	21,176	21,053	(123)
AA	1,529	Canadian dollar	(938)	British pound	Dec. 11, 2019	(1,529)	(1,531)	(2)

Unrealized (Losses)

(3,350)

Total forward currency contracts

(608)

Total derivative instruments at fair value

404



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

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

### 2. Basis of Preparation and Presentation

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

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

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

### 3. Significant Accounting Policies

#### (a) Financial instruments

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

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

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

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

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



## NOTES TO FINANCIAL STATEMENTS

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

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

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

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

#### (b) Fair value measurement

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

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

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

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

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

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

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

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

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

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



## NOTES TO FINANCIAL STATEMENTS

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

(c) Income recognition

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

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

(d) Commissions and other portfolio transaction costs

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

(e) Securities lending, repurchase and reverse repurchase transactions

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

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

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

(f) Offsetting

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

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

(g) Foreign currency

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

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

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

(h) Net assets attributable to securityholders per security

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

(i) Net asset value per security

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

## NOTES TO FINANCIAL STATEMENTS

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

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

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

(k) Mergers

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

### 4. Critical Accounting Estimates and Judgments

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

#### Use of Estimates

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

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

#### Use of Judgments

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

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

##### *Functional currency*

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

##### *Structured entities and associates*

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

### 5. Income Taxes

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

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

## NOTES TO FINANCIAL STATEMENTS

### 6. Management Fees and Operating Expenses

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

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

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

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

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

### 7. Fund's Capital

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

### 8. Financial Instruments Risk

#### i. Risk exposure and management

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

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

#### ii. Liquidity risk

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

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

#### iii. Currency risk

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

## NOTES TO FINANCIAL STATEMENTS

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

#### iv. Interest rate risk

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

#### v. Other price risk

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

#### vi. Credit risk

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

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

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

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

#### vii. Underlying funds

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

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

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

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

Date of Formation      September 29, 2006

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, Series T5 and Series T8 securities are offered to retail investors investing a minimum of \$500 (\$5,000 for Series T5 and Series T8). Investors in Series A and Series T5 securities also want to receive a monthly cash flow of 5% per year. And investors in Series T8 securities want to receive a monthly cash flow of 8% per year.

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

Series D securities are offered to retail investors investing a minimum of \$500 through a discount brokerage or other account approved by Mackenzie. Investors in Series D securities also want to receive a monthly cash flow of 5% per year.

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 F and Series F8 securities also want to receive a monthly cash flow of 5% or 8% per year, respectively.

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. Investors in Series FB securities also want to receive a monthly cash flow of 5% per year.

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

Series PW, Series PWT5 and Series PWT8 securities are offered through our Private Wealth Solutions to certain high net worth investors who invest a minimum of \$100,000. Investors in Series PW and Series PWT5 securities also want to receive a monthly cash flow of 5% per year. Investors in Series PWT8 securities 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. Investors in Series PWFB securities also want to receive a monthly cash flow of 5% per year.

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

Series PWX and Series PWX8 securities are offered through our Private Wealth Solutions to certain high net worth investors who invest a minimum of \$100,000. Investors are required to negotiate their advisor service fee, which cannot exceed 1.50%, with their financial advisor. Investors in Series PWX and Series PWX8 securities also want to receive a monthly cash flow of 5% or 8% per year, respectively.

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 B and Series OJ securities were created specifically for the purpose of implementing mergers affecting the Fund and are not available for sale.

Series I securities are no longer available for sale.

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

Series 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.

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

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

#### (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	March 31, 2008	1.85%	0.24%	14.56	14.58
Series AR	November 19, 2014	1.85%	0.27%	12.48	12.27
Series B	November 24, 2006	1.85%	0.24%	20.48	20.13
Series D	March 19, 2014	1.10%	0.16%	15.37	15.33
Series F	October 23, 2006	0.70% <sup>(3)</sup>	0.15% <sup>(6)</sup>	13.82	13.75
Series F8	June 1, 2018	0.70%	0.15%	14.39	14.53
Series FB	October 26, 2015	0.85%	0.24%	10.71	10.67
Series G	November 25, 2016	1.35%	0.24%	11.06	10.87
Series I	November 24, 2006	1.25%	0.24%	13.29	13.06
Series OJ	November 25, 2016	1.70%	0.20%	11.11	10.92
Series O	November 24, 2006	— <sup>(1)</sup>	—*	15.03	14.90
Series O5 <sup>(10)</sup>	January 12, 2016	— <sup>(1)</sup>	—*	14.98	14.85
Series PW	October 30, 2013	1.70% <sup>(4)</sup>	0.15%	12.29	12.29
Series PWF	None issued <sup>(7)</sup>	0.80%	0.15%	—	—
Series PWF8	None issued <sup>(8)</sup>	0.80%	0.15%	—	—
Series PWFB	April 3, 2017	0.70% <sup>(5)</sup>	0.15%	9.96	9.91
Series PWR	April 1, 2019	1.70%	0.15%	10.15	—
Series PWT5	April 3, 2017	1.70% <sup>(4)</sup>	0.15%	14.33	14.33
Series PWT8	December 16, 2013	1.70% <sup>(4)</sup>	0.15%	13.06	13.25
Series PWX	June 30, 2014	— <sup>(2)</sup>	— <sup>(2)</sup>	15.95	15.81
Series PWX8	February 10, 2015	— <sup>(2)</sup>	— <sup>(2)</sup>	13.33	13.40
Series S	October 31, 2017 <sup>(9)</sup>	— <sup>(1)</sup>	0.025%	10.32	10.14
Series T5	October 23, 2006	1.85%	0.24%	12.29	12.30
Series T8	October 24, 2018	1.85%	0.24%	15.30	15.53

\* 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 0.85%.

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

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

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

(7) The series' original start date was May 14, 2014. All securities in the series were consolidated into Series F on June 1, 2018.

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

(9) The series' original start date was November 25, 2016. All securities in the series were redeemed on October 24, 2017. The series was reinstated at a price of \$10.00 per security on October 31, 2017.

(10) Before January 1, 2019, Series O5 securities were known as Series O6.

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

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

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

As at September 30, 2019, Mackenzie and Related Insurance Companies had an investment of \$766 and \$1 (March 31, 2019 – \$784 and \$1), respectively, in the Fund.

#### (c) Loss Carryforwards

As at the last taxation year-end, the Fund has capital losses of \$17,663 which may be carried forward indefinitely to reduce future realized capital gains. There were no non-capital losses available to carry forward for tax purposes.

#### (d) Securities Lending

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

	September 30, 2019	March 31, 2019
	(\$)	(\$)
Value of securities loaned	27,712	31,891
Value of collateral received	29,231	34,444

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	177	100.0	54	100.0
Tax withheld	–	–	(1)	(1.9)
Payments to Securities Lending Agent	(44)	(24.9)	(13)	(24.1)
Securities lending income	133	75.1	40	74.0

#### (e) Commissions

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

	(\$)
September 30, 2019	47
September 30, 2018	19

#### (f) Investments Pledged as Collateral

At September 30, 2019, investments in Canada Treasury Bills with a fair value of \$Nil (March 31, 2019 – \$269) have been pledged as collateral against swap contacts.



# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

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

#### (g) Unfunded credit agreements

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

	Total Unfunded Commitment Amount (US\$)	Total Number of Commitments	Range of Unfunded Commitment Amounts (US\$)	Range of Commitment Fee Rates (%)	Range of Commitment Period End Date
September 30, 2019	780	1	780	1.000	March 4, 2020
March 31, 2019	–	–	–	–	–

#### (h) Fund Merger

At a meeting held on July 25, 2019, investors in Mackenzie U.S. Strategic Income Fund (the “Terminating Fund”) approved the merger of the Terminating Fund into the Fund. The merger was effective after the close of business on August 16, 2019. The merger was effected by transferring the net assets of the Terminating Fund in exchange for the securities of the Fund at fair market value. Series A, Series AR, Series D, Series F, Series F8, Series FB, Series O, Series PW, Series PWFB, Series PWR, Series PWT8, Series PWX, Series PWX8 and Series T8 of the Terminating Fund were issued 34 Series A securities, 4 Series AR securities, 0.1 Series D securities, 13 Series F securities, 0.1 Series F8 securities, 0.1 Series FB securities, 0.1 Series O securities, 26 Series PW securities, 0.1 Series PWFB securities, 4 Series PWR securities, 0.1 Series PWT8 securities, 0.1 Series PWX securities, 0.1 Series PWX8 securities and 2 Series T8 securities of the Fund in exchange for net assets of \$1,137, which was the fair value on August 16, 2019. The merger has been accounted for as an acquisition of the Terminating Fund.

Following the merger, the Terminating Fund was terminated. Mackenzie paid the expenses incurred to effect the merger.

#### (i) 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	1,602	(553)	–	1,049
Unrealized losses on derivative contracts	(1,556)	553	1,448	445
Liability for options written	–	–	–	–
Total	46	–	1,448	1,494

  

	March 31, 2019			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	344	(184)	–	160
Unrealized losses on derivative contracts	(3,504)	184	5,449	2,129
Liability for options written	–	–	–	–
Total	(3,160)	–	5,449	2,289



**MACKENZIE**  
Investments



# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

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

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

##### *i. Risk exposure and management*

The Fund seeks long-term capital growth and income by investing primarily in fixed income and/or income-oriented equities issued anywhere in the world. Depending on economic conditions and relative valuations by the Fund's portfolio managers, the Fund will generally invest 30% to 70% of its assets in each of equity and fixed income securities, but may invest up to 100% of its assets in either asset class.

##### *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	776,875	46,825	(363,376)	460,324
Euro	167,193	(164)	(7,295)	159,734
Swiss franc	58,415	–	(330)	58,085
Japanese yen	61,014	11	(7,514)	53,511
British pound	32,233	264	1,701	34,198
Hong Kong dollar	29,223	113	–	29,336
Taiwanese dollar	8,374	–	6,228	14,602
Brazilian real	12,528	–	691	13,219
Danish krone	12,190	–	–	12,190
Russian ruble	11,084	–	(1)	11,083
Swedish krona	10,913	4	(268)	10,649
Chinese yuan	7,689	1,385	–	9,074
Norwegian krone	12,062	–	(5,429)	6,633
South African rand	4,642	–	(414)	4,228
Thai baht	–	–	4,138	4,138
Peruvian nuevo sol	–	–	3,533	3,533
South Korean won	–	–	2,910	2,910
Indonesian rupiah	–	–	2,195	2,195
Philippine peso	–	–	2,117	2,117
Australian dollar	12,958	(55)	(11,133)	1,770
Columbian peso	–	–	1,034	1,034
Indian rupee	–	–	687	687
Czech koruna	–	–	1	1
Turkish lira	–	–	1	1
Israeli shekel	–	–	(1)	(1)
Mexican peso	20,459	–	(20,934)	(475)
New Zealand dollar	5,578	–	(7,918)	(2,340)
Total	1,243,430	48,383	(399,377)	892,436
% of Net Assets	85.7	3.3	(27.5)	61.5



**MACKENZIE**  
Investments

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

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

(j) 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	710,222	17,319	(326,968)	400,573
Euro	157,988	399	28,679	187,066
Japanese yen	61,205	779	297	62,281
British pound	49,789	–	(58)	49,731
Swiss franc	54,714	–	(5,071)	49,643
Hong Kong dollar	25,586	(332)	–	25,254
Danish krone	30,768	–	(18,123)	12,645
New Zealand dollar	6,174	–	5,486	11,660
Chinese yuan	9,301	108	–	9,409
Brazilian real	8,974	–	–	8,974
South African rand	7,331	–	–	7,331
Taiwanese dollar	6,880	–	1	6,881
Russian ruble	6,590	–	–	6,590
Swedish krona	12,671	–	(7,123)	5,548
Norwegian krone	11,440	(8)	(6,910)	4,522
Hungarian forint	–	–	2,841	2,841
Polish zloty	–	–	1,968	1,968
Australian dollar	28,046	–	(26,795)	1,251
Mexican peso	19,369	–	(18,635)	734
Singapore dollar	–	–	(1)	(1)
South Korean won	–	–	(21,451)	(21,451)
Israeli shekel	6,898	–	(6,979)	(81)
Turkish lira	–	–	(1,015)	(1,015)
Indian rupee	4,203	–	(5,725)	(1,522)
Chilean peso	–	–	(1,943)	(1,943)
Columbian peso	–	–	(3,190)	(3,190)
Indonesian rupiah	–	–	(4,216)	(4,216)
Peruvian nuevo sol	–	–	(7,266)	(7,266)
Total	1,218,149	18,265	(422,197)	814,217
% of Net Assets	86.7	1.3	(30.0)	58.0

\* 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 \$44,622 or 3.1% of total net assets (March 31, 2019 – \$41,783 or 3.0%). In practice, the actual trading results may differ and the difference could be material.



**MACKENZIE**  
Investments

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

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

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

##### iii. Interest rate risk

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

Term to Maturity	September 30, 2019 (\$)		March 31, 2019 (\$)	
	Bonds	Derivative Instruments	Bonds	Derivative Instruments
Less than 1 year	32,444	(52,772)	38,733	(107,662)
1-5 years	138,183	–	174,072	–
5-10 years	264,555	–	247,112	–
Greater than 10 years	92,707	–	89,489	–
Total	527,889	(52,772)	549,406	(107,662)

As at September 30, 2019, had prevailing interest rates increased or decreased by 1%, assuming a parallel shift in the yield curve, with all other variables held constant, net assets would have decreased or increased, by approximately \$24,015 or 1.7% of total net assets (March 31, 2019 – \$12,225 or 0.9%). Similarly, had prevailing interest rates decreased by 1%, with all other variables held constant, net assets would have increased by approximately \$24,156 or 1.7% (March 31, 2019 – \$19,766 or 1.4%) of total net assets. In practice, the actual trading results may differ and the difference could be material.

##### iv. Other price risk

The Fund's most significant exposure to price risk arises from its investment in equity securities, exchange-traded funds/notes 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 \$85,673 or 5.9% of total net assets (March 31, 2019 – \$82,112 or 5.8%). In practice, the actual trading results may differ and the difference could be material.

##### v. Credit risk

The Fund's greatest concentration of credit risk is in debt securities, such as bonds. The fair value of debt securities includes consideration of the creditworthiness of the debt issuer. The maximum exposure to any one debt issuer as at September 30, 2019, was 1.3% of the net assets of the Fund (March 31, 2019 – 10.4%).

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

Bond Rating*	September 30, 2019	March 31, 2019
	% of Net Assets	% of Net Assets
AAA	1.4	6.6
AA	15.3	12.6
A	6.5	6.2
BBB	5.0	5.5
Less than BBB	8.0	7.4
Unrated	0.2	0.8
Total	36.4	39.1

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

# MACKENZIE GLOBAL STRATEGIC INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2019

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

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

#### (k) Fair Value Classification

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

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

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

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

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

	September 30, 2019				March 31, 2019			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Bonds	317	527,572	–	527,889	–	549,406	–	549,406
Equities	800,665	4,352	–	805,017	766,752	–	–	766,752
Options	–	1,173	–	1,173	155	389	–	544
Exchange-traded funds/notes	43,098	–	–	43,098	46,025	–	–	46,025
Mutual funds	8,616	–	–	8,616	8,342	–	–	8,342
Derivative assets	1,121	2,771	–	3,892	–	1,693	–	1,693
Derivative liabilities	(138)	(3,605)	–	(3,743)	(2,983)	(4,107)	–	(7,090)
Short-term investments	–	57,396	–	57,396	–	29,291	–	29,291
Total	853,679	589,659	–	1,443,338	818,291	576,672	–	1,394,963

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).

For the period ended September 30, 2019, equity positions with a fair value of \$4,352 (March 31, 2019 – \$Nil) were transferred from Level 1 to Level 2 as a result of changes in the inputs used for valuation.

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

#### (l) Comparative Amounts

Certain prior period comparative amounts have been reclassified to conform to the current period's presentation.



**MACKENZIE**  
Investments