

## ***Interim Management Report of Fund Performance***

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

*This Interim Management Report of Fund Performance contains financial highlights but does not contain either the interim financial report or annual financial statements of the investment fund. You may obtain a copy of the interim financial report or annual financial statements, 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).*

*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. For more information, please refer to the Fund's Simplified Prospectus, Annual Information Form and Fund Facts, which may also be obtained, at no cost, using any of the methods outlined above.*

*For the Fund's current net asset values per security and for more recent information on general market events, please visit our website.*

### **A NOTE ON FORWARD-LOOKING STATEMENTS**

*This report may contain forward-looking statements that reflect our current expectations or forecasts of future events. Forward-looking statements include statements that are predictive in nature, depend upon or refer to future events or conditions, or include words such as "expects", "anticipates", "intends", "plans", "believes", "estimates", "preliminary", "typical" and other similar expressions. In addition, these statements may relate to future corporate actions, future financial performance of a fund or a security and their future investment strategies and prospects. Forward-looking statements are inherently subject to, among other things, risks, uncertainties and assumptions that could cause actual events, results, performance or prospects to differ materially from those expressed in, or implied by, these forward-looking statements. These risks, uncertainties and assumptions include, without limitation, general economic, political and market factors in North America and internationally, interest and foreign exchange rates, the volatility of global equity and capital markets, business competition, technological change, changes in government regulations, changes in securities laws and regulations, changes in tax laws, unexpected judicial or regulatory proceedings, catastrophic events and the ability of Mackenzie to attract or retain key employees. The foregoing list of important risks, uncertainties and assumptions is not exhaustive. Please consider these and other factors carefully and do not place undue reliance on forward-looking statements.*

*The forward-looking information contained in this report is current only as of the date of this report. There should not be an expectation that such information will in all circumstances be updated, supplemented or revised whether as a result of new information, changing circumstances, future events or otherwise.*



# MACKENZIE MULTI-STRATEGY ABSOLUTE RETURN FUND

INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE | For the Period Ended September 30, 2019

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## Management Discussion of Fund Performance

November 12, 2019

This Management Discussion of Fund Performance presents the portfolio management team's view on the significant factors and developments during the period ended September 30, 2019, that have affected the Fund's performance and outlook. If the Fund was established during the period, "period" represents the period from inception to the end of the fiscal period. For information on the Fund's longer-term performance, as applicable, please refer to the *Past Performance* section of the report. In this report, "Mackenzie" refers to Mackenzie Financial Corporation, the manager of the Fund. In addition, net asset value ("NAV") refers to the value of the Fund as calculated for transaction purposes, on which the discussion of Fund performance is based.

### Results of Operations

#### Investment Performance

The performance of the Fund's Series A securities is discussed below. The performance of all series is shown in the *Past Performance* section of the report. Where series returns differ, it is primarily because different levels of fees and expenses were charged to each series, or because securities of a series were not issued and outstanding for the entire reporting period. Please refer to the *Fund Formation and Series Information* section of this report for the varying management and administration fees payable by each series.

During the period, the Fund's Series A securities returned 0.8% (after deducting fees and expenses paid by the series). This compares with the FTSE Canada 91-Day T-Bill Index return of 0.8%. All index and series returns are calculated on a total return basis in Canadian dollar terms. Investors cannot invest in an index without incurring fees, expenses and commissions, which are not reflected in the index returns.

While most developed global equity markets posted positive returns over the period, some faced significant challenges from slowing global growth, trade tensions and geopolitical strains such as the potential withdrawal of the United Kingdom from the European Union. However, these same challenges benefited developed global bond markets, which posted strong returns. Yield curves flattened, and even inverted, as central banks in many developed countries lowered interest rates or debated policies to support economic growth. In emerging markets, bond performance varied greatly, and currencies depreciated relative to the Canadian dollar. High-yield bond markets performed well, driven by higher-quality bonds with longer duration.

The Fund performed in line with the index. The Fund's modest overall long exposure to equity markets contributed to performance. Tactical exposure to government and corporate bonds in the credit momentum portion of the portfolio also contributed. In addition, global macro strategies as a whole, including currency alpha, commodity alpha, global tactical asset allocation and managed futures, contributed.

Conversely, stock selection in the long/short equity component of the Fund detracted from performance.

Over the period, portfolio activity and market effect resulted in increased net exposure to fixed income and decreased net exposure to commodities. Net exposure to the United Kingdom increased, while net exposure to Japan and Canada decreased. At the sector level, net exposure to corporate bonds and foreign government bonds increased, while net exposure to federal bonds decreased.

#### Leverage

Leverage occurs when the Fund borrows money or securities, or uses derivatives, to generate investment exposure that would otherwise not be possible. The Fund's leverage is measured by calculating its aggregate exposure through the sum of the following: (i) the market value of short holdings; (ii) the amount of cash borrowed for investment purposes; and (iii) the notional value of the Fund's derivatives positions, excluding any derivatives used for hedging purposes.

During the period, the Fund's aggregate exposure ranged from 108.0% to 121.0% of the Fund's NAV. The low end of the range occurred in June, when the credit momentum sleeve reduced its exposure to high-yield bonds, emerging market bonds, term loans and government bonds. The high end of the range was reached in September, when the Fund increased its positions in S&P 500 futures and 10-year U.S. Treasury futures. Despite positioning changes in the portfolio, the range of aggregate exposure for the fund was narrow over this period. The sources of leverage were physical short positions in equity and corporate fixed income securities, and positions in derivatives. Including the notional value of derivatives used for hedging, the low and high amounts above would be 260.1% and 294.3%.

#### Net Assets

The Fund's NAV declined by 3.5% to \$271.6 million at September 30, 2019, from \$281.5 million at March 31, 2019. This change was composed primarily of \$5.7 million in net income (including dividend and interest income) from investment performance, after deducting fees and expenses, and \$15.6 million in net redemptions.

See *Other Related Party Transactions* for the percentage of the Fund's NAV owned by related parties. As a result of these investments, the Fund is subject to large transaction risk as discussed in the Prospectus. Mackenzie manages this risk to reduce the possibility of any adverse effect on the Fund or on its investors.

#### Fees and Expenses

The annualized management expense ratio ("MER") for Series A of 2.84% during the period ended September 30, 2019, was slightly lower than the annualized MER of 2.88% for the period ended March 31, 2019. The MERs (before and after waivers or absorptions, if any) for all series are presented in the *Financial Highlights* section of this report. The MER for Series PW decreased due to a decrease in fund costs and the Fund's decreased investment in third party ETFs.



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# MACKENZIE MULTI-STRATEGY ABSOLUTE RETURN FUND

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## Recent Developments

On July 19, 2019, Nelson Arruda of the Mackenzie Multi-Asset Strategies team assumed responsibility from Alain Bergeron as lead portfolio manager of the Fund.

For much of the period, markets focused on the U.S.–China trade war and the negative impacts on global growth. In the United States, growth has slowed largely due to weaker trade and manufacturing. However, the Multi-Asset Strategies team believes domestically focused sectors such as personal consumption and housing may help the U.S. economy avoid recession.

Internationally, many economies that are more heavily dependent on global trade, such as Germany, have suffered from the trade disruptions. Major central banks around the globe, including the U.S. Federal Reserve and the European Central Bank, have initiated or are maintaining ultra-easy monetary policy, with lower to negative interest rates and large-scale asset purchases. The team believes such measures may remain in place until growth significantly re-accelerates.

## Related Party Transactions

The following arrangements result in fees paid by the Fund to Mackenzie or to companies affiliated with the Fund.

## Management and Administration Services

For each applicable series, the Fund paid management fees and administration fees to Mackenzie at the annual rates specified under *Fund Formation and Series Information* in this report and as more fully described in the Prospectus. In return for the administration fees, Mackenzie pays all costs and expenses (other than certain specified fund costs) required to operate the Fund that are not included in management fees. See also *Management Fees*.

## Other Related Party Transactions

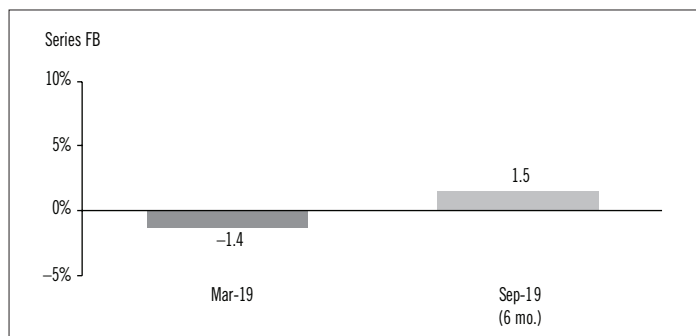
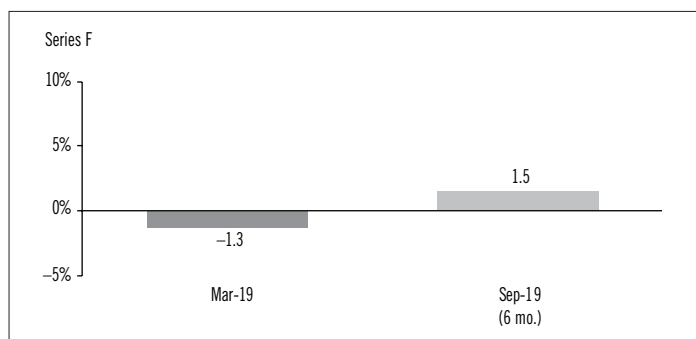
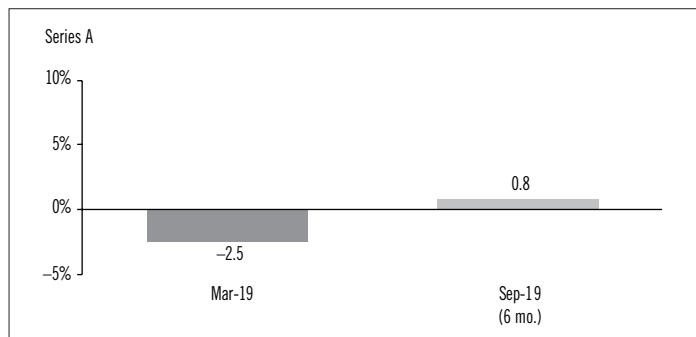
Investment funds managed by Mackenzie invest in Series R securities of the Fund on a prospectus-exempt basis in accordance with the investment objectives of those funds. At September 30, 2019, funds managed by Mackenzie owned 72.5% of the Fund's NAV. All related party transactions are based on the NAV per security on each transaction day.

At September 30, 2019, Mackenzie had an investment of \$7,000 in the Fund (less than 0.1% of the Fund's NAV).

The Fund did not rely on an approval, positive recommendation or standing instruction from the Mackenzie Funds' Independent Review Committee with respect to any related party transactions.

## Past Performance

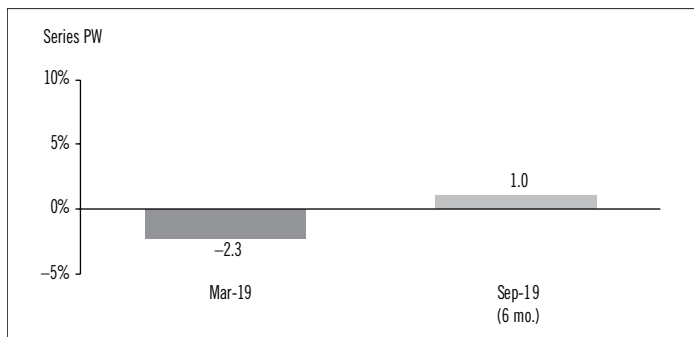
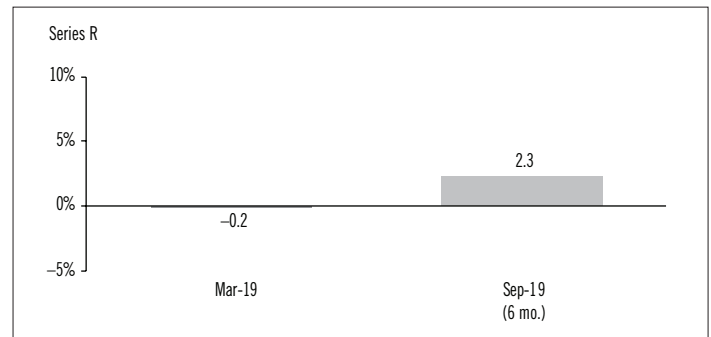
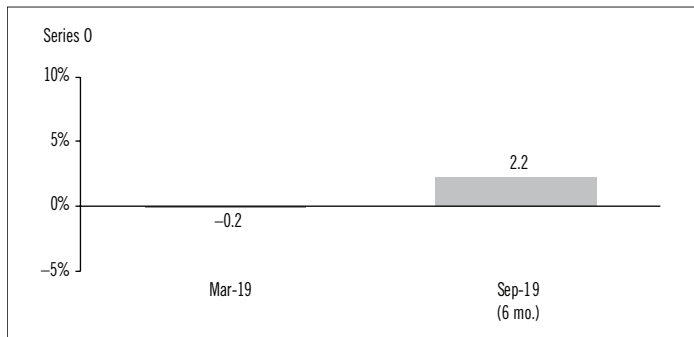
The following bar charts present the performance of each series of the Fund for each of the fiscal periods shown. The charts show, in percentage terms, how much an investment made on the first day of each fiscal period, or on the series inception or reinstatement date, as applicable, would have increased or decreased by the last day of the fiscal period presented. Series inception or reinstatement dates can be found under *Fund Formation and Series Information*.



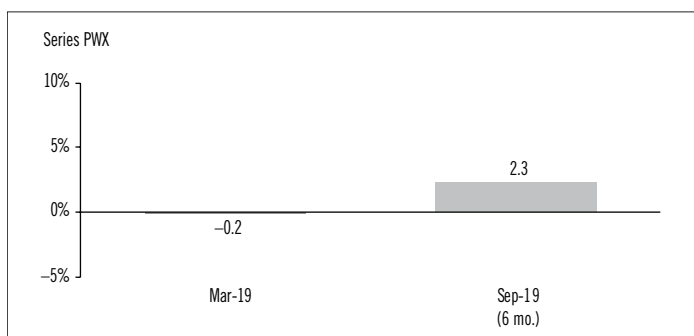
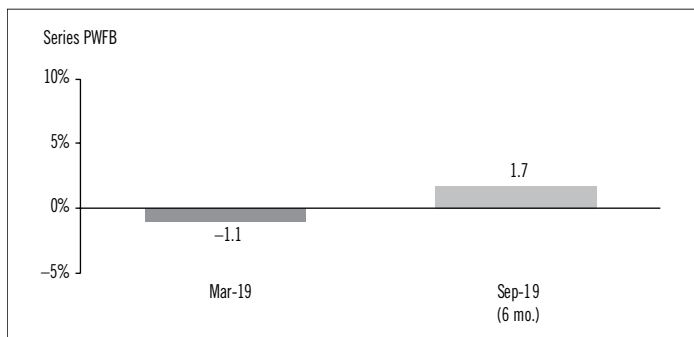
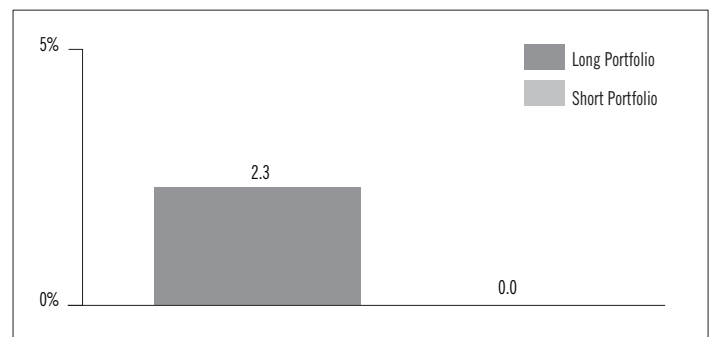
# MACKENZIE MULTI-STRATEGY ABSOLUTE RETURN FUND

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The following bar chart presents the performance of the Fund's long and short portfolio positions for the period ended September 30, 2019, before deducting fees and expenses and before the effect of other assets (liabilities).



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## Summary of Investment Portfolio at September 30, 2019

### Effective Portfolio Allocation % of NAV

	Long	Short	Net
Bonds	69.3	(15.7)	53.6
<i>Bonds</i>	45.1	(1.9)	43.2
<i>Futures*</i>	24.2	(13.8)	10.4
Other assets (liabilities)	3.4	18.5	21.9
Equities	41.6	(28.3)	13.3
<i>Futures**</i>	14.1	(1.3)	12.8
<i>Equities</i>	27.5	(27.0)	0.5
Cash and short-term investments <sup>†</sup>	9.7	–	9.7
Commodities futures <sup>††</sup>	4.8	(3.5)	1.3
Swaps <sup>§</sup>	0.2	–	0.2

### Effective Regional Allocation % of NAV

	Long	Short	Net
United States	41.0	(15.0)	26.0
Other assets (liabilities)	3.4	18.5	21.9
Germany	12.2	–	12.2
Cash and short-term investments <sup>†</sup>	9.7	–	9.7
Switzerland	8.5	(0.4)	8.1
Japan	9.9	(2.5)	7.4
South Korea	6.3	–	6.3
Canada	7.9	(3.0)	4.9
United Kingdom	6.5	(2.2)	4.3
Australia	4.2	(1.4)	2.8
Netherlands	1.9	(0.3)	1.6
France	2.2	(0.9)	1.3
Chile	0.7	–	0.7
Finland	0.6	–	0.6
British Virgin Islands	0.6	–	0.6
Sweden	0.7	(0.2)	0.5
Other	12.7	(21.6)	(8.9)

### Effective Sector Allocation % of NAV

	Long	Short	Net
Corporate bonds	30.8	(1.9)	28.9
Foreign government bonds	36.6	(13.4)	23.2
Other assets (liabilities)	3.4	18.5	21.9
Other equities futures	14.1	(1.3)	12.8
Cash and short-term investments <sup>†</sup>	9.7	–	9.7
Other commodities futures	4.9	(3.4)	1.5
Energy	1.5	(0.9)	0.6
Utilities	1.7	(1.2)	0.5
Communication services	3.0	(2.5)	0.5
Financials	2.5	(2.1)	0.4
Federal bonds	0.2	0.0	0.2
Consumer staples	2.4	(2.2)	0.2
Information technology	4.9	(4.8)	0.1
Industrials	2.9	(2.9)	–
Other	7.7	(7.8)	(0.1)
Materials	1.8	(2.0)	(0.2)
Real estate	0.9	(1.1)	(0.2)

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

### Effective Net Currency Exposure % of NAV

	% of NAV
Canadian dollar	100.1
Swedish krona	3.9
Australian dollar	3.2
Indian rupee	3.0
Brazilian real	2.8
South African rand	2.8
Other	2.6
Israeli shekel	(2.9)
South Korean won	(3.3)
Japanese yen	(3.4)
U.S. dollar	(4.2)
Euro	(4.6)

### Bonds by Credit Rating<sup>§§</sup> % of NAV

	% of NAV
AA	11.5
A	10.6
BBB	2.3
Less than BBB	(0.5)
Unrated	3.5

<sup>†</sup> A portion of the Fund's effective cash allocation is invested in Series R securities of a money market fund managed by Mackenzie.

<sup>§</sup> Notional principal values represent 3.0% of NAV for currency swaps, 21.9% of NAV for interest rate swaps and 46.6% of NAV for total return swaps.

<sup>§§</sup> Credit ratings and rating categories are based on ratings issued by a designated rating organization. This table includes only bonds held directly by the Fund.

All additional notes follow the Summary of Investment Portfolio.



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## Summary of Investment Portfolio at September 30, 2019 (cont'd)

### Top 25 Long Holdings

Issuer/Underlying Fund	% of NAV
Cash and short-term investments	44.7
Mackenzie Canadian Money Market Fund Series R	12.7
The Korea Development Bank 0.23% 09-03-2021	4.5
Mackenzie US TIPS Index ETF (CAD-Hedged)	2.6
SPDR Bloomberg Barclays High Yield Bond ETF	2.6
Lloyds Bank PLC 0.46% 06-19-2020	2.3
iShares iBoxx \$ Investment Grade Corporate Bond ETF	1.9
iShares TIPS Bond ETF	1.8
Nomura Holdings Inc. 2.10% 11-27-2019	1.8
Bank of America Corp. F/R 03-05-2020	1.6
Export-Import Bank of Korea 1.93% 02-24-2020	1.5
Royal Bank of Canada 4.63% 01-17-2020	1.5
Australia and New Zealand Banking Group Ltd. 0.34% 07-24-2020	1.4
Mackenzie US Investment Grade Corporate Bond Index ETF (CAD-Hedged)	1.3
Mackenzie US High Yield Bond Index ETF (CAD-Hedged)	1.3
Nara Prefecture 0.10% 11-30-2020	1.0
Westpac Banking Corp. 0.30% 01-22-2021	0.9
Tokyo Metropolitan Government 1.33% 12-20-2019	0.9
Cooperatieve Rabobank UA 0.38% 05-22-2020	0.9
BPCE SA F/R 04-24-2020	0.8
Chiba Prefecture 0.92% 10-23-2020	0.7
Banco de Chile 3.08% 11-05-2019	0.7
IFC Development (Corporate Treasury) Ltd. 3.40% 03-26-2020	0.6
The Goldman Sachs Group Inc. 5.20% 12-17-2019	0.6
Cooperatieve Rabobank UA 1.80% 02-18-2020	0.5
<b>Top long positions as a percentage of total net asset value</b>	<b>91.1</b>

For the prospectus and other information about the underlying fund(s) held in the portfolio, visit [www.mackenzieinvestments.com](http://www.mackenzieinvestments.com) or [www.sedar.com](http://www.sedar.com).

### Top 25 Short Holdings

Issuer	% of NAV
The Stars Group Inc.	(0.3)
Freeport-McMoRan Inc. 4.55% 11-14-2024 Callable 2024	(0.3)
Energizer Holdings Inc. 6.38% 07-15-2026 Callable 2021	(0.3)
FLEX LNG Ltd.	(0.2)
Tritax Big Box REIT PLC	(0.2)
GoDaddy Inc.	(0.2)
Zillow Group Inc.	(0.2)
Pure Storage Inc.	(0.2)
TherapeuticsMD Inc.	(0.2)
Nine Entertainment Co. Holdings Ltd.	(0.2)
Stericycle Inc.	(0.2)
Liberty Media Corp.	(0.2)
American Axle & Manufacturing Inc. 6.50% 04-01-2027 Callable 2022	(0.2)
FMG Resources (August 2006) Pty. Ltd. 5.13% 05-15-2024 Callable 2024	(0.2)
Uniper SE	(0.2)
Saab AB	(0.2)
Optex Co. Ltd.	(0.2)
Hyve Group PLC	(0.2)
Boralex Inc.	(0.2)
Bellamy's Australia Ltd.	(0.2)
Nordic Semiconductor ASA	(0.2)
Cabot Microelectronics Corp.	(0.2)
Liberty Broadband Corp.	(0.2)
Compagnie Generale des Etablissements Michelin 2.50% 09-03-2038 Callable 2038	(0.2)
Fevertree Drinks PLC	(0.2)
<b>Top short positions as a percentage of total net asset value</b>	<b>(5.3)</b>

The investments and percentages may have changed since September 30, 2019, due to the ongoing portfolio transactions of the Fund. Quarterly updates of holdings are available within 60 days of the end of each quarter except for March 31, the Fund's fiscal year-end, when they are available within 90 days.



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## Summary of Investment Portfolio at September 30, 2019 (cont'd)

<i>Notional Principal Values</i>	<i>% of NAV</i>	<i>Notional Principal Values</i>	<i>% of NAV</i>
<b>* Bonds – Long futures</b>	<b>24.3</b>	<b>†† Commodities – Long futures</b>	<b>4.9</b>
Euro-Bund Futures	12.2	Gold 100-Oz. Futures	1.9
Long Swiss Confederation Bond Futures	8.5	Wheat Futures	1.2
U.S. Treasury Note 10-Year Futures	2.2	Crude Oil Brent Futures	0.6
Long Gilt Futures	0.8	Natural Gas Futures	0.4
10-Year Commonwealth Treasury Bond Futures	0.6	Soybean Oil Futures	0.3
<b>Bonds – Short futures</b>	<b>(13.8)</b>	Silver Futures	0.2
90-Day Eurodollar Futures	(12.1)	LME Zinc Futures	0.2
Canadian 10-Year Bond Futures	(1.3)	Cotton No. 2 Futures	0.1
Bank Accept Futures	(0.4)	LME Aluminum Futures	0.0
<b>** Equities – Long futures</b>	<b>14.1</b>	<b>Commodities – Short futures</b>	<b>(3.4)</b>
S&P 500 E-mini Futures	6.7	Corn Futures	(1.1)
Euro STOXX 50 Futures	2.6	Soybean Futures	(0.7)
Mini MSCI Emerging Markets Index Futures	1.0	RBOB Gasoline Futures	(0.6)
FTSE 100 Index Futures	1.0	Low Sulphur Gasoil Futures	(0.3)
HSCEI Futures	0.6	ULSD NY Harbor Futures	(0.2)
SPI 200 Futures	0.5	Sugar No. 11 Futures	(0.2)
S&P/TSX 60 Index Futures	0.4	Crude Oil WTI Futures	(0.1)
FTSE MIB Futures	0.4	Soybean Meal Futures	(0.1)
Yen-Denominated Nikkei 225 Futures	0.3	KC HRW Wheat Futures	(0.1)
IBEX 35 Index Futures	0.2		
FTSE China A50 Index Futures	0.2		
OMXS30 Index Futures	0.1		
Hang Seng Index Futures	0.1		
CAC40 Index Future	0.0		
<b>Equities – Short futures</b>	<b>(1.3)</b>		
FTSE/JSE Top 40 Futures	(0.5)		
Swiss Market Index Futures	(0.4)		
MEX BOLSA Futures	(0.3)		
Russell 2000 Index Mini Futures	(0.1)		



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## Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for each of the fiscal periods presented below. If during the period a fund or series was established or reinstated, "period" represents the period from inception or reinstatement to the end of that fiscal period. Series inception or reinstatement dates can be found under *Fund Formation and Series Information*.

### THE FUND'S NET ASSETS PER SECURITY (\$)¹

Series A	Sep. 30 2019	Mar. 31 2019
<b>Net assets, beginning of period</b>	<b>9.75</b>	<b>10.00</b>
<b>Increase (decrease) from operations:</b>		
Total revenue	0.11	0.18
Total expenses	(0.19)	(0.32)
Realized gains (losses) for the period	0.17	0.06
Unrealized gains (losses) for the period	–	0.04
<b>Total increase (decrease) from operations²</b>	<b>0.09</b>	<b>(0.04)</b>
<b>Distributions:</b>		
From net investment income (excluding dividends)	–	–
From dividends	–	–
From capital gains	–	–
Return of capital	–	–
<b>Total annual distributions³</b>	<b>–</b>	<b>–</b>
<b>Net assets, end of period</b>	<b>9.83</b>	<b>9.75</b>

Series F	Sep. 30 2019	Mar. 31 2019
<b>Net assets, beginning of period</b>	<b>9.86</b>	<b>10.00</b>
<b>Increase (decrease) from operations:</b>		
Total revenue	0.11	0.18
Total expenses	(0.12)	(0.21)
Realized gains (losses) for the period	0.16	(0.02)
Unrealized gains (losses) for the period	–	0.04
<b>Total increase (decrease) from operations²</b>	<b>0.15</b>	<b>(0.01)</b>
<b>Distributions:</b>		
From net investment income (excluding dividends)	–	–
From dividends	–	–
From capital gains	–	–
Return of capital	–	–
<b>Total annual distributions³</b>	<b>–</b>	<b>–</b>
<b>Net assets, end of period</b>	<b>10.01</b>	<b>9.86</b>

Series FB	Sep. 30 2019	Mar. 31 2019
<b>Net assets, beginning of period</b>	<b>9.86</b>	<b>10.00</b>
<b>Increase (decrease) from operations:</b>		
Total revenue	0.11	0.22
Total expenses	(0.12)	(0.23)
Realized gains (losses) for the period	0.16	(0.18)
Unrealized gains (losses) for the period	–	0.05
<b>Total increase (decrease) from operations²</b>	<b>0.15</b>	<b>(0.14)</b>
<b>Distributions:</b>		
From net investment income (excluding dividends)	–	–
From dividends	–	–
From capital gains	–	–
Return of capital	–	–
<b>Total annual distributions³</b>	<b>–</b>	<b>–</b>
<b>Net assets, end of period</b>	<b>10.00</b>	<b>9.86</b>

Series O	Sep. 30 2019	Mar. 31 2019
<b>Net assets, beginning of period</b>	<b>9.97</b>	<b>10.00</b>
<b>Increase (decrease) from operations:</b>		
Total revenue	0.11	0.18
Total expenses	(0.05)	(0.09)
Realized gains (losses) for the period	0.16	0.54
Unrealized gains (losses) for the period	–	0.04
<b>Total increase (decrease) from operations²</b>	<b>0.22</b>	<b>0.67</b>
<b>Distributions:</b>		
From net investment income (excluding dividends)	–	(0.01)
From dividends	–	–
From capital gains	–	–
Return of capital	–	–
<b>Total annual distributions³</b>	<b>–</b>	<b>(0.01)</b>
<b>Net assets, end of period</b>	<b>10.20</b>	<b>9.97</b>

- (1) These calculations are prescribed by securities regulations and are not intended to be a reconciliation between opening and closing net assets per security. This information is derived from the Fund's unaudited interim financial statements and audited annual financial statements. The net assets per security presented in the financial statements may differ from the net asset value per security calculated for fund pricing purposes. An explanation of these differences can be found in the *Notes to Financial Statements*.
- (2) Net assets and distributions are based on the actual number of securities outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of securities outstanding over the fiscal period.
- (3) Distributions were paid in cash/reinvested in additional securities of the Fund, or both.



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# MACKENZIE MULTI-STRATEGY ABSOLUTE RETURN FUND

INTERIM MANAGEMENT REPORT OF FUND PERFORMANCE | For the Period Ended September 30, 2019

ALTERNATIVE FUND

## THE FUND'S NET ASSETS PER SECURITY (\$)¹ (cont'd)

Series PW	Sep. 30 2019	Mar. 31 2019
<b>Net assets, beginning of period</b>	<b>9.78</b>	<b>10.00</b>
<b>Increase (decrease) from operations:</b>		
Total revenue	0.11	0.19
Total expenses	(0.17)	(0.30)
Realized gains (losses) for the period	0.15	(0.00)
Unrealized gains (losses) for the period	–	0.05
<b>Total increase (decrease) from operations²</b>	<b>0.09</b>	<b>(0.06)</b>
<b>Distributions:</b>		
From net investment income (excluding dividends)	–	–
From dividends	–	–
From capital gains	–	–
Return of capital	–	–
<b>Total annual distributions³</b>	<b>–</b>	<b>–</b>
<b>Net assets, end of period</b>	<b>9.87</b>	<b>9.78</b>

Series PWFB	Sep. 30 2019	Mar. 31 2019
<b>Net assets, beginning of period</b>	<b>9.89</b>	<b>10.00</b>
<b>Increase (decrease) from operations:</b>		
Total revenue	0.11	0.35
Total expenses	(0.10)	(0.28)
Realized gains (losses) for the period	0.16	(0.04)
Unrealized gains (losses) for the period	–	0.09
<b>Total increase (decrease) from operations²</b>	<b>0.17</b>	<b>0.12</b>
<b>Distributions:</b>		
From net investment income (excluding dividends)	–	–
From dividends	–	–
From capital gains	–	–
Return of capital	–	–
<b>Total annual distributions³</b>	<b>–</b>	<b>–</b>
<b>Net assets, end of period</b>	<b>10.05</b>	<b>9.89</b>

Series PWX	Sep. 30 2019	Mar. 31 2019
<b>Net assets, beginning of period</b>	<b>9.97</b>	<b>10.00</b>
<b>Increase (decrease) from operations:</b>		
Total revenue	0.11	0.19
Total expenses	(0.05)	(0.09)
Realized gains (losses) for the period	0.16	0.39
Unrealized gains (losses) for the period	–	0.05
<b>Total increase (decrease) from operations²</b>	<b>0.22</b>	<b>0.54</b>
<b>Distributions:</b>		
From net investment income (excluding dividends)	–	(0.01)
From dividends	–	–
From capital gains	–	–
Return of capital	–	–
<b>Total annual distributions³</b>	<b>–</b>	<b>(0.01)</b>
<b>Net assets, end of period</b>	<b>10.20</b>	<b>9.97</b>

Series R	Sep. 30 2019	Mar. 31 2019
<b>Net assets, beginning of period</b>	<b>9.89</b>	<b>10.00</b>
<b>Increase (decrease) from operations:</b>		
Total revenue	0.11	0.23
Total expenses	(0.05)	(0.11)
Realized gains (losses) for the period	0.17	(0.24)
Unrealized gains (losses) for the period	–	0.06
<b>Total increase (decrease) from operations²</b>	<b>0.23</b>	<b>(0.06)</b>
<b>Distributions:</b>		
From net investment income (excluding dividends)	–	(0.01)
From dividends	–	–
From capital gains	–	–
Return of capital	–	–
<b>Total annual distributions³</b>	<b>–</b>	<b>(0.01)</b>
<b>Net assets, end of period</b>	<b>10.11</b>	<b>9.89</b>



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ALTERNATIVE FUND

## RATIOS AND SUPPLEMENTAL DATA

	Sep. 30 2019	Mar. 31 2019
<b>Series A</b>		
Total net asset value (\$000) <sup>1</sup>	6,669	3,903
Securities outstanding (000) <sup>1</sup>	678	400
Management expense ratio (%) <sup>2</sup>	2.84	2.88
Management expense ratio before waivers or absorptions (%) <sup>2</sup>	2.86	2.89
Trading expense ratio (%) <sup>3</sup>	0.91	0.56
Portfolio turnover rate (%) <sup>4</sup>	168.65	n/a
Net asset value per security (\$)	9.83	9.75

	Sep. 30 2019	Mar. 31 2019
<b>Series F</b>		
Total net asset value (\$000) <sup>1</sup>	61,560	46,353
Securities outstanding (000) <sup>1</sup>	6,149	4,700
Management expense ratio (%) <sup>2</sup>	1.48	1.51
Management expense ratio before waivers or absorptions (%) <sup>2</sup>	1.49	1.51
Trading expense ratio (%) <sup>3</sup>	0.91	0.56
Portfolio turnover rate (%) <sup>4</sup>	168.65	n/a
Net asset value per security (\$)	10.01	9.86

	Sep. 30 2019	Mar. 31 2019
<b>Series FB</b>		
Total net asset value (\$000) <sup>1</sup>	1	1
Securities outstanding (000) <sup>1</sup>	–	–
Management expense ratio (%) <sup>2</sup>	1.76	1.79
Management expense ratio before waivers or absorptions (%) <sup>2</sup>	1.78	1.80
Trading expense ratio (%) <sup>3</sup>	0.91	0.56
Portfolio turnover rate (%) <sup>4</sup>	168.65	n/a
Net asset value per security (\$)	10.00	9.86

	Sep. 30 2019	Mar. 31 2019
<b>Series O</b>		
Total net asset value (\$000) <sup>1</sup>	170	602
Securities outstanding (000) <sup>1</sup>	17	60
Management expense ratio (%) <sup>2</sup>	0.03	0.06
Management expense ratio before waivers or absorptions (%) <sup>2</sup>	0.05	0.07
Trading expense ratio (%) <sup>3</sup>	0.91	0.56
Portfolio turnover rate (%) <sup>4</sup>	168.65	n/a
Net asset value per security (\$)	10.20	9.97

	Sep. 30 2019	Mar. 31 2019
<b>Series PW</b>		
Total net asset value (\$000) <sup>1</sup>	6,363	3,433
Securities outstanding (000) <sup>1</sup>	645	351
Management expense ratio (%) <sup>2</sup>	2.56	2.61
Management expense ratio before waivers or absorptions (%) <sup>2</sup>	2.58	2.61
Trading expense ratio (%) <sup>3</sup>	0.91	0.56
Portfolio turnover rate (%) <sup>4</sup>	168.65	n/a
Net asset value per security (\$)	9.87	9.77

	Sep. 30 2019	Mar. 31 2019
<b>Series PWFB</b>		
Total net asset value (\$000) <sup>1</sup>	1	1
Securities outstanding (000) <sup>1</sup>	–	–
Management expense ratio (%) <sup>2</sup>	1.50	1.53
Management expense ratio before waivers or absorptions (%) <sup>2</sup>	1.52	1.54
Trading expense ratio (%) <sup>3</sup>	0.91	0.56
Portfolio turnover rate (%) <sup>4</sup>	168.65	n/a
Net asset value per security (\$)	10.05	9.89

	Sep. 30 2019	Mar. 31 2019
<b>Series PWX</b>		
Total net asset value (\$000) <sup>1</sup>	16	16
Securities outstanding (000) <sup>1</sup>	2	2
Management expense ratio (%) <sup>2</sup>	0.03	0.06
Management expense ratio before waivers or absorptions (%) <sup>2</sup>	0.05	0.07
Trading expense ratio (%) <sup>3</sup>	0.91	0.56
Portfolio turnover rate (%) <sup>4</sup>	168.65	n/a
Net asset value per security (\$)	10.20	9.97

- (1) This information is provided as at the end of the fiscal period shown.
- (2) Management expense ratio is based on total expenses (excluding commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period. If in the period a series was established or reinstated, the management expense ratio is annualized from the date of inception or reinstatement. Mackenzie may waive or absorb operating expenses at its discretion and stop waiving or absorbing such expenses at any time without notice.
- (3) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period.
- (4) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. The higher a fund's portfolio turnover rate in a period, the greater the trading costs payable by the fund in the period, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund. The portfolio turnover rate is not provided when the Fund is less than one year old. The value of any trades to realign the Fund's portfolio after a fund merger, if any, is excluded from the portfolio turnover rate.



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## RATIOS AND SUPPLEMENTAL DATA (cont'd)

Series R	Sep. 30 2019	Mar. 31 2019
Total net asset value (\$000) <sup>1</sup>	196,815	227,183
Securities outstanding (000) <sup>1</sup>	19,458	22,966
Management expense ratio (%) <sup>2</sup>	0.03	0.06
Management expense ratio before waivers or absorptions (%) <sup>2</sup>	0.05	0.07
Trading expense ratio (%) <sup>3</sup>	0.91	0.56
Portfolio turnover rate (%) <sup>4</sup>	168.65	n/a
Net asset value per security (\$)	10.11	9.89

## Management Fees

The management fee for each applicable series is calculated and accrued daily as a percentage of its NAV. The Fund's management fees were used by Mackenzie to pay for the costs of managing the investment portfolio of the Fund and/or the underlying fund(s), as applicable, including providing investment analysis and recommendations, making investment decisions, making brokerage arrangements for the purchase and sale of the investment portfolio, and providing other services. Mackenzie also used the management fees to fund sales commissions, trailing commissions and any other compensation (collectively "distribution-related payments") to registered dealers and brokers whose clients invest in the Fund.

The following dealers affiliated with Mackenzie may be entitled to distribution-related payments from Mackenzie on the same basis as unrelated registered brokers and dealers: IPC Securities Corporation, Investors Group Securities Inc., IPC Investment Corporation and Investors Group Financial Services Inc.

Mackenzie used approximately 43% of the total management fee revenues received from all Mackenzie funds during the period to fund distribution-related payments to registered dealers and brokers. In comparison, such distribution-related payments for the Fund represented on average 11% of the management fees paid by all applicable series of the Fund during the period. The actual percentage for each series may be higher or lower than the average depending on the level of trailing commissions and sales commissions paid for that series.



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## Fund Formation and Series Information

The Fund may have undergone a number of changes, such as a reorganization or a change in manager, mandate or name. A history of the major changes affecting the Fund in the last 10 years can be found in the Fund's Annual Information Form.

Date of Formation April 27, 2018

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 *Financial Highlights*.

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

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

Series F securities are offered to retail investors who are enrolled in a dealer-sponsored fee-for-service or wrap program, who are subject to an asset-based fee rather than commissions on each transaction and who invest at least \$500; they are also available to employees of Mackenzie and its subsidiaries, and directors of Mackenzie.

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

Series O securities are offered only to investors investing a minimum of \$500,000 who are enrolled in Mackenzie Portfolio Architecture Service or Open Architecture Service; certain institutional investors; investors in a qualified group plan, and certain qualifying employees of Mackenzie and its subsidiaries.

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

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

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

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

Each series is available for purchase under the sales charge purchase option. The charges under the sales charge purchase option are negotiated by investors with their dealers. For further details on this purchase option, please refer to the Fund's Simplified Prospectus and Fund Facts.

Series	Inception/ Reinstatement Date	Management Fees	Administration Fees	Net Asset Value per Security (\$)	
				Sep. 30, 2019	Mar. 31, 2019
Series A	May 23, 2018	2.25%	0.28%	9.83	9.75
Series F	May 23, 2018	1.15%	0.15%	10.01	9.86
Series FB	May 23, 2018	1.25%	0.28%	10.00	9.86
Series O	May 23, 2018	— <sup>(1)</sup>	— *	10.20	9.97
Series PW	May 23, 2018	2.15%	0.15%	9.87	9.77
Series PWFB	May 23, 2018	1.15%	0.15%	10.05	9.89
Series PWX	May 23, 2018	— <sup>(2)</sup>	— <sup>(2)</sup>	10.20	9.97
Series R	May 23, 2018	— *	— *	10.11	9.89

\* 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.