

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.

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.



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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 0.5% (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.

Developed global sovereign bond markets rallied strongly over the period, with longer-term bonds providing the biggest gains. Yield curves flattened, and even inverted, as many developed market central banks lowered interest rates or discussed ways to support their economies. The U.S. bond market significantly outperformed Canada's as the U.S. Federal Reserve lowered the federal funds rate twice. High-yield bond markets performed well, led by higher-quality bonds.

Leveraged loans posted positive returns but largely underperformed high-yield bonds in response to the prospect of lower interest rates and persistent outflows from loan retail funds. Loan credit spreads (the margin by which a loan's interest rate, which fluctuates according to its market price, exceeds the floating reference rate) slightly widened.

The Fund underperformed the index, with short positions in high-yield bonds detracting from performance. Short futures, held to manage credit risk and duration, also detracted.

Conversely, the Fund's long positions in investment grade bonds and inflation-linked bonds contributed to performance. Long and short total return swaps, which exchange payments based on the returns of underlying fixed income exchange-traded funds for payments at a set rate, also contributed.

The Fund actively manages its foreign currency exposure, which detracted from performance.

Over the period, portfolio activity and market effect resulted in increased net exposure to the United Kingdom and Canada. At the sector level, net exposure to corporate 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.

The leverage of the Fund results from the combined impact of each of its strategies: leveraged investment grade credit, long/short credit and credit momentum. The leveraged investment grade credit strategy uses leverage to increase exposure when the portfolio management team sees positive credit fundamentals, attractive valuations and acceptable market risk sentiment. The long/short credit strategy takes short positions in corporate bonds based on company-specific factors and general credit risk sentiment. The credit momentum strategy uses primarily derivatives such as swaps and futures to implement Mackenzie's proprietary quantitative investment models.

During the period, the Fund's aggregate exposure ranged from 39.4% to 59.8% of the Fund's NAV. The low end of the range occurred in June while the high end of the range was reached in May. The primary sources of leverage were physical short positions in fixed income securities, forward currency contracts and swaps. The temporary rise in the Fund's leverage in May 2019 was attributable to the decision to tactically invest in US dollar put options, based on the portfolio management team's expectation of weakness in the US dollar given the U.S. Federal Reserve's stance towards interest rates. Including the notional value of derivatives used for hedging, the low and high amounts above would be 58.3% and 108.4%.

Net Assets

The Fund's NAV declined by 2.8% to \$47.2 million at September 30, 2019, from \$48.6 million at March 31, 2019. This change was composed primarily of \$0.7 million in net income (including interest income) from investment performance, after deducting fees and expenses, and \$2.0 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.



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Fees and Expenses

The annualized management expense ratio (“MER”) for Series A of 1.85% during the period ended September 30, 2019, was lower than the annualized MER of 1.99% for the period ended March 31, 2019, due to a decrease in fund costs. 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 FB increased due to an increase in fund costs.

Recent Developments

At period-end, central banks in most developed countries were pursuing accommodative monetary policy and expressing tolerance for inflation rates above targeted levels. In the portfolio management team’s view, the Federal Reserve would prefer to keep the federal funds rate at current levels unless U.S.–China trade negotiations do not progress smoothly. Overall, the team expects economic activity to improve as lower yields provide some stimulus. The team believes the European Central Bank and the Bank of Japan will keep monetary conditions accommodative because confidence in their economies is faltering. The team believes both regions may benefit from relief in trade tensions.

Although recession risks in the United States are rising, the labour market remains historically tight, consumer spending is strong and credit is ample. The team remains focused on capital preservation given the late stage in the economic cycle, ongoing trade disputes and geopolitical uncertainties, such as political issues in the United States and the United Kingdom’s potential withdrawal from the European Union.

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

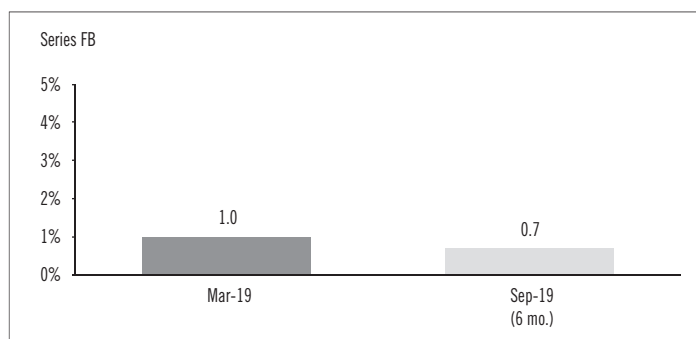
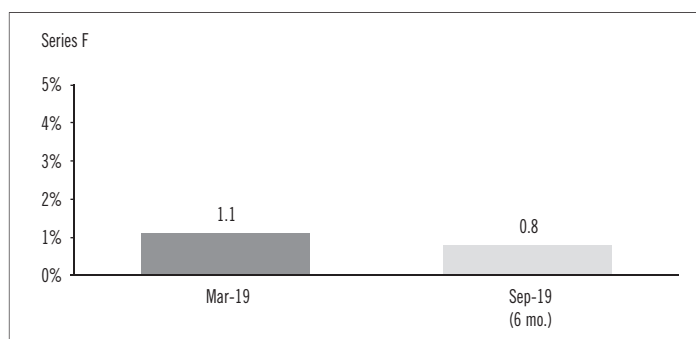
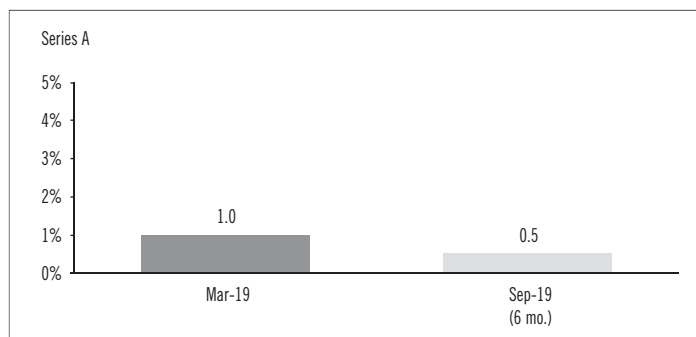
Investment funds managed by Mackenzie invest in Series R securities of the Fund on a prospectus-exempt basis in accordance with the investment objectives of those funds. At September 30, 2019, funds managed by Mackenzie owned 98.9% of the Fund’s NAV. All related party transactions are based on the NAV per security on each transaction day.

At September 30, 2019, Mackenzie had an investment of \$7,143 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

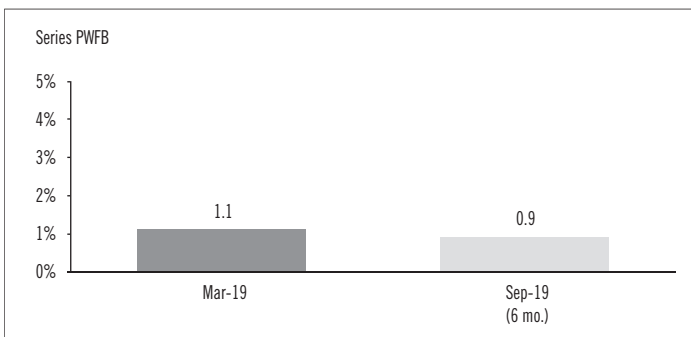
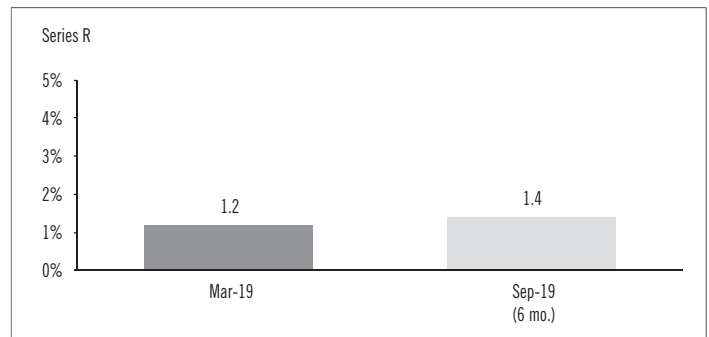
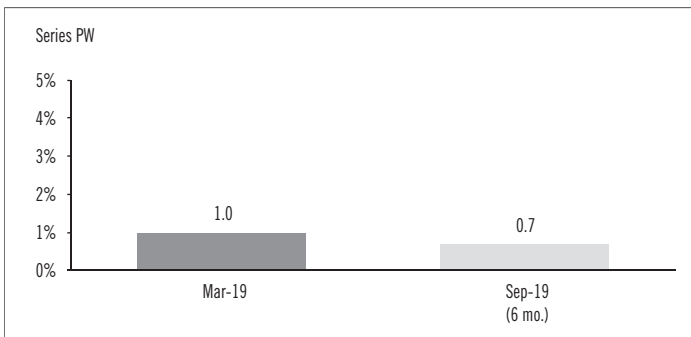
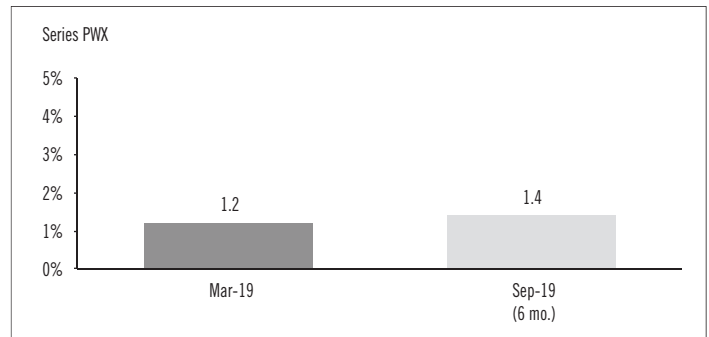
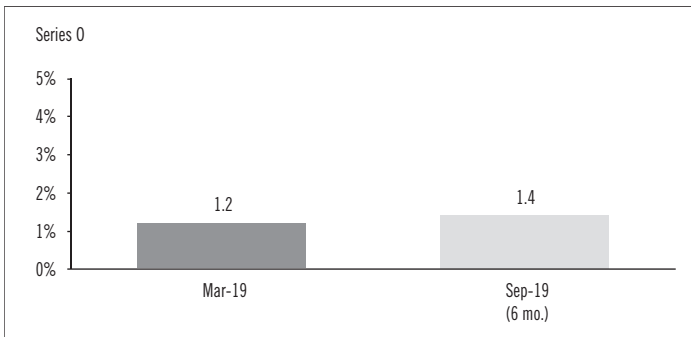
The following bar charts present the performance of each series of the Fund for each of the fiscal periods shown. The charts show, in percentage terms, how much an investment made on the first day of each fiscal period, or on the series inception or reinstatement date, as applicable, would have increased 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*.



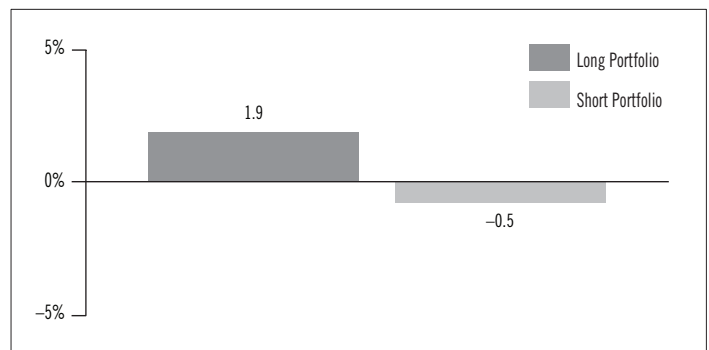
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The following bar chart presents the performance of the Fund's long and short portfolio positions for the period ended September 30, 2019, before deducting fees and expenses and before the effect of other assets (liabilities).



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Summary of Investment Portfolio at September 30, 2019

Portfolio Allocation

	% of NAV		
	Long	Short	Net
Bonds	96.4	(22.5)	73.9
<i>Bonds</i>	90.1	(3.6)	86.5
<i>Futures*</i>	6.3	(18.9)	(12.6)
Other assets (liabilities)	1.6	19.0	20.6
Cash and short-term investments	5.2	—	5.2
Swaps**	0.3	—	0.3

Regional Allocation

	% of NAV		
	Long	Short	Net
Canada	75.6	(18.3)	57.3
Other assets (liabilities)	1.6	19.0	20.6
United States	10.3	(3.2)	7.1
Cash and short-term investments	5.2	—	5.2
Germany	3.2	—	3.2
Switzerland	3.2	—	3.2
Belgium	1.8	—	1.8
United Kingdom	1.3	—	1.3
Zambia	0.6	—	0.6
Luxembourg	0.5	—	0.5
Other	0.2	0.1	0.3
Australia	—	(0.3)	(0.3)
France	—	(0.8)	(0.8)

Sector Allocation

	% of NAV		
	Long	Short	Net
Corporate bonds	87.8	(3.6)	84.2
Other assets (liabilities)	1.6	19.0	20.6
Foreign government bonds	6.5	(0.7)	5.8
Cash and short-term investments	5.2	—	5.2
Other	0.2	0.1	0.3
Federal bonds	2.2	(18.3)	(16.1)

Net Currency Exposure

	% of NAV
Canadian dollar	100.4
British pound	0.6
Other	0.6
Taiwanese dollar	0.4
Australian dollar	0.4
New Zealand dollar	(0.5)
Japanese yen	(0.8)
U.S. dollar	(1.1)

Bond by Credit Rating[†]

	% of NAV
AAA	3.7
AA	13.4
A	28.5
BBB	41.7
Less than BBB	(0.8)

[†] Credit ratings and rating categories are based on ratings issued by a designated rating organization.

For all additional notes, see the end of the Summary of Investment Portfolio.

Top 25 Long Holdings

Issuer	% of NAV
Cash and short-term investments	11.6
AT&T Inc. 4.00% 11-25-2025 Callable 2025	2.3
Emera Inc. 2.90% 06-16-2023	2.3
Greater Toronto Airports Authority 1.51% 02-16-2021	2.3
Shaw Communications Inc. 4.35% 01-31-2024 Callable	2.3
Bank of America Corp. F/R 09-20-2025 Callable 2024	2.3
McDonald's Corp. 3.13% 03-04-2025 Callable 2025	2.3
Capital Power Corp. 4.28% 09-18-2024 Callable 2024	2.3
Algonquin Power & Utilities Corp. 4.65% 02-15-2022	2.3
Sysco Canada Inc. 3.65% 04-25-2025 Callable 2025	2.3
AltaLink LP 2.98% 11-28-2022	2.3
Canadian National Railway Co. 2.75% 02-18-2021 Callable 2021	2.3
Hydro One Inc. 2.57% 06-25-2021	2.3
Alimentation Couche-Tard Inc. 3.899% 11-01-2022 Callable	2.3
Canadian Natural Resources Ltd. 2.89% 08-14-2020 Callable	2.3
TransCanada Pipelines Ltd. 3.65% 11-15-2021	2.2
OMERS Realty Corp. 3.20% 07-24-2020	2.2
Choice Properties LP 3.60% 09-20-2022 Callable	2.2
Suncor Energy Inc. 3.10% 11-26-2021 Callable 2021	2.2
Inter Pipeline Ltd. 4.967% 02-02-2021 Callable	2.2
Brookfield Infrastructure Finance ULC 3.54% 10-30-2020	2.2
PSP Capital Inc. 3.03% 10-22-2020	2.2
Enbridge Gas Distribution Inc. 4.04% 11-23-2020	2.2
Pembina Pipeline Corp. 4.89% 03-29-2021 Callable	2.2
Bell Canada 2.00% 10-01-2021	2.2

Top long positions as a percentage of total net asset value

65.8



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

Top 25 Short Holdings

Issuer	% of NAV
Compagnie Generale des Etablissements Michelin 2.50% 09-03-2038 Callable 2038	(0.8)
Freeport-McMoRan Inc. 4.55% 11-14-2024 Callable 2024	(0.6)
Energizer Holdings Inc. 6.38% 07-15-2026 Callable 2021	(0.5)
American Axle & Manufacturing Inc. 6.50% 04-01-2027 Callable 2022	(0.3)
FMG Resources (August 2006) Pty. Ltd. 5.13% 05-15-2024 Callable 2024	(0.3)
Carvana Co. 8.88% 10-01-2023	(0.2)
Seagate Hdd Cayman 4.75% 01-01-2025	(0.2)
Springleaf Finance Corp. 6.88% 03-15-2025	(0.2)
Walgreens Boots Alliance Inc. 4.80% 11-18-2044 Callable 2044	(0.1)
WeWork Companies Inc. 7.88% 05-01-2025	(0.1)
Chobani LLC 7.50% 04-15-2025 Callable 2020	(0.1)
Tesla Inc. 2.38% 03-15-2022	(0.1)
Staples Inc. 7.50% 04-15-2026 Callable 2022	(0.1)
U.S. Treasury Note 10-Year Futures *	(0.0)
Canadian 10-Year Bond Futures *	0.0
Canadian 5-Year Bond Futures *	0.1
Top short positions as a percentage of total net asset value	(3.5)

* Notional principal values represent 3.2% of NAV for Euro-Bund Futures and 3.2% of NAV for Long Swiss Confederation Bond Futures, -17.7% of NAV for Canadian 5-Year Bond Futures, -0.6% of NAV for Canadian 10-Year Bond Futures and -0.7% of NAV for U.S. Treasury Note 10-Year Futures.

** Notional principal values represent 20.7% of NAV for total return swaps.

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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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
Net assets, beginning of period	10.10	10.00
Increase (decrease) from operations:		
Total revenue	0.15	0.45
Total expenses	(0.10)	(0.02)
Realized gains (losses) for the period	(0.01)	(2.35)
Unrealized gains (losses) for the period	(0.01)	2.01
Total increase (decrease) from operations²	0.03	0.09
Distributions:		
From net investment income (excluding dividends)	–	–
From dividends	–	–
From capital gains	–	–
Return of capital	–	–
Total annual distributions³	–	–
Net assets, end of period	10.14	10.10

Series F	Sep. 30 2019	Mar. 31 2019
Net assets, beginning of period	10.11	10.00
Increase (decrease) from operations:		
Total revenue	0.15	0.02
Total expenses	(0.07)	(0.01)
Realized gains (losses) for the period	0.01	0.01
Unrealized gains (losses) for the period	(0.01)	0.09
Total increase (decrease) from operations²	0.08	0.11
Distributions:		
From net investment income (excluding dividends)	–	–
From dividends	–	–
From capital gains	–	–
Return of capital	–	–
Total annual distributions³	–	–
Net assets, end of period	10.19	10.11

Series FB	Sep. 30 2019	Mar. 31 2019
Net assets, beginning of period	10.10	10.00
Increase (decrease) from operations:		
Total revenue	0.15	0.02
Total expenses	(0.07)	(0.01)
Realized gains (losses) for the period	0.03	–
Unrealized gains (losses) for the period	(0.01)	0.09
Total increase (decrease) from operations²	0.10	0.10
Distributions:		
From net investment income (excluding dividends)	–	–
From dividends	–	–
From capital gains	–	–
Return of capital	–	–
Total annual distributions³	–	–
Net assets, end of period	10.17	10.10

Series O	Sep. 30 2019	Mar. 31 2019
Net assets, beginning of period	10.12	10.00
Increase (decrease) from operations:		
Total revenue	0.15	0.02
Total expenses	–	–
Realized gains (losses) for the period	0.07	–
Unrealized gains (losses) for the period	(0.01)	0.09
Total increase (decrease) from operations²	0.21	0.11
Distributions:		
From net investment income (excluding dividends)	–	–
From dividends	–	–
From capital gains	–	–
Return of capital	–	–
Total annual distributions³	–	–
Net assets, end of period	10.26	10.12

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

Series PW	Sep. 30 2019	Mar. 31 2019
Net assets, beginning of period	10.10	10.00
Increase (decrease) from operations:		
Total revenue	0.15	0.02
Total expenses	(0.08)	(0.01)
Realized gains (losses) for the period	0.01	–
Unrealized gains (losses) for the period	(0.01)	0.09
Total increase (decrease) from operations²	0.07	0.10
Distributions:		
From net investment income (excluding dividends)	–	–
From dividends	–	–
From capital gains	–	–
Return of capital	–	–
Total annual distributions³	–	–
Net assets, end of period	10.17	10.10

Series PWFB	Sep. 30 2019	Mar. 31 2019
Net assets, beginning of period	10.11	10.00
Increase (decrease) from operations:		
Total revenue	0.15	0.02
Total expenses	(0.06)	(0.01)
Realized gains (losses) for the period	0.13	(0.01)
Unrealized gains (losses) for the period	(0.01)	0.08
Total increase (decrease) from operations²	0.21	0.08
Distributions:		
From net investment income (excluding dividends)	–	–
From dividends	–	–
From capital gains	–	–
Return of capital	–	–
Total annual distributions³	–	–
Net assets, end of period	10.19	10.11

Series PWX	Sep. 30 2019	Mar. 31 2019
Net assets, beginning of period	10.12	10.00
Increase (decrease) from operations:		
Total revenue	0.15	0.02
Total expenses	–	–
Realized gains (losses) for the period	0.00	0.01
Unrealized gains (losses) for the period	(0.01)	0.09
Total increase (decrease) from operations²	0.14	0.12
Distributions:		
From net investment income (excluding dividends)	–	–
From dividends	–	–
From capital gains	–	–
Return of capital	–	–
Total annual distributions³	–	–
Net assets, end of period	10.26	10.12

Series R	Sep. 30 2019	Mar. 31 2019
Net assets, beginning of period	10.12	10.00
Increase (decrease) from operations:		
Total revenue	0.15	0.02
Total expenses	–	–
Realized gains (losses) for the period	0.00	0.01
Unrealized gains (losses) for the period	(0.01)	0.09
Total increase (decrease) from operations²	0.14	0.12
Distributions:		
From net investment income (excluding dividends)	–	–
From dividends	–	–
From capital gains	–	–
Return of capital	–	–
Total annual distributions³	–	–
Net assets, end of period	10.26	10.12



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RATIOS AND SUPPLEMENTAL DATA

	Sep. 30 2019	Mar. 31 2019
Series A		
Total net asset value (\$000) ¹	56	18
Securities outstanding (000) ¹	6	2
Management expense ratio (%) ²	1.85	1.99
Management expense ratio before waivers or absorptions (%) ²	1.85	1.99
Trading expense ratio (%) ³	0.06	0.01
Portfolio turnover rate (%) ⁴	17.36	n/a
Net asset value per security (\$)	10.14	10.10

	Sep. 30 2019	Mar. 31 2019
Series F		
Total net asset value (\$000) ¹	482	1
Securities outstanding (000) ¹	47	–
Management expense ratio (%) ²	1.26	1.22
Management expense ratio before waivers or absorptions (%) ²	1.26	1.22
Trading expense ratio (%) ³	0.06	0.01
Portfolio turnover rate (%) ⁴	17.36	n/a
Net asset value per security (\$)	10.19	10.11

	Sep. 30 2019	Mar. 31 2019
Series FB		
Total net asset value (\$000) ¹	1	1
Securities outstanding (000) ¹	–	–
Management expense ratio (%) ²	1.46	1.41
Management expense ratio before waivers or absorptions (%) ²	1.46	1.41
Trading expense ratio (%) ³	0.06	0.01
Portfolio turnover rate (%) ⁴	17.36	n/a
Net asset value per security (\$)	10.17	10.10

	Sep. 30 2019	Mar. 31 2019
Series O		
Total net asset value (\$000) ¹	1	2,523
Securities outstanding (000) ¹	–	249
Management expense ratio (%) ²	–	–
Management expense ratio before waivers or absorptions (%) ²	–	–
Trading expense ratio (%) ³	0.06	0.01
Portfolio turnover rate (%) ⁴	17.36	n/a
Net asset value per security (\$)	10.26	10.12

	Sep. 30 2019	Mar. 31 2019
Series PW		
Total net asset value (\$000) ¹	1	1
Securities outstanding (000) ¹	–	–
Management expense ratio (%) ²	1.81	1.77
Management expense ratio before waivers or absorptions (%) ²	1.81	1.77
Trading expense ratio (%) ³	0.06	0.01
Portfolio turnover rate (%) ⁴	17.36	n/a
Net asset value per security (\$)	10.17	10.10

	Sep. 30 2019	Mar. 31 2019
Series PWFB		
Total net asset value (\$000) ¹	1	13
Securities outstanding (000) ¹	–	1
Management expense ratio (%) ²	1.24	1.20
Management expense ratio before waivers or absorptions (%) ²	1.24	1.20
Trading expense ratio (%) ³	0.06	0.01
Portfolio turnover rate (%) ⁴	17.36	n/a
Net asset value per security (\$)	10.19	10.11

	Sep. 30 2019	Mar. 31 2019
Series PWX		
Total net asset value (\$000) ¹	1	1
Securities outstanding (000) ¹	–	–
Management expense ratio (%) ²	–	–
Management expense ratio before waivers or absorptions (%) ²	–	–
Trading expense ratio (%) ³	0.06	0.01
Portfolio turnover rate (%) ⁴	17.36	n/a
Net asset value per security (\$)	10.26	10.12

- (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.

MACKENZIE CREDIT ABSOLUTE RETURN FUND

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ALTERNATIVE FUND

RATIOS AND SUPPLEMENTAL DATA (cont'd)

Series R	Sep. 30 2019	Mar. 31 2019
Total net asset value (\$000) ¹	46,669	46,020
Securities outstanding (000) ¹	4,549	4,549
Management expense ratio (%) ²	–	–
Management expense ratio before waivers or absorptions (%) ²	–	–
Trading expense ratio (%) ³	0.06	0.01
Portfolio turnover rate (%) ⁴	17.36	n/a
Net asset value per security (\$)	10.26	10.12

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 9% 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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MACKENZIE CREDIT ABSOLUTE RETURN FUND

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ALTERNATIVE FUND

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 January 31, 2019

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)

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 have an account with Mackenzie Private Wealth Counsel; 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	February 26, 2019	1.55%	0.24%	10.14	10.10
Series F	February 26, 2019	0.95%	0.15%	10.19	10.11
Series FB	February 26, 2019	1.05%	0.24%	10.17	10.10
Series O	February 26, 2019	— ⁽¹⁾	— *	10.26	10.12
Series PW	February 26, 2019	1.45%	0.15%	10.17	10.10
Series PWFB	February 26, 2019	0.95%	0.15%	10.19	10.11
Series PWX	February 26, 2019	— ⁽²⁾	— ⁽²⁾	10.26	10.12
Series R	February 26, 2019	— *	— *	10.26	10.12

* 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.