

# Mackenzie Bluewater Canadian Growth Fund

## Fund Snapshot

Inception date	12-06-1999
AUM (millions in CAD)	\$4,851.86
Management Fee	0.75%
MER	1.00%
Benchmark	60% S&P/TSX Composite + 30% S&P 500 + 10% MSCI EAFE
CIFSC Category	Canadian Focused Equity
Risk Rating	Low to Medium
Lead Portfolio Manager	Dina DeGeer, David Arpin
Investment Exp. Since	1985, 1995

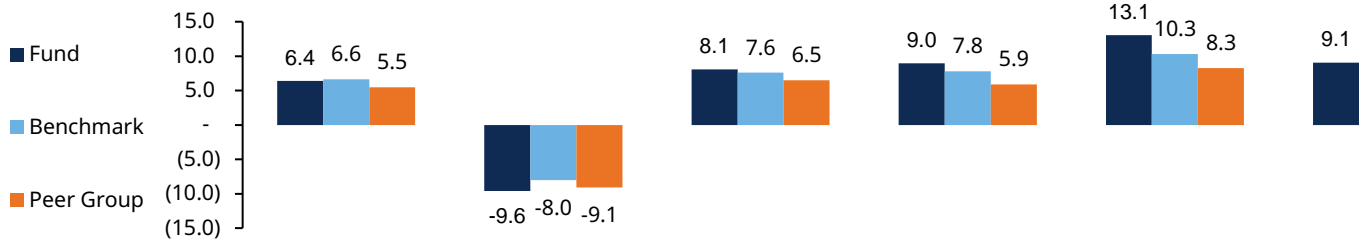
## Strategy Overview

- The Mackenzie Bluewater Team seeks to achieve conservative growth through all phases of the market cycle.
- Their philosophy is to take a meaningful ownership stake in stable, industry-dominant businesses that are organically outgrowing the economy and their peers.
- The Team believes that companies will outperform if they sustainably grow free cash flow and are run by management that can prudently allocate capital, execute on their business strategies, and create long-term value for shareholders.
- The Fund may invest up to 49% in foreign securities.

## Highlights

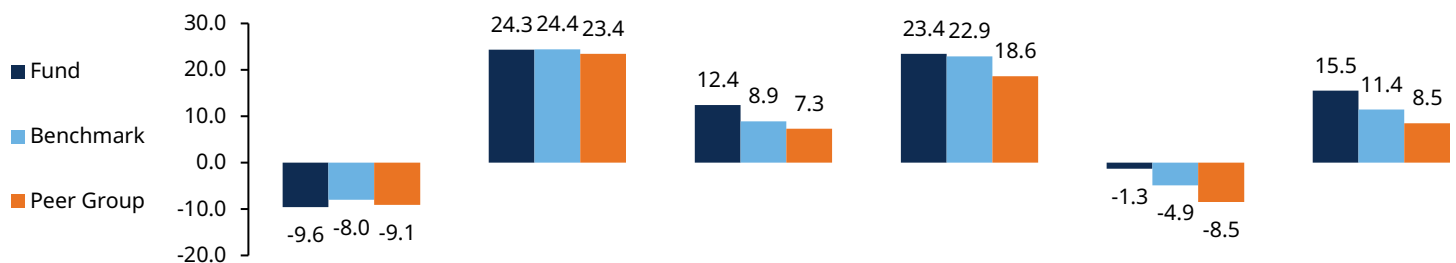
- The largest challenge facing stock markets in 2022 was the high and rising level of inflation which caused Central Banks globally to begin the fastest tightening cycle in recent memory. Higher interest rates ultimately create lower economic growth as borrowing becomes more expensive. We believe that we are on the cusp of a global economic slowdown.
- Growth stocks of most shapes and sizes underperformed in 2022 due to the significant rise in inflation and interest rates after several years of outperformance

## Performance Chart



	3 Mth	1 Yr	3 Yr	5 Yr	10 Yr	SI
Excess Return	-0.2	-1.6	0.5	1.2	2.7	-
% of Peers Beaten	59	44	75	90	93	-

## Calendar Returns



	YTD	2021	2020	2019	2018	2017
Excess Returns	-1.6	-0.2	3.5	0.4	3.6	4.1
% of Peers Beaten	44	64	82	88	96	94

## Mackenzie Bluewater Canadian Growth Fund

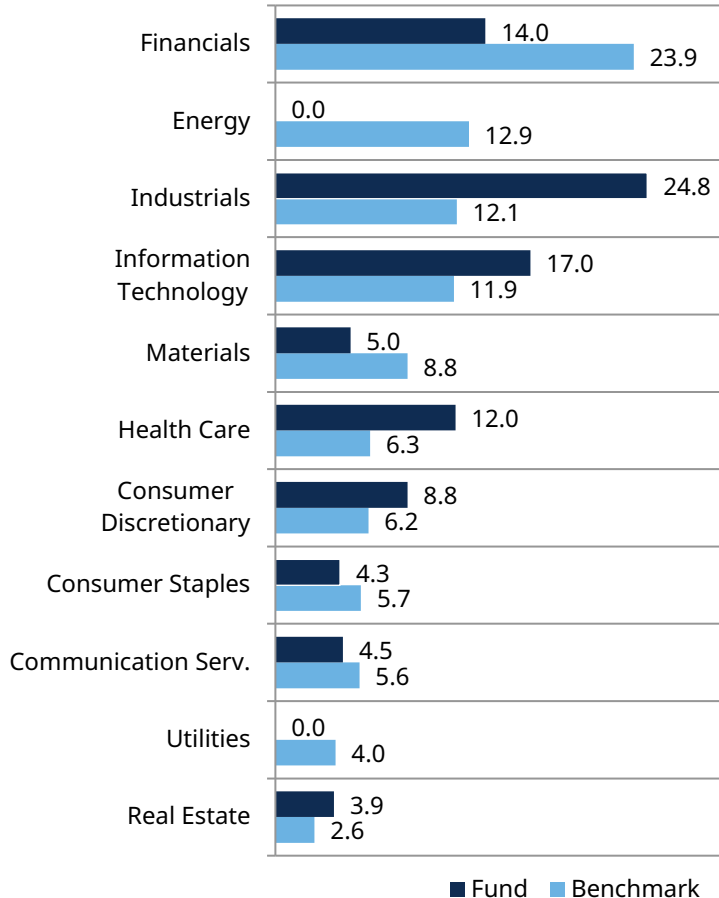
### Geographic Allocation

	Portfolio (%)	Benchmark (%)	Active Weight (%)
United States	40.0	30.0	10.0
Switzerland	2.0	1.0	1.0
United Kingdom	2.5	1.5	1.0
Philippines	0.7	--	0.7
France	1.7	1.2	0.5
Canada	47.4	60.0	-12.6
Cash & Equivalents	5.7	--	--
<b>Total</b>	<b>100.0</b>	<b>100.0</b>	

### Performance Metrics (3 Year Trailing)

	Portfolio	Benchmark
Standard Dev.	16.0	16.7
Alpha	1.3	-
Beta	0.9	-
Sharpe Ratio	0.4	0.4
Tracking Error	6.7%	-
Information Ratio	0.1	-
Up Capture (%)	100.5	-
Down Capture (%)	98.4	-

### Sector Allocation



### Top 10 Holdings

Holding	Sector	Weight %
Stantec Inc	Construction & Engineering	5.2
TELUS Corp	Integrated Telecomm. Services	4.5
Aon PLC	Insurance Brokers	4.4
Royal Bank of Canada	Diversified Banks	4.4
Intact Financial Corp	Property & Casualty Insurance	4.0
Accenture PLC	IT Consulting & Other Services	3.9
Keysight Technologies Inc	Electronic Equip & Instruments	3.9
Danaher Corp	Life Sciences Tools & Services	3.7
Premium Brands Holdings Corp	Packaged Foods & Meats	3.7
Thomson Reuters Corp	Research & Consulting Services	3.7
<b>Total</b>		<b>41.4%</b>

## Mackenzie Bluewater Canadian Growth Fund

### Security Level Contributors and Detractors

	Security	Average Weight (%)	% Contribution to Return
Contributors	Schneider Electric SE	3.19	0.89
	CAE Inc	3.11	0.81
	BRP Inc	3.10	0.65
Detractors	Telus Corporation	3.63	-0.14
	Spin Master Corp	1.04	-0.27
	Premium Brand Holdings Corp	3.60	-0.10

### Sector Attribution Relative to the Benchmark

	Sector	Average Active Weight (%)	Allocation Effect (%)	Selection Effect (%)
Contributors	Industrials	12.21	0.47	0.78
	Utilities	0.0	0.40	0.0
	Health Care	12.21	0.20	0.22
Detractors	Energy	0.0	-0.50	0.0
	Materials	5.34	-0.10	-0.37
	Consumer Discretionary	7.38	-0.10	0.51

### Fund and Market Insights

As we head into 2023, the general perception of the global economy is nearly the opposite of where it was only 12 months earlier. At the time, the consensus expectation was for robust global economic growth and for heightened inflation to prove quickly transitory, dropping back rapidly to pre-Covid levels. Corporate earnings were expected to continue to grow strongly, leading to ever higher stock prices. What a difference one year has made! The current consensus is for a global recession in 2023 and for inflation to be stuck at permanently higher levels. Expectations are for corporate profits to fall during the year, due to a combination of weak revenues and higher costs. Unsurprisingly, the overall mood regarding the stock market is also quite negative.

The largest challenge facing stock markets in 2022 was the high and rising level of inflation which caused Central Banks globally to begin the fastest tightening cycle in recent memory. Higher interest rates ultimately create lower economic growth as borrowing becomes more expensive. This causes both consumers and corporations to gradually cut back on spending, slowing the overall economy.

## Mackenzie Bluewater Canadian Growth Fund

Commissions, trailing commissions, management fees, and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. The indicated rates of return are the historical annual compounded total returns as of December 31, 2022 including changes in share value and reinvestment of all distributions and does not take into account sales, redemption, distribution, or optional charges or income taxes payable by any security holder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. Index performance does not include the impact of fees, commissions, and expenses that would be payable by investors in the investment products that seek to track an index.

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Percentile rankings are from Morningstar Research Inc., an independent research firm, based on the Canada Fund Canadian Focused Equity category and reflect the performance of the Mackenzie Bluewater Canadian Growth Fund for the 3-month, 1-, 3-, 5- and 10-year periods as of December 31, 2022. The percentile rankings compare how a fund has performed relative to other funds in a particular category and are subject to change monthly. The number of Canada Fund Canadian Focused Equity category funds for Mackenzie Bluewater Canadian Growth Fund for each period are as follows: one year -555; three years -540; five years -495; ten years -321.

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