

## ***Interim Unaudited Financial Statements***

*For the Six-Month Period Ended September 30, 2018*

*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 CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## STATEMENTS OF FINANCIAL POSITION

In thousands (except per security figures)  
As at

	Sep. 30 2018	Mar. 31 2018 (Audited)		Sep. 30 2018	Mar. 31 2018 (Audited)
	\$	\$		\$	\$
<b>ASSETS</b>					
<b>Current assets</b>					
Investments at fair value	865,394	929,678	Series PWX	2,737	2,944
Cash and cash equivalents	3,898	208	Series PWX8	180	174
Accrued interest receivable	2,374	2,259	Series R	13,183	14,251
Dividends receivable	572	1,111	Series T6	3,217	4,965
Accounts receivable for investments sold	2,234	3,055	Series T8	18,241	24,913
Accounts receivable for securities issued	78	34	<b>Net assets attributable to securityholders</b>		
Due from manager	–	11	<b>per security (note 3)</b>		
Margin on futures contracts	235	1,461	Series A	9.60	9.35
Unrealized gains on derivative contracts	5,709	444	Series AR	12.98	12.65
<b>Total assets</b>	<b>880,494</b>	<b>938,261</b>	Series D	9.72	9.48
			Series E	–	10.74
			Series F	15.41	15.01
			Series F6	14.80	–
			Series F8	8.14	8.19
			Series FB	10.16	9.91
			Series FB5	13.73	13.62
			Series G	13.18	12.84
			Series I	9.63	9.41
			Series J	11.77	11.48
			Series O	16.10	15.69
			Series O6	12.49	12.37
			Series PW	10.32	10.06
			Series PWF	–	9.88
			Series PWF8	–	10.81
			Series PWF8	9.70	9.46
			Series PWF8	13.82	13.68
			Series PWF8	13.40	13.42
			Series PWF8	10.32	10.44
			Series PWF8	9.94	9.69
			Series PWF8	10.97	10.98
			Series PWF8	15.68	15.28
			Series PWF8	9.69	9.72
			Series PWF8	6.49	6.58
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Accounts payable for investments purchased	8,409	1,364			
Accounts payable for securities redeemed	729	1,759			
Due to manager	–	105			
Liability for options written	1	–			
Unrealized losses on derivative contracts	1,064	3,651			
<b>Total liabilities</b>	<b>10,203</b>	<b>6,879</b>			
<b>Net assets attributable to securityholders</b>	<b>870,291</b>	<b>931,382</b>			
<b>Net assets attributable to securityholders</b>					
<b>per series (note 3)</b>					
Series A	459,544	628,430			
Series AR	36,669	34,922			
Series D	204	198			
Series E	–	9			
Series F	34,192	24,035			
Series F6	31	–			
Series F8	4,070	1,154			
Series FB	380	729			
Series FB5	1	16			
Series G	3,421	3,839			
Series I	7,738	7,950			
Series J	761	811			
Series O	43,983	44,763			
Series O6	1	1			
Series PW	226,384	113,730			
Series PWF	–	10,788			
Series PWF8	–	3,014			
Series PWF8	724	315			
Series PWF8	16	1			
Series PWF8	3,490	1,974			
Series PWF8	11,124	7,456			

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

# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## STATEMENTS OF COMPREHENSIVE INCOME

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

	2018	2017		2018	2017
	\$	\$		\$	\$
<b>Income</b>			Series PWFB5	–	–
Dividends	6,190	7,608	Series PWT6	50	(12)
Interest income	6,631	7,775	Series PWT8	211	(64)
Other changes in fair value of investments and other net assets			Series PWX	116	(19)
Net realized gain (loss)	27,289	53,347	Series PWX8	7	–
Net unrealized gain (loss)	(3,169)	(72,395)	Series R	565	(71)
Securities lending income	284	229	Series T6	147	(114)
Fee rebate income	6	–	Series T8	722	(515)
<b>Total income (loss)</b>	<b>37,231</b>	<b>(3,436)</b>	<b>Increase (decrease) in net assets attributable to securityholders from operations per security</b>		
<b>Expenses (note 6)</b>			Series A	0.32	(0.16)
Management fees	8,168	9,864	Series AR	0.36	(0.19)
Management fee rebates	(18)	(15)	Series D	0.31	(0.14)
Administration fees	903	1,104	Series E	0.31	(0.11)
Interest charges	4	3	Series F	0.45	(0.15)
Commissions and other portfolio transaction costs	250	253	Series F6	0.01	–
Independent Review Committee fees	2	2	Series F8	0.16	(0.07)
Other	1	1	Series FB	0.51	0.04
<b>Expenses before amounts absorbed by Manager</b>	<b>9,310</b>	<b>11,212</b>	Series FB5	0.90	(0.13)
Expenses absorbed by Manager	–	–	Series G	0.43	(0.16)
<b>Net expenses</b>	<b>9,310</b>	<b>11,212</b>	Series I	0.30	(0.11)
<b>Increase (decrease) in net assets attributable to securityholders from operations before tax</b>	<b>27,921</b>	<b>(14,648)</b>	Series J	0.36	(0.16)
Foreign withholding taxes	356	614	Series O	0.64	(0.06)
Foreign income taxes paid (recovered)	–	–	Series O6	0.49	0.60
<b>Increase (decrease) in net assets attributable to securityholders from operations</b>	<b>27,565</b>	<b>(15,262)</b>	Series PW	0.17	(0.11)
<b>Increase (decrease) in net assets attributable to securityholders from operations per series</b>			Series PWF	0.29	(0.06)
Series A	18,050	(12,081)	Series PWF8	0.31	(0.09)
Series AR	992	(458)	Series PWFB	0.18	(0.06)
Series D	6	(1)	Series PWFB5	0.22	(0.13)
Series E	–	–	Series PWT6	0.24	(0.10)
Series F	904	(228)	Series PWT8	0.23	(0.10)
Series F6	–	–	Series PWX	0.40	(0.04)
Series F8	60	(8)	Series PWX8	0.44	(0.02)
Series FB	25	1	Series R	0.64	(0.07)
Series FB5	–	–	Series T6	0.36	(0.19)
Series G	120	(51)	Series T8	0.23	(0.12)
Series I	253	(89)			
Series J	25	(16)			
Series O	1,799	(179)			
Series O6	–	7			
Series PW	3,104	(1,287)			
Series PWF	310	(54)			
Series PWF8	88	(22)			
Series PWFB	11	(1)			

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

# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## STATEMENTS OF CHANGES IN FINANCIAL POSITION

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

	2018		2017		2018		2017		2018		2017	
	Series A		Series AR		Series D		Series E		Series F			
	\$		\$		\$		\$		\$			
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>												
<b>Beginning of period</b>	628,430	872,583	34,922	31,821	198	214	9	11	24,035	28,779		
Increase (decrease) in net assets from operations	18,050	(12,081)	992	(458)	6	(1)	–	–	904	(228)		
Distributions paid to securityholders:												
Investment income	(1,340)	(2,090)	(96)	(88)	(1)	(2)	–	–	(300)	(212)		
Capital gains	–	–	–	–	–	–	–	–	–	–		
Return of capital	–	–	–	–	–	–	–	–	–	–		
Management fee rebates	–	–	–	–	–	–	–	–	–	–		
Total distributions paid to securityholders	(1,340)	(2,090)	(96)	(88)	(1)	(2)	–	–	(300)	(212)		
Security transactions:												
Proceeds from securities issued	21,319	32,984	2,530	2,864	7	14	–	–	14,285	4,173		
Reinvested distributions	1,322	2,062	96	87	1	1	–	–	266	190		
Payments on redemption of securities	(208,237)	(183,082)	(1,775)	(1,255)	(7)	(28)	(9)	(1)	(4,998)	(8,503)		
Total security transactions	(185,596)	(148,036)	851	1,696	1	(13)	(9)	(1)	9,553	(4,140)		
<b>Total increase (decrease) in net assets</b>	<b>(168,886)</b>	<b>(162,207)</b>	<b>1,747</b>	<b>1,150</b>	<b>6</b>	<b>(16)</b>	<b>(9)</b>	<b>(1)</b>	<b>10,157</b>	<b>(4,580)</b>		
<b>End of period</b>	<b>459,544</b>	<b>710,376</b>	<b>36,669</b>	<b>32,971</b>	<b>204</b>	<b>198</b>	<b>–</b>	<b>10</b>	<b>34,192</b>	<b>24,199</b>		

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

	Securities		Securities		Securities		Securities		Securities	
<b>Securities outstanding – beginning of period</b>	67,176	88,468	2,761	2,387	21	21	1	1	1,601	1,818
Issued	2,228	3,400	195	218	1	2	–	–	925	268
Reinvested distributions	137	214	7	7	–	–	–	–	17	12
Redeemed	(21,650)	(18,800)	(137)	(96)	(1)	(3)	(1)	–	(324)	(542)
<b>Securities outstanding – end of period</b>	<b>47,891</b>	<b>73,282</b>	<b>2,826</b>	<b>2,516</b>	<b>21</b>	<b>20</b>	<b>–</b>	<b>1</b>	<b>2,219</b>	<b>1,556</b>

	Series F6		Series F8		Series FB		Series FB5		Series G	
	\$		\$		\$		\$		\$	
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	–	–	1,154	1,436	729	196	16	16	3,839	4,248
Increase (decrease) in net assets from operations	–	–	60	(8)	25	1	–	–	120	(51)
Distributions paid to securityholders:										
Investment income	–	–	(36)	(11)	(3)	(3)	–	–	(20)	(24)
Capital gains	–	–	–	–	–	–	–	–	–	–
Return of capital	–	–	(93)	(40)	–	–	–	–	–	–
Management fee rebates	–	–	–	–	–	–	–	–	–	–
Total distributions paid to securityholders	–	–	(129)	(51)	(3)	(3)	–	–	(20)	(24)
Security transactions:										
Proceeds from securities issued	31	–	3,100	208	142	315	–	–	68	95
Reinvested distributions	–	–	57	19	3	3	–	–	20	24
Payments on redemption of securities	–	–	(172)	(314)	(516)	(159)	(15)	–	(606)	(221)
Total security transactions	31	–	2,985	(87)	(371)	159	(15)	–	(518)	(102)
<b>Total increase (decrease) in net assets</b>	<b>31</b>	<b>–</b>	<b>2,916</b>	<b>(146)</b>	<b>(349)</b>	<b>157</b>	<b>(15)</b>	<b>–</b>	<b>(418)</b>	<b>(177)</b>
<b>End of period</b>	<b>31</b>	<b>–</b>	<b>4,070</b>	<b>1,290</b>	<b>380</b>	<b>353</b>	<b>1</b>	<b>16</b>	<b>3,421</b>	<b>4,071</b>

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

	Securities		Securities		Securities		Securities		Securities	
<b>Securities outstanding – beginning of period</b>	–	–	141	155	74	19	1	1	299	314
Issued	2	–	373	23	13	30	–	–	5	7
Reinvested distributions	–	–	7	2	–	–	–	–	2	2
Redeemed	–	–	(21)	(34)	(50)	(15)	(1)	–	(46)	(17)
<b>Securities outstanding – end of period</b>	<b>2</b>	<b>–</b>	<b>500</b>	<b>146</b>	<b>37</b>	<b>34</b>	<b>–</b>	<b>1</b>	<b>260</b>	<b>306</b>

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

# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

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

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

	2018		2017		2018		2017		2018		2017	
	Series I		Series J		Series O		Series 06		Series PW			
	\$		\$		\$		\$		\$			
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>												
<b>Beginning of period</b>	7,950	8,121	811	1,276	44,763	49,102	1	593	113,730	42,168		
Increase (decrease) in net assets from operations	253	(89)	25	(16)	1,799	(179)	–	7	3,104	(1,287)		
Distributions paid to securityholders:												
Investment income	(64)	(80)	(4)	(5)	(617)	(672)	–	–	(850)	(456)		
Capital gains	–	–	–	–	–	–	–	–	–	–		
Return of capital	–	–	–	–	–	–	–	(3)	–	–		
Management fee rebates	–	–	–	–	–	–	–	–	(14)	(12)		
Total distributions paid to securityholders	(64)	(80)	(4)	(5)	(617)	(672)	–	(3)	(864)	(468)		
Security transactions:												
Proceeds from securities issued	20	35	–	–	667	725	–	–	134,663	95,953		
Reinvested distributions	63	79	4	5	615	670	–	1	846	461		
Payments on redemption of securities	(484)	(261)	(75)	(72)	(3,244)	(3,750)	–	(597)	(25,095)	(14,908)		
Total security transactions	(401)	(147)	(71)	(67)	(1,962)	(2,355)	–	(596)	110,414	81,506		
<b>Total increase (decrease) in net assets</b>	<b>(212)</b>	<b>(316)</b>	<b>(50)</b>	<b>(88)</b>	<b>(780)</b>	<b>(3,206)</b>	<b>–</b>	<b>(592)</b>	<b>112,654</b>	<b>79,751</b>		
<b>End of period</b>	<b>7,738</b>	<b>7,805</b>	<b>761</b>	<b>1,188</b>	<b>43,983</b>	<b>45,896</b>	<b>1</b>	<b>1</b>	<b>226,384</b>	<b>121,919</b>		

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

	Securities		Securities		Securities		Securities		Securities	
<b>Securities outstanding – beginning of period</b>	845	812	71	105	2,853	2,965	–	44	11,304	3,977
Issued	1	3	–	–	41	45	–	–	12,978	9,112
Reinvested distributions	7	8	–	–	38	41	–	–	81	44
Redeemed	(50)	(26)	(6)	(5)	(201)	(230)	–	(44)	(2,431)	(1,436)
<b>Securities outstanding – end of period</b>	<b>803</b>	<b>797</b>	<b>65</b>	<b>100</b>	<b>2,731</b>	<b>2,821</b>	<b>–</b>	<b>–</b>	<b>21,932</b>	<b>11,697</b>

	Series PWF		Series PWF8		Series PWF8		Series PWF85		Series PWF8	
	\$		\$		\$		\$		\$	
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	10,788	4,679	3,014	3,161	315	–	1	–	1,974	–
Increase (decrease) in net assets from operations	310	(54)	88	(22)	11	(1)	–	–	50	(12)
Distributions paid to securityholders:										
Investment income	–	(95)	–	(32)	(6)	(1)	–	–	(14)	(6)
Capital gains	–	–	–	–	–	–	–	–	–	–
Return of capital	–	–	(42)	(100)	–	–	–	–	(79)	(52)
Management fee rebates	(2)	(3)	(1)	–	–	–	–	–	–	–
Total distributions paid to securityholders	(2)	(98)	(43)	(132)	(6)	(1)	–	–	(93)	(58)
Security transactions:										
Proceeds from securities issued	500	6,387	1	232	507	94	15	1	1,816	2,272
Reinvested distributions	1	89	25	89	6	1	–	–	25	21
Payments on redemption of securities	(11,597)	(878)	(3,085)	(103)	(109)	(4)	–	–	(282)	(196)
Total security transactions	(11,096)	5,598	(3,059)	218	404	91	15	1	1,559	2,097
<b>Total increase (decrease) in net assets</b>	<b>(10,788)</b>	<b>5,446</b>	<b>(3,014)</b>	<b>64</b>	<b>409</b>	<b>89</b>	<b>15</b>	<b>1</b>	<b>1,516</b>	<b>2,027</b>
<b>End of period</b>	<b>–</b>	<b>10,125</b>	<b>–</b>	<b>3,225</b>	<b>724</b>	<b>89</b>	<b>16</b>	<b>1</b>	<b>3,490</b>	<b>2,027</b>

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

	Securities		Securities		Securities		Securities		Securities	
<b>Securities outstanding – beginning of period</b>	1,092	449	279	259	33	–	–	–	147	–
Issued	50	618	–	18	52	9	1	–	132	154
Reinvested distributions	–	9	2	8	1	–	–	–	2	1
Redeemed	(1,142)	(87)	(281)	(8)	(11)	–	–	–	(21)	(13)
<b>Securities outstanding – end of period</b>	<b>–</b>	<b>989</b>	<b>–</b>	<b>277</b>	<b>75</b>	<b>9</b>	<b>1</b>	<b>–</b>	<b>260</b>	<b>142</b>

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

# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

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

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

	2018	2017	2018	2017	2018	2017	2018	2017
	Series PWT8		Series PWX		Series PWX8		Series R	
	\$		\$		\$		\$	
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>								
<b>Beginning of period</b>	7,456	549	2,944	4,326	174	175	14,251	17,520
Increase (decrease) in net assets from operations	211	(64)	116	(19)	7	–	565	(71)
Distributions paid to securityholders:								
Investment income	(42)	(27)	(39)	(62)	(2)	(2)	(186)	(234)
Capital gains	–	–	–	–	–	–	–	–
Return of capital	(374)	(296)	–	–	(5)	(5)	–	–
Management fee rebates	(1)	–	–	–	–	–	–	–
Total distributions paid to securityholders	(417)	(323)	(39)	(62)	(7)	(7)	(186)	(234)
Security transactions:								
Proceeds from securities issued	4,496	8,031	6	198	–	10	271	259
Reinvested distributions	166	110	39	62	7	7	–	–
Payments on redemption of securities	(788)	(675)	(329)	(673)	(1)	(12)	(1,718)	(1,709)
Total security transactions	3,874	7,466	(284)	(413)	6	5	(1,447)	(1,450)
<b>Total increase (decrease) in net assets</b>	<b>3,668</b>	<b>7,079</b>	<b>(207)</b>	<b>(494)</b>	<b>6</b>	<b>(2)</b>	<b>(1,068)</b>	<b>(1,755)</b>
<b>End of period</b>	<b>11,124</b>	<b>7,628</b>	<b>2,737</b>	<b>3,832</b>	<b>180</b>	<b>173</b>	<b>13,183</b>	<b>15,765</b>

	Securities		Securities		Securities		Securities	
<b>Increase (decrease) in fund securities (note 7):</b>								
<b>Securities outstanding – beginning of period</b>	714	46	304	423	16	14	933	1,087
Issued	423	681	–	21	–	1	17	16
Reinvested distributions	16	10	4	6	1	1	–	–
Redeemed	(75)	(59)	(33)	(68)	(1)	(1)	(109)	(108)
<b>Securities outstanding – end of period</b>	<b>1,078</b>	<b>678</b>	<b>275</b>	<b>382</b>	<b>16</b>	<b>15</b>	<b>841</b>	<b>995</b>

	Series T6		Series T8		Total	
	\$		\$		\$	
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>						
<b>Beginning of period</b>	4,965	8,447	24,913	37,690	931,382	1,117,111
Increase (decrease) in net assets from operations	147	(114)	722	(515)	27,565	(15,262)
Distributions paid to securityholders:						
Investment income	(10)	(18)	(53)	(83)	(3,683)	(4,203)
Capital gains	–	–	–	–	–	–
Return of capital	(110)	(169)	(808)	(1,127)	(1,511)	(1,792)
Management fee rebates	–	–	–	–	(18)	(15)
Total distributions paid to securityholders	(120)	(187)	(861)	(1,210)	(5,212)	(6,010)
Security transactions:						
Proceeds from securities issued	305	521	605	3,075	185,354	158,446
Reinvested distributions	40	55	376	510	3,978	4,546
Payments on redemption of securities	(2,120)	(3,006)	(7,514)	(11,312)	(272,776)	(231,719)
Total security transactions	(1,775)	(2,430)	(6,533)	(7,727)	(83,444)	(68,727)
<b>Total increase (decrease) in net assets</b>	<b>(1,748)</b>	<b>(2,731)</b>	<b>(6,672)</b>	<b>(9,452)</b>	<b>(61,091)</b>	<b>(89,999)</b>
<b>End of period</b>	<b>3,217</b>	<b>5,716</b>	<b>18,241</b>	<b>28,238</b>	<b>870,291</b>	<b>1,027,112</b>

	Securities		Securities	
<b>Increase (decrease) in fund securities (note 7):</b>				
<b>Securities outstanding – beginning of period</b>	511	779	3,789	5,025
Issued	31	49	91	418
Reinvested distributions	4	5	57	71
Redeemed	(214)	(282)	(1,126)	(1,533)
<b>Securities outstanding – end of period</b>	<b>332</b>	<b>551</b>	<b>2,811</b>	<b>3,981</b>

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

# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## STATEMENTS OF CASH FLOWS

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

	2018	2017
	\$	\$
<b>Cash flows from operating activities</b>		
Net increase (decrease) in net assets attributable to securityholders from operations	27,565	(15,262)
Adjustments for:		
Net realized loss (gain) on investments	(32,696)	(53,347)
Change in net unrealized loss (gain) on investments	3,170	72,395
Purchase of investments	(207,233)	(273,400)
Proceeds from sale and maturity of investments	301,071	331,995
Change in accrued interest receivable	(115)	851
Change in dividends receivable	539	331
Change in due from manager	11	(1)
Change in due to manager	(105)	–
Change in margin on futures contracts	1,226	(341)
<b>Net cash from operating activities</b>	<b>93,433</b>	<b>63,221</b>
<b>Cash flows from financing activities</b>		
Proceeds from securities issued	35,875	33,719
Payments on redemption of securities	(124,371)	(107,265)
Distributions paid net of reinvestments	(1,234)	(1,464)
<b>Net cash from financing activities</b>	<b>(89,730)</b>	<b>(75,010)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>3,703</b>	<b>(11,789)</b>
Cash and cash equivalents at beginning of period	208	29,483
Effect of exchange rate fluctuations on cash and cash equivalents	(13)	2
<b>Cash and cash equivalents at end of period</b>	<b>3,898</b>	<b>17,696</b>
Cash	770	587
Cash equivalents	3,128	17,109
<b>Cash and cash equivalents at end of period</b>	<b>3,898</b>	<b>17,696</b>
<b>Supplementary disclosures on cash flow from operating activities:</b>		
Dividends received	6,729	7,939
Foreign taxes paid	356	614
Interest received	6,516	8,626
Interest paid	4	3

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



**MACKENZIE**  
Investments

# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## SCHEDULE OF INVESTMENTS

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS</b>					
407 International Inc. 3.43% 06-01-2033 MTN	Canada	Corporate - Non Convertible	1,140,000	1,148	1,131
407 International Inc. 3.60% 05-21-2047 Callable	Canada	Corporate - Non Convertible	800,000	801	780
407 International Inc. 3.72% 05-11-2048 Callable 2047	Canada	Corporate - Non Convertible	840,000	840	837
AbbVie Inc. 3.75% 11-14-2023 Callable 2023	United States	Corporate - Non Convertible	USD 110,000	143	142
Adtalem Global Education Inc. Term Loan B 1st Lien F/R 04-09-2025	United States	Term Loans	USD 239,400	303	312
Aegis Sciences Corp. Term Loan B 1st Lien F/R 05-09-2025	United States	Term Loans	USD 70,000	89	88
AerCap Ireland Capital Designated Activity Co. 3.30% 01-23-2023 Callable 2022	Netherlands	Corporate - Non Convertible	USD 370,000	459	461
AerCap Ireland Capital Designated Activity Co. 4.45% 10-01-2025 Callable 2025	Ireland	Corporate - Non Convertible	USD 240,000	313	308
Al Ladder Luxembourg Term Loan B 1st Lien F/R 05-04-2025	United States	Term Loans	USD 240,000	299	312
AIMCo Realty Investors LP 2.27% 06-26-2024 Callable 2024	Canada	Corporate - Non Convertible	660,000	662	627
AIMCo Realty Investors LP 3.04% 06-01-2028 Callable 2028	Canada	Corporate - Non Convertible	370,000	370	358
AL Midcoast Holdings LLC B Term Loan 1st Lien F/R 06-28-2025	United States	Term Loans	USD 170,000	223	221
Alcami Carolinas Corp. Term Loan 1st Lien F/R 07-06-2025	United States	Term Loans	USD 150,000	196	195
Alera Group Intermediate Holdings Inc. Term Loan B 1st Lien F/R 07-27-2025	United States	Term Loans	USD 59,850	78	79
Algonquin Power & Utilities Corp. 4.09% 02-17-2027 Callable	Canada	Corporate - Non Convertible	1,010,000	1,011	1,007
Allied Properties Real Estate Investment Trust 3.93% 11-14-2022	Canada	Corporate - Non Convertible	633,000	636	639
Allied Properties Real Estate Investment Trust 3.64% 04-21-2025 Callable 2025	Canada	Corporate - Non Convertible	720,000	721	700
AltaGas Ltd. 3.98% 10-04-2027 Callable 2027	Canada	Corporate - Non Convertible	380,000	380	375
AltaLink LP 3.72% 12-03-2046 Callable MTN	Canada	Corporate - Non Convertible	415,000	414	415
Altice France SA Term Loan B13 1st Lien F/R 01-31-2026	France	Term Loans	USD 220,000	282	283
Amneal Pharmaceuticals LLC Term loan B 1st Lien F/R 03-23-2025	United States	Term Loans	USD 109,725	143	143
APT Pipelines Ltd. 4.20% 03-23-2025 Callable 2024 144A	Australia	Corporate - Non Convertible	USD 1,390,000	1,775	1,779
Arch Merger Sub Inc. 8.50% 09-15-2025 Callable 2020 144A	United States	Corporate - Non Convertible	USD 158,000	201	193
Aroundtown SA 4.63% 09-18-2025 Callable 2025	Germany	Corporate - Non Convertible	480,000	478	477
ASP AMC Merger Sub Inc. 8.00% 05-15-2025 Callable 2020 144A	United States	Corporate - Non Convertible	USD 185,000	247	182
ATS Consolidated Inc. Term Loan B 1st Lien F/R 02-23-2025	United States	Term Loans	USD 9,950	13	13
Aviva PLC 4.50% 05-10-2021	United Kingdom	Corporate - Non Convertible	760,000	787	781
Avolon Holdings Funding Ltd. 5.13% 10-01-2023 Callable 2023 144A	Ireland	Corporate - Non Convertible	USD 70,000	92	91
Ball Metalpack Finco LLC Term Loan B 1st Lien F/R 07-26-2025	United States	Term Loans	USD 109,725	143	143
Bank of America Corp. 3.95% 04-21-2025	United States	Corporate - Non Convertible	USD 270,000	328	342
Bank of America Corp. F/R 09-20-2025 Callable 2024	United States	Corporate - Non Convertible	4,580,000	4,580	4,524
Bank of Montreal 2.89% 06-20-2023	Canada	Corporate - Non Convertible	740,000	740	734
Bank of Montreal 2.70% 09-11-2024 DPNT	Canada	Corporate - Non Convertible	150,000	149	146
Bank of Montreal 3.19% 03-01-2028	Canada	Corporate - Non Convertible	640,000	635	633
Bank of Montreal F/R 12-15-2032 Callable 2027	Canada	Corporate - Non Convertible	USD 560,000	720	676
The Bank of Nova Scotia 2.36% 11-08-2022	Canada	Corporate - Non Convertible	580,000	580	565
The Bank of Nova Scotia 2.98% 04-17-2023	Canada	Corporate - Non Convertible	390,000	392	388
The Bank of Nova Scotia 2.29% 06-28-2024	Canada	Corporate - Non Convertible	980,000	964	936
The Bank of Nova Scotia F/R 04-12-2066 Callable 2022	Canada	Corporate - Non Convertible	USD 800,000	999	971
Bausch Health Cos Inc. Term Loan B 1st Lien F/R 05-28-2025	United States	Term Loans	USD 97,500	125	127



**MACKENZIE**  
Investments



# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
bcIMC Realty Corp. 3.00% 03-31-2027 Callable 2026	Canada	Corporate - Non Convertible	980,000	998	952
Beacon Escrow Corp. 4.88% 11-01-2025 Callable 2020 144A	United States	Corporate - Non Convertible	USD 30,000	36	36
Bell Canada 3.60% 09-29-2027 Callable	Canada	Corporate - Non Convertible	640,000	644	629
Bell Canada 3.80% 08-21-2028 Callable 2028	Canada	Corporate - Non Convertible	1,170,000	1,162	1,158
Bell Canada 4.45% 02-27-2047 Callable	Canada	Corporate - Non Convertible	1,130,000	1,125	1,115
Boardriders Inc. Term Loan B 1st Lien F/R 03-21-2024	United States	Term Loans	USD 418,950	532	549
BP Capital Markets PLC 3.47% 05-15-2025	United Kingdom	Corporate - Non Convertible	680,000	680	678
Brookfield Infrastructure Finance ULC 4.20% 09-11-2028 Callable 2018	Canada	Corporate - Non Convertible	590,000	590	583
Brookfield Renewable Energy Partners ULC 3.752% 06-02-2025 Callable 2025	Canada	Corporate - Non Convertible	1,850,000	1,849	1,839
Brookfield Renewable Energy Partners ULC 3.63% 01-15-2027 Callable 2026	Canada	Corporate - Non Convertible	400,000	400	388
Brookfield Renewable Partners ULC 4.25% 01-15-2029 Callable 2028	Canada	Corporate - Non Convertible	550,000	550	549
Bruce Power LP 3.00% 06-21-2024 Callable 2024	Canada	Corporate - Non Convertible	660,000	663	642
Bruce Power LP 3.97% 06-23-2026	Canada	Corporate - Non Convertible	540,000	556	547
Bulldog Purchaser Inc. Delayed Draw Term Loan 1st Lien F/R 08-31-2025	United States	Term Loans	USD 49,333	63	64
Bulldog Purchaser Inc. Term Loan B 1st Lien F/R 08-31-2025	United States	Term Loans	USD 90,667	117	117
Calpine Corp. 5.25% 06-01-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 3,000	4	4
Camelot Finance LP Term Loan 1st Lien F/R 10-03-2023	United States	Term Loans	USD 388,522	511	503
Can Am Construction Inc./Canada Term Loan B 1st Lien F/R 07-01-2024	Canada	Term Loans	USD 600,055	771	783
Canada Goose Inc. Term Loan 1st Lien F/R 12-22-2021	Canada	Term Loans	USD 390,000	488	504
Canadian Commercial Mortgage Origination Trust 1 2.768% 11-12-2018	Canada	Mortgage Backed	302,121	302	301
Canadian Imperial Bank of Commerce 2.97% 07-11-2023	Canada	Corporate - Non Convertible	390,000	390	388
Canadian Imperial Bank of Commerce F/R 04-04-2028 Callable 2023	Canada	Corporate - Non Convertible	520,000	520	516
Canadian National Railway Co. 3.60% 07-31-2048 Callable 2048	Canada	Corporate - Non Convertible	570,000	561	554
Canadian Natural Resources Ltd. 3.55% 06-03-2024	Canada	Corporate - Non Convertible	310,000	312	310
Canadian Western Bank 2.751% 06-29-2020	Canada	Corporate - Non Convertible	370,000	370	369
Canadian Western Bank 2.74% 06-16-2022 DPNT	Canada	Corporate - Non Convertible	360,000	360	353
Canadian Western Bank 2.92% 12-15-2022	Canada	Corporate - Non Convertible	600,000	600	590
Capital Power Corp. 4.28% 09-18-2024 Callable 2024	Canada	Corporate - Non Convertible	1,200,000	1,202	1,200
Careerbuilder LLC Term Loan 1st Lien F/R 07-31-2023	United States	Term Loans	USD 780,360	978	1,010
Casablanca US Holdings Inc. Term Loan 1st Lien F/R 03-31-2024	United States	Term Loans	USD 338,300	435	432
CCL Industries Inc. 3.86% 04-13-2028 Callable 2028	Canada	Corporate - Non Convertible	420,000	420	418
CCS-CMGC Holdings Inc. Term Loan 1st Lien F/R 09-25-2025	United States	Term Loans	USD 90,000	115	115
Central 1 Credit Union F/R 02-05-2021	Canada	Corporate - Non Convertible	260,000	260	260
CEVA Logistics Finance BV Term Loan B 1st Lien F/R 07-25-2025	United States	Term Loans	USD 100,000	130	130
Charter Communications Operating LLC 4.50% 02-01-2024 Callable 2024	United States	Corporate - Non Convertible	USD 440,000	583	572
Chartwell Retirement Residences 3.79% 12-11-2023 Callable 2023	Canada	Corporate - Non Convertible	890,000	887	886
Chartwell Retirement Residences 4.21% 04-28-2025 Callable 2025	Canada	Corporate - Non Convertible	210,000	210	211
CHIP Mortgage Trust 2.98% 11-15-2021	Canada	Corporate - Non Convertible	380,000	380	373



**MACKENZIE**  
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# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
Choice Properties Real Estate Investment Trust 4.18% 03-08-2028 Callable 2027	Canada	Corporate - Non Convertible	740,000	740	736
CI Financial Corp. 3.52% 07-20-2023 Callable 2023	Canada	Corporate - Non Convertible	350,000	350	346
Comber Wind Financial Corp. 5.132% 11-15-2030	Canada	Corporate - Non Convertible	1,797,724	1,863	1,892
Comfort Holding LLC Term Loan 1st Lien F/R 02-05-2024	United States	Term Loans	USD 482,650	622	604
Commonwealth of Bahamas 5.75% 01-16-2024	Bahamas	Foreign Governments	USD 111,000	135	147
Commonwealth of Bahamas 6.00% 11-21-2028 Callable 2028	Bahamas	Foreign Governments	USD 112,000	143	148
Commonwealth of Bahamas 6.95% 11-20-2029	Bahamas	Foreign Governments	USD 119,000	179	165
Communications Sales & Leasing Inc. Term Loan B 1st Lien F/R 10-24-2022	United States	Term Loans	USD 614,855	741	762
Corel Corp. Term Loan 1st Lien F/R 05-11-2024	Canada	Term Loans	USD 150,000	192	195
Coronado Australian Holdings Pty Ltd. Term Loan B 1st Lien F/R 03-21-2025	United States	Term Loans	USD 54,108	72	71
Coronado Australian Holdings Pty Ltd. Term Loan C 1st Lien F/R 03-21-2025	United States	Term Loans	USD 14,794	20	19
Crosslinx Transit Solutions General Partnership 4.651% 09-30-2046	Canada	Corporate - Non Convertible	1,500,000	1,496	1,530
CSC Holdings LLC Term Loan B 1st Lien F/R 01-12-2026	United States	Term Loans	USD 159,600	198	207
CU Inc. 3.964% 07-27-2045 Callable	Canada	Corporate - Non Convertible	250,000	269	257
CU Inc. 3.76% 11-19-2046 Callable 2046	Canada	Corporate - Non Convertible	550,000	550	547
Danske Bank AS 2.80% 03-10-2021 144A	Denmark	Corporate - Non Convertible	USD 840,000	1,115	1,060
Daseke Inc. Term Loan 1st Lien F/R 02-27-2024	United States	Term Loans	USD 811,246	1,043	1,058
Diamond 1 Finance Corp. 4.42% 06-15-2021 Callable 2021 144A	United States	Corporate - Non Convertible	USD 110,000	142	144
Diamond 1 Finance Corp. 5.45% 06-15-2023 Callable 2023 144A	United States	Corporate - Non Convertible	USD 220,000	284	299
Diamond 1 Finance Corp. 6.02% 06-15-2026 Callable 2026 144A	United States	Corporate - Non Convertible	USD 220,000	284	304
Digicert Holdings Inc. Term Loan 1st Lien F/R 09-20-2024	United States	Term Loans	USD 139,650	171	181
Eagle Credit Card Trust 2.63% 10-17-2022	Canada	Corporate - Non Convertible	260,000	260	255
EagleTree-Carbide Acquisition Corp. Term Loan 1st Lien F/R 08-28-2024	United States	Term Loans	USD 774,096	974	1,003
Eastern Power LLC Term Loan B 1st Lien F/R 10-02-2023	United States	Term Loans	USD 80,000	105	103
Electrical Components International Inc. Term Loan 1st Lien F/R 06-22-2025	United States	Term Loans	USD 179,550	236	234
EmployBridge LLC Term Loan B 1st Lien F/R 04-10-2025	United States	Term Loans	USD 266,625	340	348
Enbridge Gas Distribution Inc. 3.51% 11-29-2047 Callable 2047	Canada	Corporate - Non Convertible	690,000	690	654
Enbridge Inc. 3.20% 06-08-2027 Callable 2027	Canada	Corporate - Non Convertible	500,000	500	475
Enbridge Inc. 4.57% 03-11-2044	Canada	Corporate - Non Convertible	2,350,000	2,384	2,343
Enbridge Inc. 5.37% 09-27-2077 Callable 2027	Canada	Corporate - Non Convertible	2,710,000	2,714	2,584
Enbridge Inc. F/R 04-12-2078 Callable 2028	Canada	Corporate - Non Convertible	790,000	790	816
ENC Holding Corp. Delayed Draw Term Loan 1st Lien F/R 05-30-2025	United States	Term Loans	USD 4,000	5	5
ENC Holding Corp. Term Loan 1st Lien F/R 05-30-2025	United States	Term Loans	USD 66,000	85	86
EnerCare Solutions Inc. 3.99% 02-21-2024 Callable 2023	Canada	Corporate - Non Convertible	640,000	640	642
Ensono LP Term Loan 1st Lien F/R 04-30-2025	United States	Term Loans	USD 149,625	190	196
Enterprise Merger Sub Inc. Term Loan 1st Lien F/R 09-28-2025	United States	Term Loans	USD 510,000	657	657
Enterprise Merger Sub Inc. 8.75% 10-15-2026 Callable 2021	United States	Corporate - Non Convertible	USD 40,000	51	51
EPCOR Utilities Inc. 3.55% 11-27-2047 Callable 2047	Canada	Corporate - Non Convertible	470,000	470	451



**MACKENZIE**  
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# MACKENZIE CUNDILL CANADIAN BALANCED FUND

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## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
EPR Properties 4.95% 04-15-2028 Callable 2028	United States	Corporate - Non Convertible	USD 370,000	464	471
Exela Intermediate LLC 10.00% 07-15-2023 Callable 2020 144A	United States	Corporate - Non Convertible	USD 178,000	232	245
Fairfax Financial Holdings Ltd. 5.84% 10-14-2022	Canada	Corporate - Non Convertible	670,000	737	728
Fairfax Financial Holdings Ltd. 8.30% 04-15-2026	Canada	Corporate - Non Convertible	USD 1,700,000	1,843	2,633
Fairfax Financial Holdings Ltd. 7.75% 07-15-2037	Canada	Corporate - Non Convertible	USD 6,130,000	6,371	9,400
Federation des Caisses Desjardins du Quebec 3.06% 09-11-2023	Canada	Corporate - Non Convertible	900,000	900	896
Financial & Risk US Holdings Inc. Term Loan B 1st Lien F/R 10-01-2025	United States	Term Loans	USD 560,000	725	724
Financial & Risk US Holdings Inc. 6.25% 05-15-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 60,000	78	78
Financial & Risk US Holdings Inc. 8.25% 11-15-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 170,000	221	219
FortisAlberta Inc. 3.74% 09-18-2048 Callable 2048	Canada	Corporate - Non Convertible	100,000	100	99
Fortress Transportation and Infrastructure Investors LLC 6.50% 10-01-2025 Callable 2021 144A	United States	Corporate - Non Convertible	USD 120,000	154	154
Foundation Building Materials LLC Term Loan B 1st Lien F/R 05-11-2025	United States	Term Loans	USD 90,000	115	117
Frontera Generation Holdings LLC. Term Loan B 1st Lien F/R 04-25-2025	United States	Term Loans	USD 149,625	191	195
Fusion Connect Inc. Term Loan B 1st Lien F/R 05-03-2023	United States	Term Loans	USD 256,750	319	316
FXI Holdings Inc. 7.88% 11-01-2024 Callable 2020 144A	United States	Corporate - Non Convertible	USD 69,000	89	85
Gentiva Health Services Inc. Term Loan 1st Lien F/R 06-21-2025	United States	Term Loans	USD 127,059	167	166
GFL Environmental Inc. 5.38% 03-01-2023 Callable 2020 144A	Canada	Corporate - Non Convertible	USD 30,000	37	37
GFL Environmental Inc. 7.00% 06-01-2026 Callable 2021 144A	Canada	Corporate - Non Convertible	USD 30,000	37	38
Gibson Energy Inc. 5.25% 07-15-2024 Callable 2020 REGS	Canada	Corporate - Non Convertible	158,000	158	158
Glacier Credit Card Trust 3.14% 09-20-2023	Canada	Corporate - Non Convertible	410,000	410	408
The Goldman Sachs Group Inc. 3.31% F/R 10-31-2025 Callable 2024	United States	Corporate - Non Convertible	2,810,000	2,811	2,740
Government of Bermuda 4.138% 01-03-2023	Bermuda	Foreign Governments	USD 430,000	566	565
Government of Bermuda 4.854% 02-06-2024	Bermuda	Foreign Governments	USD 670,000	896	904
Government of Bermuda 3.72% 01-25-2027 Callable 2026	Bermuda	Foreign Governments	USD 2,470,000	3,033	3,051
Government of Canada 2.50% 06-01-2024	Canada	Federal Government	500,000	504	504
Government of Canada 2.00% 06-01-2028	Canada	Federal Government	15,400,000	14,950	14,847
Government of Canada 1.25% 12-01-2047 Real Return	Canada	Federal Government	8,020,000	10,012	10,114
Government of Canada 2.75% 12-01-2048	Canada	Federal Government	12,980,000	14,190	13,908
Green Plains Inc. Term Loan B 1st Lien F/R 08-29-2023	United States	Term Loans	USD 267,350	334	350
Greenhill & Co. Inc. Term Loan B 1st Lien F/R 10-12-2022	United States	Term Loans	USD 154,000	192	201
H&R Real Estate Investment Trust 2.92% 05-06-2022	Canada	Corporate - Non Convertible	480,000	480	470
H&R Real Estate Investment Trust 3.42% 01-23-2023 Callable 2022	Canada	Corporate - Non Convertible	300,000	300	297
H&R Real Estate Investment Trust 3.37% 01-30-2024 Callable 2023	Canada	Corporate - Non Convertible	1,150,000	1,147	1,121
Hadrian Merger Sub Inc. 8.50% 05-01-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 119,000	153	147
Halo Buyer Inc. Delayed Draw Term Loan 1st Lien F/R 06-28-2025	United States	Term Loans	USD 23,704	31	30
Halo Buyer Inc. Term Loan 1st Lien F/R 06-28-2025	United States	Term Loans	USD 56,296	73	72
HCN Canadian Holdings-1 LP 3.35% 11-25-2020	United States	Corporate - Non Convertible	860,000	858	866
Hearthside Group Holdings LLC 1st Lien F/R 05-17-2025	United States	Term Loans	USD 229,425	294	296
Heartland Dental LLC Delay Draw Term Loan 1st Lien F/R 04-17-2025	United States	Term Loans	USD 71,283	90	92
Heartland Dental LLC Term Loan 1st Lien F/R 04/17/2025	United States	Term Loans	USD 474,029	602	614
Heathrow Funding Ltd. 3.40% 03-08-2028	United Kingdom	Corporate - Non Convertible	690,000	689	676



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# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

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## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
Heathrow Funding Ltd. 3.79% 09-04-2030 Callable 2030	United Kingdom	Corporate - Non Convertible	540,000	540	534
Hillman Group Inc. Term Loan B 1st Lien F/R 05-21-2025	United States	Term Loans	USD 99,750	127	128
HSBC Bank Canada 3.25% 09-15-2023	Canada	Corporate - Non Convertible	600,000	600	599
HSBC Holdings PLC 3.20% 12-05-2023	United Kingdom	Corporate - Non Convertible	1,310,000	1,310	1,291
Hub International Ltd. Term Loan B 1st Lien F/R 04-25-2025	United States	Term Loans	USD 109,725	139	142
Hub International Ltd. 7.00% 05-01-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 3,000	4	4
Hydro One Inc. 2.97% 06-26-2025 Callable 2025	Canada	Corporate - Non Convertible	250,000	250	245
Hydro One Inc. 3.72% 11-18-2047	Canada	Corporate - Non Convertible	1,950,000	1,971	1,898
Hydro One Inc. 3.63% 06-25-2049 Callable 2048	Canada	Corporate - Non Convertible	310,000	310	296
Hyster-Yale Group Inc. Term Loan B 1st Lien F/R 05-30-2023	United States	Term Loans	USD 301,875	407	391
Integro Ltd. United States Term Loan B1 1st Lien F/R 10-31-2022	United States	Term Loans	USD 428,901	543	556
Inter Pipeline Ltd. 2.73% 04-18-2024 Callable 2024	Canada	Corporate - Non Convertible	1,060,000	1,068	1,014
Inter Pipeline Ltd. 3.48% 12-16-2026 Callable 2026	Canada	Corporate - Non Convertible	930,000	942	901
Interior Logic Group Holdings IV LLC Term Loan B 1st Lien F/R 05-21-2025	United States	Term Loans	USD 360,000	465	466
Intermedia Holdings Inc. Term Loan B 1st Lien F/R 07-13-2025	United States	Term Loans	USD 150,000	195	195
The International Bank for Reconstruction and Development 3.50% 01-22-2021	Supra - National	n/a	NZD 4,610,000	4,264	4,058
International Finance Corp. 3.625% 05-20-2020	Supra - National	n/a	NZD 1,490,000	1,376	1,306
International Textile Group Inc. Term Loan 1st Lien F/R 04-19-2024	United States	Term Loans	USD 407,438	522	529
iQor US Inc. Term Loan 2nd Lien F/R 04-01-2022	United States	Term Loans	USD 350,000	424	362
iQor US Inc. Term Loan B 1st Lien F/R 04-01-2021	United States	Term Loans	USD 1,431,018	1,622	1,738
Isagenix International LLC Term Loan 1st Lien F/R 04-26-2025	United States	Term Loans	USD 256,750	327	333
Itron Inc. 5.00% 01-15-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 26,000	33	32
Ivanhoe Cambridge II Inc. 2.91% 06-27-2023 Callable 2023	Canada	Corporate - Non Convertible	300,000	300	297
JBS USA Lux SA Term Loan B 1st Lien F/R 10-30-2022	Brazil	Term Loans	USD 587,020	745	761
Keane Group Holdings LLC Term Loan B 1st Lien F/R 05-18-2025	United States	Term Loans	USD 130,000	167	167
KEMET Corp. Term Loan B 1st Lien F/R 04-26-2024	United States	Term Loans	USD 648,701	850	855
Kestrel Acquisition LLC Term Loan B 1st Lien F/R 05-02-2025	United States	Term Loans	USD 129,675	167	170
The KeyW Holding Corp/The Term Loan 1st Lien F/R 05-04-2024	United States	Term Loans	USD 133,488	171	174
Kindred Healthcare Inc. Term Loan B 1st Lien F/R 06-21-2025	United States	Term Loans	USD 120,000	158	156
Kruger Products LP 6.00% 04-24-2025 Callable 2021	Canada	Corporate - Non Convertible	40,000	40	40
L&W Inc. Term Loan 1st Lien F/R 05-17-2025	United States	Term Loans	USD 339,150	436	443
Lannett Co. Inc. Term Loan B 1st Lien F/R 11-25-2022	United States	Term Loans	USD 990,485	1,257	1,130
Lantheus Medical Imaging Inc. Term Loan B 1st Lien F/R 06-30-2022	United States	Term Loans	USD 391,804	521	506
Laurentian Bank of Canada 3.45% 06-27-2023	Canada	Corporate - Non Convertible	300,000	300	297
LBM Borrower LLC Term Loan 1st Lien F/R 08-20-2022	United States	Term Loans	USD 869,233	1,114	1,132
LD Intermediate Holdings Inc. Term Loan B 1st Lien F/R 12-09-2022	United States	Term Loans	USD 78,968	96	99
LifeMiles Ltd. Term Loan B 1st Lien F/R 08-18-2022	Colombia	Term Loans	USD 235,421	297	310
LifeScan Global Corp. Term Loan 1L F/R 06-19-2024	United States	Term Loans	USD 450,000	580	577
Livingston International Inc. Term Loan 1st Lien F/R 03-18-2020	Canada	Term Loans	USD 417,895	526	541
Livingston International Inc. Term Loan 1st Lien F/R 03-18-2020	Canada	Term Loans	348,246	335	331
Livingston International Inc. Term Loan 2nd Lien F/R 04-17-2020	Canada	Term Loans	USD 350,000	420	430
MacDonald, Dettwiler & Associates Ltd. Term Loan B 1st Lien F/R 10-04-2024	Canada	Term Loans	USD 992,481	1,264	1,264
Manulife Bank of Canada 2.08% 05-26-2022	Canada	Corporate - Non Convertible	960,000	960	927



**MACKENZIE**  
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	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
Manulife Bank of Canada 2.84% 01-12-2023	Canada	Corporate - Non Convertible	540,000	539	533
Manulife Financial Corp. F/R 05-09-2028 Callable 2023	Canada	Corporate - Non Convertible	320,000	320	318
Manulife Financial Corp. F/R 08-20-2029 Callable 2024	Canada	Corporate - Non Convertible	1,070,000	1,070	1,040
Mastronardi Produce Ltd. Term Loan B 1st Lien F/R 04-18-2025	Canada	Term Loans	USD 109,450	138	143
Mattamy Group Corp. 6.50% 10-01-2025 Callable 2020	Canada	Corporate - Non Convertible	59,000	60	59
Mattamy Group Corp. 6.50% 10-01-2025 Callable 2020 144A	Canada	Corporate - Non Convertible	USD 120,000	150	151
Matterhorn Merger Sub LLC 8.50% 06-01-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 46,000	59	58
McAfee LLC Term Loan B 1st Lien F/R 09-30-2024	United States	Term Loans	USD 584,747	731	763
McDermott Technology Americas Inc. Term Loan B 1st Lien F/R 04-05-2025	United States	Term Loans	USD 109,450	142	144
McDonald's Corp. 3.13% 03-04-2025 Callable 2025	United States	Corporate - Non Convertible	1,250,000	1,247	1,224
Meredith Corp. Term Loan B 1st Lien F/R 01-18-2025	United States	Term Loans	USD 833,206	1,050	1,085
Metro Inc. 3.39% 12-06-2027 Callable 2027	Canada	Corporate - Non Convertible	480,000	480	462
Milk Specialties Co. Term Loan 1st Lien F/R 08-16-2023	United States	Term Loans	USD 1,124,264	1,439	1,458
Mondelez International Inc. 4.13% 05-07-2028 Callable 2028	United States	Corporate - Non Convertible	USD 180,000	229	230
Morgan Stanley 3.00% 02-07-2024	United States	Corporate - Non Convertible	1,390,000	1,390	1,357
National Bank of Canada 1.96% 06-30-2022	Canada	Corporate - Non Convertible	2,100,000	2,069	2,024
NAV Canada 3.29% 03-30-2048 Callable 2047	Canada	Corporate - Non Convertible	380,000	381	370
Neenah Foundry Co. Term Loan B 1st Lien F/R 12-08-2022	United States	Term Loans	USD 270,718	346	348
New Red Finance Inc. 5.00% 10-15-2025 Callable 2020 144A	Canada	Corporate - Non Convertible	USD 23,000	28	28
Newell Brands Inc. 4.20% 04-01-2026 Callable 2026	United States	Corporate - Non Convertible	USD 250,000	317	308
North Battleford Power LP 4.958% 12-31-2032	Canada	Corporate - Non Convertible	887,543	888	948
North West Redwater Partnership 2.80% 06-01-2027 Callable 2027	Canada	Corporate - Non Convertible	1,570,000	1,502	1,479
North West Redwater Partnership 3.65% 06-01-2035 Callable 2034	Canada	Corporate - Non Convertible	510,000	510	493
Nouvelle Autoroute 30 Financement Inc. 4.11% 03-31-2042	Canada	Corporate - Non Convertible	430,000	430	431
OCI Beaumont LLC Term Loan B 1st Lien F/R 02-16-2025	United States	Term Loans	USD 9,950	13	13
Office Depot Inc. Term Loan B 1st Lien F/R 11-08-2022	United States	Term Loans	USD 324,462	404	431
Omega Healthcare Investors Inc. 4.50% 01-15-2025 Callable 2024	United States	Corporate - Non Convertible	USD 540,000	582	684
OMERS Realty Corp. 3.24% 10-04-2027 Callable 2027	Canada	Corporate - Non Convertible	1,250,000	1,250	1,232
OMERS Realty Corp. 3.63% 06-05-2030 Callabe 2030	Canada	Corporate - Non Convertible	750,000	750	754
Ontario Power Generation Inc. 3.32% 10-04-2027 Callable 2027	Canada	Corporate - Non Convertible	630,000	630	621
Ontario Power Generation Inc. 3.84% 06-22-2048 Callable 2047	Canada	Corporate - Non Convertible	400,000	400	390
OPB Finance Trust 2.98% 01-25-2027	Canada	Provincial Governments	790,000	792	777
Osteon Merger Sub Inc. Term Loan B 1st Lien F/R 02-06-2025	United States	Term Loans	USD 109,450	136	142
Owens & Minor Inc. Term Loan B 1st Lien F/R 05-01-2025	United States	Term Loans	USD 460,000	581	563
OZ Management LP Term Loan 1st Lien F/R 04-04-2023	United States	Term Loans	USD 100,000	132	130
Parkland Fuel Corp. 6.00% 04-01-2026 Callable 2021 144A	Canada	Corporate - Non Convertible	USD 66,000	86	86
Pembina Pipeline Corp. 3.54% 02-03-2025 Callable	Canada	Corporate - Non Convertible	150,000	150	149
Pembina Pipeline Corp. 4.02% 03-27-2028 Callable 2027	Canada	Corporate - Non Convertible	510,000	510	509
Petroleos De Venezuela SA 6.00% 05-16-2024	Venezuela	Corporate - Non Convertible	USD 616,000	197	175
PetSmart Inc. Term Loan B2 1st Lien F/R 03-10-2022	United States	Term Loans	USD 188,519	205	213
Pisces Midco Inc. Term Loan B 1st Lien F/R 03-29-2025	United States	Term Loans	USD 99,750	130	130
PLH Group Inc. Term Loan 1st Lien F/R 08-06-2023	United States	Term Loans	USD 165,000	208	210
PNI Canada Acquireco Corp. Term Loan B 1st Lien F/R 08-23-2022	Canada	Term Loans	USD 1,123,426	1,416	1,457
Polar US Borrower LLC Term Loan 1st Lien F/R 08-21-2025	United States	Term Loans	USD 180,000	225	234
Prospect Medical Holdings Inc. Term Loan B 1st Lien F/R 02-15-2024	United States	Term Loans	USD 527,350	667	693



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	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
Province of Alberta 3.05% 12-01-2048	Canada	Provincial Governments	4,070,000	4,056	3,968
Province of Alberta 3.10% 06-01-2050	Canada	Provincial Governments	830,000	828	819
Province of Newfoundland 3.00% 06-02-2026	Canada	Provincial Governments	1,420,000	1,430	1,412
Province of Newfoundland 3.70% 10-17-2048	Canada	Provincial Governments	2,480,000	2,734	2,616
Province of Ontario 4.60% 06-02-2039	Canada	Provincial Governments	1,780,000	2,186	2,142
Province of Ontario 2.90% 06-02-2049	Canada	Provincial Governments	22,120,000	21,402	20,806
Province Of Quebec 2.75% 09-01-2028	Canada	Provincial Governments	2,980,000	2,933	2,905
Province of Quebec 3.50% 12-01-2048	Canada	Provincial Governments	7,670,000	8,373	8,137
Province of Saskatchewan 3.30% 06-02-2048	Canada	Provincial Governments	1,500,000	1,570	1,535
PSC Industrial Outsourcing LP Term Loan B 1st Lien F/R 10-05-2024	United States	Term Loans	USD 267,975	334	349
R1 RCM Inc. Term Loan B 1st Lien F/R 05-02-2025	United States	Term Loans	USD 140,000	175	181
Rackspace Hosting Inc. 8.63% 11-15-2024 Callable 2019 144A	United States	Corporate - Non Convertible	USD 360,000	455	453
Red Ventures LLC Term Loan B 1st Lien F/R 11-08-2024	United States	Term Loans	USD 294,382	365	385
Reliance Intermediate Holdings LP 6.50% 04-01-2023 Callable 2018 144A	Canada	Corporate - Non Convertible	USD 49,000	66	66
Reliance LP 3.84% 03-15-2025 Callable 2025	Canada	Corporate - Non Convertible	530,000	530	521
Renfro Corp. Term Loan B 1st Lien F/R 03-31-2021	United States	Term Loans	USD 336,759	428	435
Research Now Group Inc. Term Loan 1st Lien F/R 12-20-2024	United States	Term Loans	USD 1,073,442	1,326	1,396
Royal Bank of Canada 2.95% 05-01-2023	Canada	Corporate - Non Convertible	1,470,000	1,470	1,462
Royal Bank of Canada 3.30% 09-26-2023	Canada	Corporate - Non Convertible	1,770,000	1,770	1,772
Saputo Inc. 3.61% 08-14-2025 Callable 2025	Canada	Corporate - Non Convertible	430,000	430	428
Savage Enterprises LLC Term Loan B 1st Lien F/R 07-02-2025	United States	Term Loans	USD 177,375	229	233
Sea to Sky Highway Investment LP 2.63% 08-31-2030	Canada	Corporate - Non Convertible	966,243	966	920
Sigma Bidco BV Term Loan B 1st Lien F/R 03-07-2025	Netherlands	Term Loans	EUR 100,000	151	150
Sigma US Corp. Term Loan B 1st Lien F/R 03-06-2025	Netherlands	Term Loans	USD 100,000	129	130
SIRVA Worldwide Inc. Term Loan 1st Lien F/R 07-31-2025	United States	Term Loans	USD 136,000	174	176
SIWF Holdings Inc. Term Loan 1st Lien F/R 05-25-2025	United States	Term Loans	USD 99,750	128	130
SNC-Lavalin Group Inc. 3.24% 03-02-2023 Callable 2023	Canada	Corporate - Non Convertible	290,000	290	286
Solenis International LP Term Loan 1st Lien F/R 12-18-2023	United States	Term Loans	USD 149,625	196	195
Spirit AeroSystems Inc. 3.95% 06-15-2023 Callable 2023	United States	Corporate - Non Convertible	USD 280,000	359	361
Sprint Spectrum Co. LLC 4.74% 03-20-2025 144A	United States	Corporate - Non Convertible	USD 290,000	375	376
Spy Hill Power LP 4.14% 03-31-2036	Canada	Corporate - Non Convertible	803,085	763	805
SRS Distribution Inc. Term Loan B 1st Lien F/R 05-17-2025	United States	Term Loans	USD 340,000	437	437
SRS Distribution Inc. 8.25% 07-01-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 184,000	236	233
St. Joseph Energy Center LLC Term Loan 1st Lien F/R 04-06-2025	United States	Term Loans	USD 9,850	13	13
Staples Inc. Term Loan 1st Lien F/R 08-15-2024	United States	Term Loans	USD 387,075	492	501
Star West Generation LLC Term Loan B 1st Lien F/R 03-13-2020	United States	Term Loans	USD 526,519	612	668
Starfruit US Holdco LLC Term Loan B 1st Lien F/R 09-2025	United States	Term Loans	USD 180,000	231	234
Stars Group Holdings BV 7.00% 07-15-2026 Callable 2021 144A	Canada	Corporate - Non Convertible	USD 100,000	133	134
Sun Life Financial Inc. F/R 02-19-2026 Callable 2021	Canada	Corporate - Non Convertible	1,580,000	1,601	1,581
Sun Life Financial Inc. F/R 11-23-2027 Callable 2022	Canada	Corporate - Non Convertible	450,000	450	441
Sun Life Financial Inc. F/R 09-19-2028 Callable 2023	Canada	Corporate - Non Convertible	1,810,000	1,819	1,784
Superior Plus LP 7.00% 07-15-2026 Callable 2021 144A	Canada	Corporate - Non Convertible	USD 160,000	212	209
Sydney Airport Finance Co. Pty. Ltd. 3.625% 04-28-2026 Callable 2026 144A	Australia	Corporate - Non Convertible	USD 1,250,000	1,590	1,546
Syniverse Holdings Inc. Term Loan 1st Lien F/R 02-09-2023	United States	Term Loans	USD 99,500	124	129
Sysco Canada Inc. 3.65% 04-25-2025 Callable 2025	United States	Corporate - Non Convertible	560,000	560	561



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	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>BONDS (cont'd)</b>					
Talen Energy Supply LLC 10.50% 01-15-2026 Callable 2022 144A	United States	Corporate - Non Convertible	USD 30,000	37	35
TELUS Corp. 3.35% 04-01-2024 Callable	Canada	Corporate - Non Convertible	110,000	113	109
TELUS Corp. 3.63% 03-01-2028 Callable 2027	Canada	Corporate - Non Convertible	600,000	593	590
TELUS Corp. 4.70% 03-06-2048 Callable 2047	Canada	Corporate - Non Convertible	1,020,000	1,014	1,029
TerraForm Power Operating LLC 5.00% 01-31-2028 Callable 2027 144A	United States	Corporate - Non Convertible	USD 63,000	81	76
Teva Pharmaceutical Finance Netherlands III BV 3.15% 10-01-2026 Callable	Israel	Corporate - Non Convertible	USD 39,000	41	42
Teva Pharmaceutical Industries Ltd. 2.80% 07-21-2023	Israel	Corporate - Non Convertible	USD 110,000	129	127
Titan Acquisition Ltd. Term Loan 1st Lien F/R 03-16-2025	United Kingdom	Term Loans	USD 139,375	178	175
Titan Acquisition Ltd. 7.75% 04-15-2026 Callable 2021 144A	United Kingdom	Corporate - Non Convertible	USD 90,000	118	102
TMX Group Ltd. 4.46% 10-03-2023 Callable 2023	Canada	Corporate - Non Convertible	1,010,000	1,144	1,066
TMX Group Ltd. 2.30% 12-11-2024 Callable 2024	Canada	Corporate - Non Convertible	250,000	251	245
TMX Group Ltd. 3.78% 06-05-2028 Callable 2028	Canada	Corporate - Non Convertible	280,000	281	281
The Toronto-Dominion Bank 3.01% 05-30-2023	Canada	Corporate - Non Convertible	510,000	510	509
The Toronto-Dominion Bank F/R 09-14-2028 Callable 2023	Canada	Corporate - Non Convertible	750,000	750	748
The Toronto-Dominion Bank F/R 07-25-2029 Callable 2024	Canada	Corporate - Non Convertible	760,000	764	741
TransCanada Pipelines Ltd. 3.39% 03-15-2028 Callable 2027	Canada	Corporate - Non Convertible	1,150,000	1,149	1,127
TransCanada PipeLines Ltd. 4.18% 07-03-2048 Callable 2048	Canada	Corporate - Non Convertible	360,000	360	350
TransCanada Trust F/R 05-18-2077 Callable 2027	Canada	Corporate - Non Convertible	1,120,000	1,120	1,062
Traverse Midstream Partners LLC Term Loan B 1st Lien F/R 09-21-2024	United States	Term Loans	USD 120,000	147	156
Trico Products Corp. Term Loan 1st Lien F/R 02-02-2024	United States	Term Loans	USD 98,750	128	128
Trillium Windpower LP 5.80% 02-15-2033	United States	Corporate - Non Convertible	825,473	825	912
Uber Technologies Inc. Term Loan B 1st Lien F/R 07-13-2023	United States	Term Loans	USD 587,152	775	763
Ultra Clean Holdings Inc. Term Loan B 1st Lien F/R 08-27-2025	United States	Term Loans	USD 260,000	334	333
Unimin Corp. Term Loan 1st Lien F/R 05-21-2025	United States	Term Loans	USD 199,500	257	244
Union Gas Ltd. 3.59% 11-22-2047 Callable 2047	Canada	Corporate - Non Convertible	510,000	509	491
United States Treasury 2.25% 11-15-2027	United States	Foreign Governments	USD 100,000	126	121
United States Treasury 2.75% 02-15-2028	United States	Foreign Governments	USD 1,020,000	1,295	1,287
United States Treasury 3.00% 02-15-2048	United States	Foreign Governments	USD 3,590,000	4,518	4,475
Ventas Canada Finance Ltd. 2.55% 03-15-2023 Callable 2023	United States	Corporate - Non Convertible	940,000	941	907
Ventas Realty LP 4.00% 03-01-2028 Callable 2027	United States	Corporate - Non Convertible	USD 340,000	422	425
VeriFone Systems Inc. Term Loan 1st Lien F/R 08-09-2025	United States	Term Loans	USD 110,000	143	143
Verizon Communications Inc. 2.63% 08-15-2026 Callable 2026	United States	Corporate - Non Convertible	USD 1,660,000	2,184	1,947
Vertex Aerospace Services Corp. Term Loan B 1st Lien F/R 06-14-2025	United States	Term Loans	USD 99,750	130	130
Vistage Worldwide Inc. Term Loan 1st Lien F/R 02-01-2025	United States	Term Loans	USD 179,100	224	233
Vodafone Group PLC 3.75% 01-16-2024	United Kingdom	Corporate - Non Convertible	USD 230,000	293	295
VVC Holding Corp. Term Loan 1st Lien F/R 07-03-2025	United States	Term Loans	USD 200,000	258	256
Vyair Medical Inc. Term Loan B 1st Lien F/R 04-06-2025	United States	Term Loans	USD 189,025	228	241
W/S Packaging Holdings Inc. 9.00% 04-15-2023 Callable 2020 144A	United States	Corporate - Non Convertible	USD 120,000	155	161
WellDyneDx Inc. Term Loan 1st Lien F/R 08-16-2022	United States	Term Loans	USD 333,897	416	428
Wells Fargo & Co. 2.98% 05-19-2026	United States	Corporate - Non Convertible	200,000	200	190
Welltower Inc. 4.25% 04-15-2028 Callable 2028	United States	Corporate - Non Convertible	USD 250,000	320	318
Williams Scotsman International Inc. 7.88% 12-15-2022 Callable 2019 144A	United States	Corporate - Non Convertible	USD 64,000	82	86



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<b>BONDS (cont'd)</b>					
Yak Access LLC Term Loan B 1st Lien F/R 06-26-2025	United States	Term Loans	USD 290,000	370	363
YRC Worldwide Inc. Term Loan 1st Lien F/R 07-21-2022	United States	Term Loans	USD 389,490	491	513
Zotec Partners LLC Term Loan 1st Lien F/R 02-09-2024	United States	Term Loans	USD 266,625	332	345
<b>Total bonds</b>				<b>274,455</b>	<b>275,347</b>
<b>EQUITIES</b>					
Alimentation Couche-Tard Inc. Class B Sub. voting	Canada	Consumer Staples	362,000	20,463	23,389
Allergan PLC	United States	Health Care	12,391	2,898	3,050
AltaGas Ltd. Pfd. Series K	Canada	Energy	12,021	301	292
Apache Corp.	United States	Energy	39,243	2,531	2,418
Baidu Inc. ADR	China	Information Technology	11,458	2,559	3,386
Bank of America Corp.	United States	Financials	824,257	9,317	31,381
Barclays PLC	United Kingdom	Financials	1,582,066	5,986	4,577
Barrick Gold Corp.	Canada	Materials	175,500	4,111	2,508
Boardwalk Real Estate Investment Trust	Canada	Real Estate	296,508	12,688	14,876
BorgWarner Inc.	United States	Consumer Discretionary	88,368	4,709	4,885
Brookfield Asset Management Inc. Pfd. Series 46	Canada	Real Estate	15,742	394	408
Brookfield Asset Management Inc. Pfd. Series 48	Canada	Real Estate	9,199	230	236
Brookfield Property Partners LP	United States	Real Estate	135,200	3,989	3,652
Brookfield Renewable Partners LP Pfd. Series 11	Canada	Utilities	23,197	580	579
Canadian National Railway Co.	Canada	Industrials	183,100	14,745	21,221
Canadian Pacific Railway Ltd.	Canada	Industrials	70,500	11,850	19,263
Canfor Corp.	Canada	Materials	125,145	1,433	3,013
Celestica Inc. Sub. voting	Canada	Information Technology	1,070,081	7,760	14,970
Cenovus Energy Inc.	Canada	Energy	1,210,489	25,585	15,700
CES Energy Solutions Corp.	Canada	Energy	962,056	3,846	4,098
Chesapeake Energy Corp.	United States	Energy	1,539,357	13,081	8,932
Chesapeake Energy Corp. 5.75% Conv. Pfd. Series A	United States	Energy	26,354	26,275	20,480
Chesapeake Energy Corp. 5.75% Conv. Pfd.	United States	Energy	4,041	2,351	3,311
Citigroup Inc.	United States	Financials	413,762	16,594	38,361
Corus Entertainment Inc. Class B non-voting	Canada	Consumer Discretionary	662,700	5,328	2,777
CVS Health Corp.	United States	Health Care	43,684	5,182	4,444
DAVITA Inc.	United States	Health Care	77,363	6,547	7,161
Discovery Communications Inc. Class C	United States	Consumer Discretionary	121,504	2,894	4,645
Dundee Corp. Class A sub. voting	Canada	Financials	1,106,320	16,935	1,947
ECN Capital Corp.	Canada	Financials	1,837,700	6,280	6,928
E-L Financial Corp. Ltd.	Canada	Financials	20,555	8,123	16,858
Empire Co. Ltd. Class A non-voting	Canada	Consumer Staples	364,613	6,234	8,583
Enbridge Inc.	Canada	Energy	311,300	15,904	12,975
Fairfax Financial Holdings Ltd. Sub. voting	Canada	Financials	9,195	5,701	6,452
Fiat Chrysler Automobiles NV	United Kingdom	Consumer Discretionary	74,415	1,107	1,691
General Electric Co.	United States	Industrials	194,886	3,484	2,843
Goldcorp Inc.	Canada	Materials	238,000	4,984	3,132
The Goldman Sachs Group Inc.	United States	Financials	20,980	4,005	6,080
Granite Real Estate Investment Trust	Canada	Real Estate	222,227	8,511	12,327
Hitachi Ltd.	Japan	Information Technology	127,700	3,850	5,608
Hudson's Bay Co.	Canada	Consumer Discretionary	979,830	10,079	9,504
Industrial Alliance Insurance and Financial Services Inc.	Canada	Financials	145,700	6,896	7,525
International Business Machines Corp.	United States	Information Technology	27,459	5,437	5,366



**MACKENZIE**  
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# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>EQUITIES (cont'd)</b>					
Kinross Gold Corp.	Canada	Materials	699,100	3,549	2,461
Liberty Global PLC Class A	United Kingdom	Consumer Discretionary	201,457	8,561	7,532
Linamar Corp.	Canada	Consumer Discretionary	105,300	5,006	6,266
Loblaw Companies Ltd.	Canada	Consumer Staples	308,700	20,712	20,485
Magna International Inc.	Canada	Consumer Discretionary	16,200	753	1,099
Novartis AG Reg.	Switzerland	Health Care	19,615	1,974	2,180
Nutrien Ltd.	Canada	Materials	329,139	17,764	24,547
Oracle Corp.	United States	Information Technology	70,632	3,704	4,706
Philip Morris International Inc.	United States	Consumer Staples	21,493	2,309	2,265
POSCO	South Korea	Materials	4,703	1,356	1,613
Precision Drilling Corp.	Canada	Energy	2,714,680	16,013	12,107
Rowan Companies Inc.	United States	Energy	345,598	8,730	8,410
Samsung Electronics Co. Ltd.	South Korea	Information Technology	89,850	2,371	4,859
Sanofi	France	Health Care	49,923	5,408	5,734
ShawCor Ltd.	Canada	Energy	343,938	9,416	8,492
Standard Chartered PLC	United Kingdom	Financials	224,798	3,038	2,409
Teck Resources Ltd. Class B	Canada	Materials	427,886	6,801	13,320
Tenaris SA ADR	Luxembourg	Energy	99,944	3,112	4,329
Tourmaline Oil Corp.	Canada	Energy	190,400	4,099	4,330
TransAlta Corp. Pfd. Series A	Canada	Utilities	29,033	386	455
TransAlta Corp.	Canada	Utilities	1,077,500	7,568	7,833
TransCanada Corp. Pfd. Series 15	Canada	Energy	33,272	833	868
UBS Group AG	Switzerland	Financials	280,176	5,639	5,719
Union Pacific Corp.	United States	Industrials	33,988	3,740	7,152
Wells Fargo & Co.	United States	Financials	96,613	5,858	6,562
West Fraser Timber Co. Ltd.	Canada	Materials	21,156	480	1,555
WestJet Airlines Ltd.	Canada	Industrials	381,789	8,406	7,830
<b>Total equities</b>				<b>479,343</b>	<b>546,950</b>
<b>OPTIONS</b>					
Options purchased (see schedule of options purchased)				216	51
<b>Total options</b>				<b>216</b>	<b>51</b>
<b>EXCHANGE-TRADED FUNDS/NOTES</b>					
Mackenzie US Investment Grade Corporate Bond Index ETF (CAD-Hedged)	Canada	Exchange-Traded Funds/Notes	40,051	3,983	3,912
<b>Total exchange-traded funds/notes</b>				<b>3,983</b>	<b>3,912</b>



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# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>MUTUAL FUNDS</b>					
Mackenzie Cundill International Fund Series R	Canada	Mutual Funds	1,116,819	11,171	11,560
Mackenzie Global Credit Opportunities Fund Series R	Canada	Mutual Funds	1,873,562	18,715	17,636
Mackenzie Global Tactical Bond Fund Series R	Canada	Mutual Funds	620,081	6,194	5,792
Mackenzie Unconstrained Fixed Income Fund Series R	Canada	Mutual Funds	418,038	4,137	4,146
<b>Total mutual funds</b>				<b>40,217</b>	<b>39,134</b>
Transaction costs				(665)	—
<b>Total investments</b>				<b>797,549</b>	<b>865,394</b>
Derivative instruments (see schedule of derivative instruments)					4,645
Liability for options written (see schedule of options written)					(1)
Cash and cash equivalents					3,898
Other assets less liabilities					(3,645)
<b>Total net assets</b>					<b>870,291</b>



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# MACKENZIE CUNDILL CANADIAN BALANCED FUND

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## SUMMARY OF INVESTMENT PORTFOLIO

September 30, 2018		March 31, 2018	
Portfolio Allocation	% of NAV	Portfolio Allocation	% of NAV
Equities	63.0	Equities	66.7
Bonds	31.7	Bonds	28.4
<i>Bonds</i>	31.6	<i>Bonds</i>	28.5
<i>Short futures</i>	0.1	<i>Purchased options</i>	0.0
<i>Purchased options</i>	0.0	<i>Short futures</i>	(0.1)
Mutual funds	4.5	Mutual funds	4.3
Exchange-traded funds/notes	0.4	Exchange-traded funds/notes	0.4
Cash and short-term investments	0.4	Other assets (liabilities)	0.2
Purchased currency options	0.0		
Written currency options	(0.0)		
Regional Allocation	% of NAV	Regional Allocation	% of NAV
Canada	63.0	Canada	57.1
United States	28.4	United States	30.9
United Kingdom	2.4	United Kingdom	4.1
Switzerland	0.9	South Korea	1.6
South Korea	0.7	Luxembourg	1.3
France	0.7	Japan	0.8
Japan	0.6	France	0.7
Bermuda	0.5	Switzerland	0.6
Luxembourg	0.5	China	0.6
New Zealand	0.5	New Zealand	0.5
Other	0.5	Australia	0.5
Cash and short-term investments	0.4	Other	0.3
China	0.4	Bermuda	0.3
Australia	0.4	Belgium	0.3
Denmark	0.1	Bahamas	0.2
		Other assets (liabilities)	0.2
Sector Allocation	% of NAV	Sector Allocation	% of NAV
Financials	15.6	Financials	17.4
Corporate bonds	14.6	Corporate bonds	14.5
Energy	12.3	Energy	13.1
Industrials	6.7	Materials	7.5
Consumer staples	6.3	Consumer discretionary	6.1
Materials	6.0	Industrials	6.0
Term loans	5.4	Federal bonds	5.6
Provincial bonds	5.2	Information technology	5.2
Federal bonds	4.5	Consumer staples	4.4
Mutual funds	4.5	Mutual funds	4.3
Information technology	4.5	Provincial bonds	4.1
Consumer discretionary	4.4	Other	3.3
Real estate	3.5	Real estate	3.2
Other	3.5	Health care	2.9
Health care	2.6	Term loans	2.2
Cash and short-term investments	0.4	Other assets (liabilities)	0.2



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# MACKENZIE CUNDILL CANADIAN BALANCED FUND

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## SCHEDULE OF OPTIONS PURCHASED

As at September 30, 2018

Underlying Interest	Number of Contracts	Option Type	Expiration Date	Strike Price \$	Premium Paid (\$ 000s)	Fair Value (\$ 000s)
Currency Call Option AUD/USD	8,613,000	Call	Oct. 02, 2018	USD 0.73	11	1
Currency Call Option AUD/USD	6,460,000	Call	Oct. 02, 2018	USD 0.74	6	–
Currency Call Option USD/CAD	8,970,000	Call	Oct. 05, 2018	CAD 1.33	26	–
Currency Call Option USD/CAD	2,990,000	Call	Oct. 05, 2018	CAD 1.33	8	–
iShares iBoxx \$ High Yield Corporate Bond ETF	412	Put	Nov. 16, 2018	USD 84.00	81	9
Currency Call Option EUR/NOK	2,910,000	Call	Dec. 14, 2018	NOK 9.30	40	19
iShares iBoxx \$ High Yield Corporate Bond ETF	325	Put	Jan. 18, 2019	USD 84.00	44	22
<b>Total options</b>					<b>216</b>	<b>51</b>

## SCHEDULE OF OPTIONS WRITTEN

As at September 30, 2018

Underlying Interest	Number of Contracts	Option Type	Expiration Date	Strike Price \$	Premium Received (\$ 000s)	Fair Value (\$ 000s)
Currency Written Call Option EUR/NOK	(2,910,000)	Written Call	Dec. 14, 2018	NOK 8.90	(6)	(1)
<b>Total options</b>					<b>(6)</b>	<b>(1)</b>



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# MACKENZIE CUNDILL CANADIAN BALANCED FUND

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## SCHEDULE OF DERIVATIVE INSTRUMENTS

As at September 30, 2018

### Schedule of Futures Contracts

Number of Contracts	Type of Contract	Expiration Date	Average Rate of Contracts (\$)	Notional Value* (\$ 000s)	Unrealized Gains (\$ 000s)
(7)	10 Year Japanese Government Bond (OSE) Futures December 2018	Dec. 13, 2018	150.24 JPY	(11,952)	12
(638)	10 Year United States Treasury Note Futures December 2018	Dec. 19, 2018	119.99 USD	(97,934)	999
Unrealized Gains				(109,886)	1,011
<b>Total futures contracts</b>				<b>(109,886)</b>	<b>1,011</b>

\*Notional value represents the exposure to the underlying instruments as at September 30, 2018

### Schedule of Forward Currency Contracts

Counterparty Credit Rating	Bought (\$ 000s)	Sold (\$ 000s)	Settlement Date	Contract Cost (\$ 000s)	Current Fair Value (\$ 000s)	Unrealized Gains (\$ 000s)
AA	3,419 Canadian dollar	(2,626) U.S. dollar	Oct. 5, 2018	(3,419)	(3,392)	27
AA	3,510 Canadian dollar	(2,697) U.S. dollar	Oct. 5, 2018	(3,510)	(3,484)	26
AA	1,209 Canadian dollar	(910) U.S. dollar	Oct. 5, 2018	(1,209)	(1,175)	34
AA	2,616 Canadian dollar	(2,015) U.S. dollar	Oct. 5, 2018	(2,616)	(2,603)	13
AA	7,330 Canadian dollar	(4,726) Euro	Oct. 5, 2018	(7,330)	(7,092)	238
AA	10,955 Canadian dollar	(7,237) Euro	Oct. 5, 2018	(10,955)	(10,861)	94
AA	46,638 Canadian dollar	(35,238) U.S. dollar	Oct. 19, 2018	(46,638)	(45,498)	1,140
A	19,121 Canadian dollar	(14,657) U.S. dollar	Oct. 19, 2018	(19,121)	(18,924)	197
AA	1,261 Canadian dollar	(950) U.S. dollar	Oct. 19, 2018	(1,261)	(1,226)	35
AA	1,089 Canadian dollar	(830) U.S. dollar	Oct. 19, 2018	(1,089)	(1,071)	18
AA	978 Canadian dollar	(740) U.S. dollar	Oct. 26, 2018	(978)	(955)	23
AA	7,454 Canadian dollar	(4,312) British pound	Oct. 31, 2018	(7,454)	(7,263)	191
AA	3,258 Canadian dollar	(274,673) Japanese yen	Oct. 31, 2018	(3,258)	(3,128)	130
AA	4,974 Canadian dollar	(3,830) U.S. dollar	Nov. 2, 2018	(4,974)	(4,942)	32
A	4,590 Canadian dollar	(3,510) U.S. dollar	Nov. 2, 2018	(4,590)	(4,530)	60
A	848 Canadian dollar	(650) U.S. dollar	Nov. 2, 2018	(848)	(839)	9
AA	52,479 Canadian dollar	(39,923) U.S. dollar	Nov. 2, 2018	(52,479)	(51,524)	955
AA	113 British pound	(189) Canadian dollar	Nov. 7, 2018	189	190	1
AA	2,925 Canadian dollar	(2,243) U.S. dollar	Nov. 9, 2018	(2,925)	(2,894)	31
AA	2,962 Canadian dollar	(2,243) U.S. dollar	Nov. 9, 2018	(2,962)	(2,894)	68
AA	26,718 Canadian dollar	(20,340) U.S. dollar	Nov. 9, 2018	(26,718)	(26,247)	471
AA	6,713 Canadian dollar	(566,510) Japanese yen	Nov. 28, 2018	(6,713)	(6,461)	252
AA	854 Canadian dollar	(650) U.S. dollar	Nov. 30, 2018	(854)	(838)	16
AA	4,280 Canadian dollar	(3,303) U.S. dollar	Nov. 30, 2018	(4,280)	(4,260)	20
AA	5,276 Canadian dollar	(4,080) U.S. dollar	Nov. 30, 2018	(5,276)	(5,263)	13
AA	5,416 Canadian dollar	(6,226) New Zealand dollar	Dec. 5, 2018	(5,416)	(5,324)	92
AA	3,969 Canadian dollar	(2,612) Euro	Dec. 7, 2018	(3,969)	(3,933)	36
AA	417 Canadian dollar	(320) U.S. dollar	Dec. 7, 2018	(417)	(413)	4
AA	2,613 Canadian dollar	(2,015) U.S. dollar	Dec. 7, 2018	(2,613)	(2,598)	15
AA	1,240 Canadian dollar	(950) U.S. dollar	Dec. 7, 2018	(1,240)	(1,225)	15
AA	3,071 Canadian dollar	(2,355) U.S. dollar	Dec. 14, 2018	(3,071)	(3,037)	34



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# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## SCHEDULE OF DERIVATIVE INSTRUMENTS (cont'd)

As at September 30, 2018

### 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)
AA	14,145	Canadian dollar	(10,770)	U.S. dollar	Dec. 14, 2018	(14,145)	(13,886)	259
AA	11,880	Canadian dollar	(7,769)	Euro	Jan. 11, 2019	(11,880)	(11,731)	149
Unrealized Gains								4,698
AA	6,255	U.S. dollar	(8,306)	Canadian dollar	Oct. 5, 2018	8,306	8,080	(226)
AA	1,232	U.S. dollar	(1,618)	Canadian dollar	Oct. 5, 2018	1,618	1,592	(26)
AA	7,769	Euro	(11,804)	Canadian dollar	Oct. 5, 2018	11,804	11,658	(146)
AA	4,194	Euro	(6,297)	Canadian dollar	Oct. 5, 2018	6,297	6,294	(3)
AA	3,097	U.S. dollar	(4,067)	Canadian dollar	Oct. 5, 2018	4,067	4,001	(66)
AA	2,063	British pound	(3,532)	Canadian dollar	Oct. 31, 2018	3,532	3,476	(56)
AA	272,288	Japanese yen	(3,240)	Canadian dollar	Oct. 31, 2018	3,240	3,100	(140)
AA	2,342	Euro	(3,576)	Canadian dollar	Nov. 2, 2018	3,576	3,519	(57)
AA	5,278	U.S. dollar	(6,929)	Canadian dollar	Nov. 2, 2018	6,929	6,812	(117)
AA	571,207	Japanese yen	(6,572)	Canadian dollar	Nov. 28, 2018	6,572	6,515	(57)
AA	5,731	U.S. dollar	(7,519)	Canadian dollar	Nov. 30, 2018	7,519	7,392	(127)
A	3,100	U.S. dollar	(4,041)	Canadian dollar	Dec. 7, 2018	4,041	3,998	(43)
Unrealized (Losses)								(1,064)
<b>Total forward currency contracts</b>								<b>3,634</b>
<b>Total derivative instruments at fair value</b>								<b>4,645</b>



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## NOTES TO FINANCIAL STATEMENTS

### 1. Fiscal Periods and General Information

The information provided in these financial statements and notes thereto is for the six-month periods ended or as at September 30, 2018 and 2017, except for the comparative information presented in the Statements of Financial Position and notes thereto, which is as at March 31, 2018, 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. 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, 2018. 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 13, 2018.

Standards issued but not yet effective for the current accounting year, as applicable, are described in Note 3.

### 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 year-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 futures contracts or swaps. 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, 2018.



## 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, 2018 and 2017 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, 2018, 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 accordance with securities regulations, the Fund must maintain at least 90% of its assets in liquid investments (i.e., investments that can be readily sold). In addition, the Fund retains sufficient cash and short-term investment positions to maintain adequate liquidity. The Fund also has the ability to borrow up to 5% of its net assets for the purposes of funding redemptions.

#### 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 CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

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## NOTES TO FINANCIAL STATEMENTS

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

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

Date of Formation September 28, 1998

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](http://www.mackenzieinvestments.com))

Series A, Series T6 and Series T8 securities are offered to retail investors investing a minimum of \$500 (\$5,000 for Series T6 and Series T8). Investors in Series T6 and Series T8 securities also want to receive a regular monthly cash flow of 6% or 8% per year, respectively. Before September 29, 2017, Series A securities were known as Series C.

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.

Series F, Series F6 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 F6 and Series F8); they are also available to employees of Mackenzie and its subsidiaries, and directors of Mackenzie. Investors in Series F6 and Series F8 securities also want to receive a regular monthly cash flow of 6% and 8% per year, respectively.

Series FB and Series FB5 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 FB5 securities also want to receive a monthly cash flow of 5% per year.

Series I securities are offered to retail investors investing a minimum of \$500 in a qualified group plan with a minimum of \$20,000,000 in assets.

Series O and Series O6 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; and certain qualifying employees of Mackenzie and its subsidiaries. Investors in Series O6 securities also want to receive a monthly cash flow of 6% per year.

Series PW, Series PWT6 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 PWT6 and Series PWT8 securities also want to receive a monthly cash flow of 6% or 8% per year, respectively.

Series PWFB and Series PWFB5 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 PWFB5 securities also want to receive a monthly cash flow of 5% per year.

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 PWX8 securities also want to receive a monthly cash flow of 8% per year.

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

Series E, Series PWF and Series PWF8 securities are no longer available for sale. Effective June 1, 2018, Series E and Series PWF securities were consolidated into Series F securities, and Series PWF8 securities were consolidated into Series F8 securities.

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 J securities are no longer available for sale.

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 CUNDILL CANADIAN BALANCED FUND

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## 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, 2018	Mar. 31, 2018
Series A <sup>(3)</sup>	October 7, 1998	1.85%	0.21%	9.60	9.36
Series AR	November 15, 2011	1.85%	0.24%	12.98	12.65
Series D	January 21, 2014	1.10%	0.16%	9.72	9.48
Series E	None issued <sup>(8)</sup>	0.80%	0.20%	—	10.75
Series F	March 2, 2001	0.70% <sup>(4)</sup>	0.15% <sup>(7)</sup>	15.41	15.01
Series F6	June 1, 2018	0.70%	0.15%	14.80	—
Series F8	February 14, 2006	0.70% <sup>(4)</sup>	0.15% <sup>(7)</sup>	8.14	8.19
Series FB	October 26, 2015	0.85%	0.21%	10.16	9.91
Series FB5	October 26, 2015	0.85%	0.21%	13.73	13.63
Series G	April 1, 2005	1.35%	0.21%	13.18	12.85
Series I	October 25, 1999	1.35%	0.21%	9.63	9.41
Series J	January 14, 2011	1.70%	0.20%	11.77	11.48
Series O	November 5, 2002	— <sup>(1)</sup>	— *	16.10	15.69
Series O6	August 21, 2013	— <sup>(1)</sup>	— *	12.49	12.38
Series PW	October 28, 2013	1.70% <sup>(5)</sup>	0.15%	10.32	10.06
Series PWF	None issued <sup>(9)</sup>	0.80%	0.15%	—	9.88
Series PWF8	None issued <sup>(10)</sup>	0.80%	0.15%	—	10.82
Series PWFB	April 3, 2017	0.70% <sup>(6)</sup>	0.15%	9.70	9.46
Series PWFB5	April 3, 2017	0.70% <sup>(6)</sup>	0.15%	13.82	13.69
Series PWT6	April 3, 2017	1.70% <sup>(5)</sup>	0.15%	13.40	13.42
Series PWT8	December 23, 2013	1.70% <sup>(5)</sup>	0.15%	10.32	10.44
Series PWX	March 13, 2014	— <sup>(2)</sup>	— <sup>(2)</sup>	9.94	9.69
Series PWX8	September 4, 2014	— <sup>(2)</sup>	— <sup>(2)</sup>	10.97	10.99
Series R	December 8, 2008	— *	— *	15.68	15.28
Series T6	July 24, 2007	1.85%	0.21%	9.69	9.72
Series T8	March 6, 2002	1.85%	0.21%	6.49	6.58

\* 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) Before September 29, 2017, Series A securities were known as Series C.

(4) Prior to June 1, 2018, the management fee for this series was charged to the Fund at a rate of 0.85%.

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

(6) Prior to June 1, 2018, the management fee for this series was charged to the Fund at a rate of 0.80%.

(7) Prior to June 1, 2018, the administration fee for this series was charged to the Fund at a rate of 0.16%.

(8) The series' original start date was March 29, 2011. All securities in the series were consolidated into Series F on June 1, 2018.

(9) The series' original start date was December 2, 2013. All securities in the series were consolidated into Series F on June 1, 2018.

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



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# MACKENZIE CUNDILL CANADIAN BALANCED FUND

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## 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, 2018, Mackenzie and other funds managed by Mackenzie had an investment of \$590 and \$13,183 (March 31, 2018 – \$562 and \$14,251), respectively, in the Fund.

#### (c) Loss Carryforwards

As at the last taxation year-end, there were no capital and 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, 2018 and March 31, 2018, were as follows:

	September 30, 2018	March 31, 2018
	(\$)	(\$)
Value of securities loaned	66,390	68,577
Value of collateral received	69,765	71,758

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, 2018 and 2017 is as follows:

	2018		2017	
	(\$)	(%)	(\$)	(%)
Gross securities lending income	389	100.0	322	100.0
Tax withheld	(10)	(2.6)	(17)	(5.3)
	379	97.4	305	94.7
Payments to Securities Lending Agent	(95)	(24.4)	(76)	(23.6)
Securities lending income	284	73.0	229	71.1

#### (e) Commissions

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

	(\$)
September 30, 2018	51
September 30, 2017	8

#### (f) 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, 2018, none of the Commitment Amounts were funded (March 31, 2018 – \$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, 2018	3,880	3	310 - 2,700	0.750	December 17, 2018 - May 18, 2019
March 31, 2018	510	3	125 - 215	0.750	June, 18, 2018 - August 21, 2018



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# MACKENZIE CUNDILL CANADIAN BALANCED FUND

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## NOTES TO FINANCIAL STATEMENTS

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

#### (g) 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, 2018			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	4,344	(371)	–	3,973
Unrealized losses on derivative contracts	(371)	371	235	235
Liability for options written	–	–	–	–
Total	3,973	–	235	4,208

	March 31, 2018			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	50	(50)	–	–
Unrealized losses on derivative contracts	(2,295)	50	1,461	(784)
Liability for options written	–	–	–	–
Total	(2,245)	–	1,461	(784)

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

##### i. Risk exposure and management

The Fund seeks long-term capital growth by investing mainly in Canadian equities and fixed income securities. The Fund's asset mix will generally range between 60%–70% equities and 30%–40% fixed income securities and cash and cash equivalents. The Fund uses a value style of investing and may hold up to 40% of its assets in foreign investments.

##### 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, 2018			
	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	275,244	383	(169,467)	106,160
Australian dollar	–	–	14,079	14,079
Swiss franc	7,899	–	–	7,899
South Korean won	6,472	–	–	6,472
Japanese yen	5,608	12	38	5,658
British pound	6,986	–	(3,597)	3,389
New Zealand dollar	5,364	–	(5,324)	40
Euro	7,594	–	(12,147)	(4,553)
Total	315,167	395	(176,418)	139,144
% of Net Assets	36.2	–	(20.3)	15.9



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# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

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## NOTES TO FINANCIAL STATEMENTS

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

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

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

Currency	March 31, 2018			
	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	320,573	1,784	(268,197)	54,160
South Korean won	14,772	–	–	14,772
Euro	12,701	–	–	12,701
British pound	18,742	–	(8,234)	10,508
Japanese yen	7,056	–	–	7,056
Swiss franc	5,704	–	–	5,704
New Zealand dollar	5,822	–	(5,787)	35
Total	385,370	1,784	(282,218)	104,936
% of Net Assets	41.4	0.2	(30.3)	11.3

\* Includes both monetary and non-monetary financial instruments

As at September 30, 2018, had the Canadian dollar increased by 5% relative to all foreign currencies, with all other variables held constant, net assets would have decreased by approximately \$6,185 or 0.7% of total net assets (March 31, 2018 – \$6,184 or 0.7%). Similarly, had the Canadian dollar decreased by 5% relative to all foreign currencies, with all other variables held constant, net assets would have increased by approximately \$6,517 or 0.7% of the total net assets (March 31, 2018 – \$6,184 or 0.7%). In practice, the actual trading results may differ and the difference could be material.

##### 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, 2018 (\$)		March 31, 2018 (\$)	
	Bonds	Derivative Instruments	Bonds	Derivative Instruments
Less than 1 year	301	(109,886)	605	(53,945)
1-5 years	45,136	–	44,793	–
5-10 years	120,012	–	99,967	–
Greater than 10 years	109,898	–	120,129	–
Total	275,347	(109,886)	265,494	(53,945)

As at September 30, 2018, had prevailing interest rates increased by 1%, assuming a parallel shift in the yield curve, with all other variables held constant, net assets would have decreased by approximately \$18,956 or 2.2% (March 31, 2018 – \$21,491 or 2.3%) of total net assets. Similarly, had prevailing interest rates decreased by 1%, with all other variables held constant, net assets would have increased by approximately \$19,073 or 2.2% (March 31, 2018 – \$21,558 or 2.3%) 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 and mutual funds. As at September 30, 2018, 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 \$59,000 or 6.8% (March 31, 2018 – \$66,406 or 7.1%) of total net assets. In practice, the actual trading results may differ and the difference could be material.

# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

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

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

##### 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, 2018, was 4.5% of the net assets of the Fund (March 31, 2018 – 5.6%).

As at September 30, 2018 and March 31, 2018, debt securities by credit rating are as follows:

Bond Rating*	September 30, 2018	March 31, 2018
	% of Net Assets	% of Net Assets
AAA	6.0	7.5
AA	6.5	5.4
A	5.8	5.6
BBB	7.4	7.0
Less than BBB	5.7	2.8
Unrated	0.2	0.2
Total	31.6	28.5

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

#### (i) 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, 2018				March 31, 2018			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Bonds	–	275,347	–	275,347	–	265,494	–	265,494
Equities	546,950	–	–	546,950	582,995	37,147	–	620,142
Options	–	51	–	51	–	125	–	125
Exchange-traded funds/notes	3,912	–	–	3,912	3,937	–	–	3,937
Mutual funds	39,134	–	–	39,134	39,980	–	–	39,980
Derivative assets	1,011	4,698	–	5,709	–	444	–	444
Derivative liabilities	–	(1,065)	–	(1,065)	(1,015)	(2,636)	–	(3,651)
Short-term investments	–	3,128	–	3,128	–	460	–	460
Total	591,007	282,159	–	873,166	625,897	301,034	–	926,931

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.

# MACKENZIE CUNDILL CANADIAN BALANCED FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

BALANCED FUND

## NOTES TO FINANCIAL STATEMENTS

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

#### (i) Fair Value Classification (cont'd)

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, 2018, non-North American equities frequently transferred between Level 1 (unadjusted quoted market prices) and Level 2 (adjusted market prices).

As at September 30, 2018, these securities were classified as Level 1. As at March 31, 2018, fair value adjustments were applied to the majority of securities in non-North American markets (Level 2) that were closed on the last business day. The remaining non-North American securities were classified as Level 1. Other than as described above, there were no significant transfers between Level 1 and Level 2.

Other 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.



**MACKENZIE**  
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