

MACKENZIE CORE PLUS GLOBAL FIXED INCOME ETF

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

ACTIVE FIXED INCOME ETF

MANAGEMENT REPORT

Management's Responsibility for Financial Reporting

The accompanying financial statements have been prepared by Mackenzie Financial Corporation, as Manager of Mackenzie Core Plus Global Fixed Income ETF (the "ETF"). The Manager is responsible for the integrity, objectivity and reliability of the data presented. This responsibility includes selecting appropriate accounting principles and making judgments and estimates consistent with International Financial Reporting Standards. The Manager is also responsible for the development of internal controls over the financial reporting process, which are designed to provide reasonable assurance that relevant and reliable financial information is produced.

The Board of Directors (the "Board") of Mackenzie Financial Corporation is responsible for reviewing and approving the financial statements and overseeing the Manager's performance of its financial reporting responsibilities. The Board is assisted in discharging this responsibility by an Audit Committee, which reviews the financial statements and recommends them for approval by the Board. The Audit Committee also meets regularly with the Manager, internal auditors and external auditors to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues.

Deloitte LLP is the external auditor of the ETF. It is appointed by the Board. The external auditor has audited the financial statements in accordance with Canadian generally accepted auditing standards to enable it to express to the securityholders its opinion on the financial statements. Its report is set out below.

On behalf of Mackenzie Financial Corporation,
Manager of the ETF



Barry McInerney
President and Chief Executive Officer



Terry Rountes
Chief Financial Officer, Funds

June 7, 2018

INDEPENDENT AUDITOR'S REPORT

To the Securityholders of Mackenzie Core Plus Global Fixed Income ETF (the "ETF")

We have audited the accompanying financial statements of the ETF which comprise the statements of financial position as at March 31, 2018 and 2017, and the statements of comprehensive income, statements of changes in financial position and statements of cash flows for the periods then ended, as indicated in Note 1, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained in our audits is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the ETF as at March 31, 2018 and 2017, and its financial performance and its cash flows for the periods then ended, as indicated in Note 1, in accordance with International Financial Reporting Standards.



Chartered Professional Accountants, Licensed Public Accountants

Toronto, Canada
June 7, 2018



MACKENZIE
Investments

MACKENZIE CORE PLUS GLOBAL FIXED INCOME ETF

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

ACTIVE FIXED INCOME ETF

STATEMENTS OF FINANCIAL POSITION

*In thousands (except per unit figures)
As at March 31*

	2018	2017
	\$	\$
ASSETS		
Current assets		
Investments at fair value	119,702	34,245
Cash and cash equivalents	8,593	2,441
Accrued interest receivable	959	294
Dividends receivable	4	–
Accounts receivable for investments sold	1,717	902
Accounts receivable for securities issued	–	–
Margin on futures contracts	438	–
Unrealized gains on derivative contracts	453	66
Total assets	131,866	37,948
LIABILITIES		
Current liabilities		
Accounts payable for investments purchased	4,969	1,192
Accounts payable for securities redeemed	–	–
Distribution payable	–	67
Due to manager	78	21
Liability for options written	–	10
Unrealized losses on derivative contracts	1,501	541
Total liabilities	6,548	1,831
Net assets attributable to unitholders	125,318	36,117
Net assets attributable to unitholders per series (note 3)		
Series E	125,318	36,117
Net assets attributable to unitholders per unit (note 3)		
Series E	19.74	20.06

STATEMENTS OF COMPREHENSIVE INCOME

*For the periods ended March 31 (note 1)
In thousands (except per unit figures)*

	2018	2017
	\$	\$
Income		
Dividends	30	7
Interest income	2,481	589
Other changes in fair value of investments		
Net realized gain (loss)	(1,723)	265
Net unrealized gain (loss)	141	(125)
Securities lending income	2	–
Fee rebate income	2	–
Other	112	29
Total income (loss)	1,045	765
Expenses (note 6)		
Management fees	494	137
Interest charges	1	–
Commissions and other portfolio transaction costs	26	17
Independent Review Committee fees	–	–
Expenses before amounts absorbed by Manager	521	154
Expenses absorbed by Manager	–	–
Net expenses	521	154
Increase (decrease) in net assets attributable to unitholders from operations before tax	524	611
Foreign withholding taxes	2	–
Foreign income taxes paid (recovered)	–	–
Increase (decrease) in net assets attributable to unitholders from operations	522	611
Increase (decrease) in net assets attributable to unitholders from operations per series		
Series E	522	611
Increase (decrease) in net assets attributable to unitholders from operations per unit		
Series E	0.14	0.58

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



MACKENZIE
Investments

MACKENZIE CORE PLUS GLOBAL FIXED INCOME ETF

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

ACTIVE FIXED INCOME ETF

STATEMENTS OF CHANGES IN FINANCIAL POSITION

For the periods ended March 31 (note 1)
In thousands

	2018	2017
	Series E	
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	\$	
Beginning of period	36,117	–
Increase (decrease) in net assets from operations	522	611
Distributions paid to unitholders:		
Investment Income	(2,098)	(600)
Capital gains	–	(53)
Total distributions paid to unitholders	(2,098)	(653)
Unit transactions:		
Proceeds from units issued	93,772	36,106
Reinvested distributions	–	53
Value of units redeemed	(2,995)	–
Total unit transactions	90,777	36,159
Total increase (decrease) in net assets	89,201	36,117
End of period	125,318	36,117
	Units	
Increase (decrease) in units (note 7):		
Units outstanding – beginning of period	1,800	–
Issued	4,700	1,800
Reinvested distributions	–	–
Redeemed	(150)	–
Units outstanding – end of period	6,350	1,800

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



MACKENZIE
Investments

MACKENZIE CORE PLUS GLOBAL FIXED INCOME ETF

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

ACTIVE FIXED INCOME ETF

STATEMENTS OF CASH FLOWS

For the periods ended March 31 (note 1)
In thousands

	2018	2017
	\$	\$
Cash flows from operating activities		
Net increase (decrease) in net assets attributable to unitholders from operations	522	611
Adjustments for:		
Net realized loss (gain) on investments	1,723	(265)
Change in net unrealized loss (gain) on investments	(141)	125
Purchase of investments	(159,144)	(59,723)
Proceeds from sale and maturity of investments	77,055	26,333
Change in accrued interest receivable	(665)	(294)
Change in dividends receivable	(4)	–
Change in margin on futures contracts	(438)	–
Change in due to manager	57	21
Change in liability for options written	(10)	10
Net cash from operating activities	(81,045)	(33,182)
Cash flows from financing activities		
Proceeds from redeemable securities issued	92,358	36,106
Payments on redemption of redeemable securities	(2,995)	–
Distributions paid net of reinvestments	(2,165)	(533)
Net cash from financing activities	87,198	35,573
Net increase (decrease) in cash and cash equivalents	6,153	2,391
Cash and cash equivalents at beginning of period	2,441	–
Effect of exchange rate fluctuations on cash and cash equivalents	(1)	50
Cash and cash equivalents at end of period	8,593	2,441
Cash	8,593	2,441
Cash equivalents	–	–
Cash and cash equivalents at end of period	8,593	2,441
Supplementary disclosures on cash flow from operating activities:		
Dividends received	26	7
Foreign taxes paid	3	–
Interest received	1,816	295
Interest paid	1	–

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



MACKENZIE
Investments

MACKENZIE CORE PLUS GLOBAL FIXED INCOME ETF

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

ACTIVE FIXED INCOME ETF

SCHEDULE OF INVESTMENTS

As at March 31, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS					
AIMCo Realty Investors LP 3.04% 06-01-2028 Callable 2028	Canada	Corporate - Non Convertible	90,000	90	89
Algonquin Power & Utilities Corp. 4.65% 02-15-2022	Canada	Corporate - Non Convertible	550,000	580	582
Alibaba Group Holding Ltd. 3.40% 12-06-2027 Callable 2027	China	Corporate - Non Convertible	USD 700,000	901	857
Allied Properties Real Estate Investment Trust 3.93% 11-14-2022	Canada	Corporate - Non Convertible	100,000	104	102
AltaGas Ltd. 3.98% 10-04-2027 Callable 2027	Canada	Corporate - Non Convertible	80,000	80	81
AltaLink LP 3.72% 12-03-2046 Callable MTN	Canada	Corporate - Non Convertible	1,000,000	1,029	1,037
Amneal Pharmaceuticals LLC Term loan B 1st Lien F/R 03-23-2025	United States	Term Loans	USD 110,000	141	142
Anheuser-Busch InBev Finance Inc. 2.65% 02-01-2021 Callable 2021	Belgium	Corporate - Non Convertible	USD 1,725,000	2,230	2,206
Anheuser-Busch InBev Finance Inc. 3.30% 02-01-2023 Callable 2022	Belgium	Corporate - Non Convertible	USD 245,000	333	316
Anheuser-Busch InBev Finance Inc. 2.60% 05-15-2024 Callable 2024	Belgium	Corporate - Non Convertible	160,000	159	156
Apple Inc. 3.00% 06-20-2027 Callable 2027	United States	Corporate - Non Convertible	USD 400,000	504	497
APT Pipelines Ltd. 4.20% 03-23-2025 Callable 2024	Australia	Corporate - Non Convertible	USD 500,000	674	653
Arch Merger Sub Inc. 8.50% 09-15-2025 Callable 2020	United States	Corporate - Non Convertible	USD 80,000	102	96
Argentine Bonos del Tesoro 21.20% 09-19-2018	Argentina	Foreign Governments	ARS 18,150,000	1,275	1,148
Asian Development Bank 6.00% 02-24-2021	Supra - National	n/a	INR 12,000,000	237	237
Asian Development Bank 6.45% 08-08-2021	Supra - National	n/a	INR 4,210,000	87	83
Asian Development Bank 5.90% 12-20-2022	Supra - National	n/a	INR 65,020,000	1,254	1,248
ASP AMC Merger Sub Inc. 8.00% 05-15-2025 Callable 2020	United States	Corporate - Non Convertible	USD 100,000	133	121
AT&T Inc. 3.825% 11-25-2020	United States	Corporate - Non Convertible	500,000	517	515
ATS Consolidated Inc. Term Loan B 1st Lien F/R 02-23-2025	United States	Term Loans	USD 40,000	50	52
Aviva PLC 4.50% 05-10-2021	United Kingdom	Corporate - Non Convertible	140,000	149	146
Bank of America Corp. F/R 02-07-2022 Callable 2021	United States	Corporate - Non Convertible	EUR 510,000	778	817
Bank of America Corp. 3.228% 06-22-2022	United States	Corporate - Non Convertible	40,000	41	41
Bank of America Corp. F/R 03-15-2023 Callable 2022	United States	Corporate - Non Convertible	110,000	110	109
Bank of Montreal 2.27% 07-11-2022	Canada	Corporate - Non Convertible	170,000	170	167
Bank of Montreal 2.70% 09-11-2024 DPNT	Canada	Corporate - Non Convertible	30,000	30	30
Bank of Montreal 3.32% 06-01-2026	Canada	Corporate - Non Convertible	350,000	361	354
Bank of Montreal F/R 12-15-2032 Callable 2027	Canada	Corporate - Non Convertible	USD 150,000	193	183
The Bank of Nova Scotia 2.36% 11-08-2022	Canada	Corporate - Non Convertible	350,000	350	345
The Bank of Nova Scotia F/R 04-12-2066 Callable 2022	Canada	Corporate - Non Convertible	USD 170,000	213	207
bclMC Realty Corp. 3.00% 03-31-2027 Callable 2026	Canada	Corporate - Non Convertible	50,000	50	50
Bell Canada 3.60% 09-29-2027 Callable	Canada	Corporate - Non Convertible	290,000	293	293
Boardriders Inc. Term Loan B 1st Lien F/R 03-21-2024	United States	Term Loans	USD 140,000	177	179
Brazil Notas do Tesouro Nacional 10.00% 01-01-2027	Brazil	Foreign Governments	BRL 2,000,000	786	807
Brookfield Renewable Energy Partners ULC 3.63% 01-15-2027 Callable 2026	Canada	Corporate - Non Convertible	500,000	495	497
Bruce Power LP 2.84% 06-23-2021	Canada	Corporate - Non Convertible	400,000	414	400
Bruce Power LP 3.00% 06-21-2024 Callable 2024	Canada	Corporate - Non Convertible	30,000	30	30
Bruce Power LP 3.97% 06-23-2026	Canada	Corporate - Non Convertible	190,000	195	198
BWAY Holding Co. 7.25% 04-15-2025	United States	Corporate - Non Convertible	USD 40,000	53	53
Calpine Corp. 5.25% 06-01-2026 Callable 2021	United States	Corporate - Non Convertible	USD 50,000	64	62
Calpine Corp. 5.25% 06-01-2026 Callable 2021	United States	Corporate - Non Convertible	USD 60,000	75	75
Camelot Finance LP Term Loan 1st Lien F/R 10-03-2023	United States	Term Loans	USD 236,418	317	307



MACKENZIE
Investments

MACKENZIE CORE PLUS GLOBAL FIXED INCOME ETF

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

ACTIVE FIXED INCOME ETF

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Can Am Construction Inc./Canada Term Loan B 1st Lien F/R 07-01-2024	Canada	Term Loans	USD 69,475	88	90
Canada Goose Inc. Term Loan 1st Lien F/R 12-22-2021	Canada	Term Loans	USD 70,000	88	89
Canada Housing Trust No. 1 F/R 03-15-2023	Canada	Federal Government	450,000	452	451
Canada Housing Trust No. 1 2.35% 06-15-2023	Canada	Federal Government	1,640,000	1,639	1,644
Canada Housing Trust No. 1 2.65% 03-15-2028	Canada	Federal Government	10,000	10	10
Canada Housing Trust F/R 09-15-2022	Canada	Federal Government	55,000	55	55
Canadian Imperial Bank of Commerce 2.30% 07-11-2022 DPNT	Canada	Corporate - Non Convertible	50,000	50	49
Canadian Imperial Bank of Commerce 2.47% 12-05-2022	Canada	Corporate - Non Convertible	220,000	220	218
Canadian Imperial Bank of Commerce F/R 04-04-2028 Callable 2023	Canada	Corporate - Non Convertible	210,000	210	211
Canadian Western Bank 2.74% 06-16-2022 DPNT	Canada	Corporate - Non Convertible	50,000	50	50
Canadian Western Bank 2.92% 12-15-2022	Canada	Corporate - Non Convertible	160,000	160	159
Capital Power Corp. 4.28% 09-18-2024 Callable 2024	Canada	Corporate - Non Convertible	580,000	585	588
Careerbuilder LLC Term Loan 1st Lien F/R 07-31-2023	United States	Term Loans	USD 68,250	83	88
Central 1 Credit Union 2.60% 11-07-2022	Canada	Corporate - Non Convertible	110,000	110	108
Chartwell Retirement Residences 3.79% 12-11-2023 Callable 2023	Canada	Corporate - Non Convertible	380,000	379	381
Chassis Inc. Term Loan B 1st Lien F/R 11-10-2023	United States	Term Loans	USD 70,000	87	91
Choice Properties Real Estate Investment Trust 3.01% 03-21-2022 Callable 2022	Canada	Corporate - Non Convertible	60,000	60	60
Choice Properties Real Estate Investment Trust 3.55% 01-10-2025 Callable 2024	Canada	Corporate - Non Convertible	100,000	100	100
Choice Properties Real Estate Investment Trust 4.18% 03-08-2028 Callable 2027	Canada	Corporate - Non Convertible	270,000	270	274
CHS/Community Health Systems Inc. 5.13% 08-01-2021	United States	Corporate - Non Convertible	USD 30,000	40	36
City of Oslo 4.60% 06-22-2020	Norway	Foreign Governments	NOK 1,000,000	174	175
City of Oslo 2.35% 09-04-2024	Norway	Foreign Governments	NOK 6,000,000	960	988
Coca-Cola Femsa SAB de CV 2.375% 11-26-2018	Mexico	Corporate - Non Convertible	USD 150,000	191	193
Coca-Cola Femsa SAB de CV 3.88% 11-26-2023	Mexico	Corporate - Non Convertible	USD 550,000	761	726
Comfort Holding LLC Term Loan 1st Lien F/R 02-05-2024	United States	Term Loans	USD 128,700	174	161
Commonwealth of Bahamas 5.75% 01-16-2024	Bahamas	Foreign Governments	USD 500,000	656	667
Commonwealth of Bahamas 6.95% 11-20-2029	Bahamas	Foreign Governments	USD 310,000	456	442
Communications Sales & Leasing Inc. Term Loan B 1st Lien F/R 10-24-2022	United States	Term Loans	USD 98,503	129	123
ConvergeOne Holdings Corp. Term Loan B 1st Lien F/R 06-20-2024	United States	Term Loans	USD 53,595	70	69
Cooperatieve Rabobank U.A. F/R 11-27-2019	Netherlands	Corporate - Non Convertible	SEK 4,000,000	607	612
Coronado Australian Holdings Pty Ltd. Term Loan B 1st Lien F/R 03-21-2025	United States	Term Loans	USD 62,857	79	80
Coronado Australian Holdings Pty Ltd. Term Loan C 1st Lien F/R 03-21-2025	United States	Term Loans	USD 17,143	21	22
Corp Nacional del Cobre de Chile 4.50% 09-16-2025	Chile	Corporate - Non Convertible	USD 200,000	267	269
Daseke Inc. Term Loan 1st Lien F/R 02-27-2024	United States	Term Loans	USD 298,812	381	389
Digicert Holdings Inc. Term Loan 1st Lien F/R 09-20-2024	United States	Term Loans	USD 50,000	61	65
DISH DBS Corp. 5.875% 11-15-2024	United States	Corporate - Non Convertible	USD 120,000	153	138
DNB Boligkreditt AS 2.00% 05-28-2020	Norway	Corporate - Non Convertible	USD 750,000	961	951
Eagle Credit Card Trust 2.63% 10-17-2022	Canada	Corporate - Non Convertible	50,000	50	50



MACKENZIE
Investments

MACKENZIE CORE PLUS GLOBAL FIXED INCOME ETF

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

ACTIVE FIXED INCOME ETF

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
EagleTree-Carbide Acquisition Corp. Term Loan 1st Lien F/R 08-28-2024	United States	Term Loans	USD 99,600	124	130
Enbridge Inc. 4.77% 09-02-2019 Callable	Canada	Corporate - Non Convertible	500,000	532	516
Enbridge Inc. 4.00% 10-01-2023 Callable 2023	Canada	Corporate - Non Convertible	USD 105,000	131	136
Enbridge Inc. 3.20% 06-08-2027 Callable 2027	Canada	Corporate - Non Convertible	60,000	60	58
Enbridge Inc. 3.70% 07-15-2027 Callable 2027	Canada	Corporate - Non Convertible	USD 475,000	619	588
Enbridge Inc. 4.57% 03-11-2044	Canada	Corporate - Non Convertible	90,000	94	90
Enbridge Inc. 5.37% 09-27-2077 Callable 2027	Canada	Corporate - Non Convertible	520,000	521	501
EnerCare Solutions Inc. 3.38% 02-21-2022 Callable 2022	Canada	Corporate - Non Convertible	60,000	60	61
EnerCare Solutions Inc. 3.99% 02-21-2024 Callable 2023	Canada	Corporate - Non Convertible	230,000	233	235
Envigo Holdings Inc. Term Loan B 1st Lien F/R 12-14-2023	United States	Term Loans	USD 80,000	99	101
EPCOR Utilities Inc. 3.55% 11-27-2047 Callable 2047	Canada	Corporate - Non Convertible	120,000	120	120
European Bank for Reconstruction & Development 6.00% 05-04-2020	Supra - National	n/a	INR 11,000,000	230	216
Fairfax Financial Holdings Ltd. 4.25% 12-06-2027 Callable 2027	Canada	Corporate - Non Convertible	290,000	290	288
Fédération des Caisses Desjardins du Québec 2.39% 08-25-2022	Canada	Corporate - Non Convertible	200,000	200	197
Federative Republic of Brazil 5.63% 02-21-2047	Brazil	Foreign Governments	USD 700,000	887	877
Fortified Trust 2.16% 10-23-2020	Canada	Corporate - Non Convertible	310,000	310	308
General Electric Capital Corp. F/R 07-30-2019	United States	Corporate - Non Convertible	SEK 6,000,000	949	935
General Electric Co. 8.35% 09-03-2022	United States	Corporate - Non Convertible	MXN 1,000,000	74	72
General Motors Financial of Canada Ltd. 2.60% 06-01-2022	United States	Corporate - Non Convertible	220,000	216	215
Gibson Energy Inc. 5.25% 07-15-2024 Callable 2020 REGS	Canada	Corporate - Non Convertible	110,000	110	111
The Goldman Sachs Group Inc. 5.20% 12-17-2019	United States	Corporate - Non Convertible	NZD 300,000	299	289
The Goldman Sachs Group Inc. F/R 10-28-2027 Callable 2026	United States	Corporate - Non Convertible	USD 980,000	1,302	1,324
Government of Aruba 4.625% 09-14-2023	Aruba	Foreign Governments	USD 300,000	401	404
Government of Bermuda 4.138% 01-03-2023	Bermuda	Foreign Governments	USD 700,000	935	935
Government of Bermuda 4.854% 02-06-2024	Bermuda	Foreign Governments	USD 500,000	701	681
Government of Bermuda 3.72% 01-25-2027 Callable 2026	Bermuda	Foreign Governments	USD 2,400,000	3,021	3,030
Government of Canada 3.25% 06-01-2021	Canada	Federal Government	330,000	343	344
Government of Canada 1.50% 06-01-2023	Canada	Federal Government	120,000	117	117
Government of Canada 2.50% 06-01-2024	Canada	Federal Government	100,000	102	103
Government of Canada 1.00% 06-01-2027	Canada	Federal Government	70,000	62	64
Government of Canada 2.75% 12-01-2048	Canada	Federal Government	250,000	269	279
Government of Cayman Islands 5.95% 11-24-2019	Cayman Islands	Foreign Governments	USD 400,000	526	549
Government of Dominican Republic 7.50% 05-06-2021	Dominican Republic	Foreign Governments	USD 500,000	685	686
Government of Germany 0.50% 02-15-2028	Dominican Republic	Foreign Governments	USD 350,000	486	512
Government of Ireland 1.00% 05-15-2026	Ireland	Foreign Governments	EUR 325,000	495	531
Government of Japan 0.10% 02-15-2019	Japan	Foreign Governments	JPY 195,000,000	2,377	2,366
Government of Russia 7.05% 01-19-2028	Russia	Foreign Governments	RUB 60,000,000	1,338	1,360
Government of Trinidad and Tobago 4.50% 08-04-2026	Trinidad and Tobago	Foreign Governments	USD 400,000	499	527
Government of Turkey 9.40% 07-08-2020	Turkey	Foreign Governments	TRL 2,800,000	936	841
Government of Turkey 11.00% 02-24-2027	Turkey	Foreign Governments	TRL 3,050,000	1,152	919
Granite REIT Holdings LP 3.87% 11-30-2023 Callable 2023	Canada	Corporate - Non Convertible	20,000	20	20
Green Plains Inc. Term Loan B 1st Lien F/R 08-29-2023	United States	Term Loans	USD 49,750	62	64
Greenhill & Co. Inc. Term Loan B 1st Lien F/R 10-12-2022	United States	Term Loans	USD 29,625	37	39
H&R Real Estate Investment Trust 2.92% 05-06-2022	Canada	Corporate - Non Convertible	180,000	178	177



MACKENZIE
Investments

MACKENZIE CORE PLUS GLOBAL FIXED INCOME ETF

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

ACTIVE FIXED INCOME ETF

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
H&R Real Estate Investment Trust 3.42% 01-23-2023 Callable 2022	Canada	Corporate - Non Convertible	90,000	90	90
H&R Real Estate Investment Trust 3.37% 01-30-2024 Callable 2023	Canada	Corporate - Non Convertible	90,000	89	89
Heathrow Funding Ltd. 4.00% 07-03-2019	United Kingdom	Corporate - Non Convertible	1,500,000	1,552	1,533
Heathrow Funding Ltd. 3.40% 03-08-2028	United Kingdom	Corporate - Non Convertible	240,000	240	243
Hornblower Sub LLC Term Loan 1st Lien F/R 04-28-2025	United States	Term Loans	USD 90,000	116	116
HSBC Bank Canada 2.54% 01-31-2023	Canada	Corporate - Non Convertible	190,000	190	187
HSBC Holdings PLC 0.45% 09-24-2021	United Kingdom	Corporate - Non Convertible	JPY 100,000,000	1,236	1,221
Hudson River Trading LLC Term Loan 1st Lien F/R 03-20-2025	United States	Term Loans	USD 80,000	104	103
Hyster-Yale Group Inc. Term Loan B 1st Lien F/R 05-30-2023	United States	Term Loans	USD 192,500	260	250
I-Logic Technologies Bidco Ltd. Term Loan B 1st Lien F/R 12-20-2024	United States	Term Loans	USD 49,875	64	64
Imagine! Print Solutions Inc. Term Loan 1st Lien F/R 06-21-2022	United States	Term Loans	USD 249,370	304	302
Impala Private Holdings II LLC Term Loan 1st Lien F/R 11-10-2024	United States	Term Loans	USD 418,950	529	543
Interior Logic Group Inc. Term Loan B 1st Lien F/R 03-01-2024	United States	Term Loans	USD 95,000	122	123
International Finance Corp. 6.30% 11-25-2024	Supra - National	n/a	INR 119,490,000	2,346	2,325
International Finance Corp. 7.00% 07-20-2027	Supra - National	n/a	MXN 58,800,000	3,600	3,979
International Finance Corp. 8.38% 05-31-2029	Supra - National	n/a	MXN 22,000,000	1,593	1,613
iQor US Inc. Term Loan B 1st Lien F/R 04-01-2021	United States	Term Loans	USD 127,805	164	165
Jane Street Group LLC Term Loan B 1st Lien F/R 08-25-2022	United States	Term Loans	USD 69,375	87	90
KEMET Corp. Term Loan B 1st Lien F/R 04-26-2024	United States	Term Loans	USD 96,250	126	126
KFW 3.75% 05-29-2020	Germany	Foreign Governments	NZD 800,000	738	765
Kommunalbanken AS F/R 05-26-2021	Norway	Foreign Governments	NZD 250,000	240	234
Kommunalbanken AS 2.13% 02-11-2025	Norway	Foreign Governments	USD 600,000	752	734
Kommuninvest I Sverige AB 2.50% 12-01-2020	Sweden	Foreign Governments	SEK 4,050,000	679	666
The Korea Development Bank 5.13% 11-13-2020	South Korea	Foreign Governments	NZD 650,000	593	629
Kraft Heinz Foods Co. 3.00% 06-01-2026 Callable 2026	United States	Corporate - Non Convertible	USD 225,000	270	268
Landshypotek Bank AB F/R 10-25-2021	Sweden	Corporate - Non Convertible	SEK 2,000,000	312	315
Laurentian Bank of Canada F/R 10-22-2019	Canada	Corporate - Non Convertible	180,000	180	180
Laurentian Bank of Canada 3.00% 09-12-2022	Canada	Corporate - Non Convertible	200,000	200	198
LifeMiles Ltd. Term Loan B 1st Lien F/R 08-18-2022	Colombia	Term Loans	USD 38,000	48	50
LifeMiles Ltd. Term Loan B 1st Lien F/R 08-18-2022	Colombia	Term Loans	USD 20,000	26	26
Manulife Bank of Canada 2.08% 05-26-2022	Canada	Corporate - Non Convertible	110,000	110	107
Manulife Bank of Canada 2.84% 01-12-2023	Canada	Corporate - Non Convertible	130,000	130	130
Manulife Financial Corp. F/R 08-20-2029 Callable 2024	Canada	Corporate - Non Convertible	690,000	680	680
Mattamy Group Corp. 6.50% 10-01-2025 Callable 2020	Canada	Corporate - Non Convertible	25,000	25	26
McAfee LLC Term Loan B 1st Lien F/R 09-30-2024	United States	Term Loans	USD 89,550	111	117
McDonald's Corp. 3.13% 03-04-2025 Callable 2025	United States	Corporate - Non Convertible	260,000	259	261
Meredith Corp. Term Loan B 1st Lien F/R 01-18-2025	United States	Term Loans	USD 130,000	161	169
Metro Inc. 2.68% 12-05-2022 Callable 2022	Canada	Corporate - Non Convertible	60,000	60	59
Metro Inc. 3.39% 12-06-2027 Callable 2027	Canada	Corporate - Non Convertible	130,000	130	128
Mexico City Airport Trust 3.88% 04-30-2028 Callable 2028	Mexico	Corporate - Non Convertible	USD 300,000	371	357
Mitsubishi UFJ Financial Group Inc. 2.67% 07-25-2022	Japan	Corporate - Non Convertible	USD 225,000	281	281
Mizuho Financial Group Inc. F/R 09-11-2022	Japan	Corporate - Non Convertible	USD 250,000	311	324



MACKENZIE
Investments

MACKENZIE CORE PLUS GLOBAL FIXED INCOME ETF

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

ACTIVE FIXED INCOME ETF

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
MND Holdings III Corp. Term Loan 1st Lien F/R 06-19-2024	United States	Term Loans	USD 99,499	127	130
Molson Coors International LP 2.25% 09-18-2018	United States	Corporate - Non Convertible	120,000	121	120
Molson Coors International LP 2.84% 07-15-2023 Callable 2023	United States	Corporate - Non Convertible	640,000	637	627
Mondelez International Inc. 3.25% 03-07-2025 Callable 2025	United States	Corporate - Non Convertible	220,000	219	219
Morgan Stanley 3.13% 08-05-2021	United States	Corporate - Non Convertible	500,000	508	505
Morgan Stanley 3.00% 02-07-2024	United States	Corporate - Non Convertible	90,000	90	89
Neenah Foundry Co. Term Loan B 1st Lien F/R 12-08-2022	United States	Term Loans	USD 49,375	63	63
Newell Brands Inc. 4.20% 04-01-2026 Callable 2026	United States	Corporate - Non Convertible	USD 80,000	102	102
Nykredit Realkredit AS F/R 07-01-2019	Denmark	Corporate - Non Convertible	SEK 4,000,000	634	623
Ocean Bidco Inc. Term Loan B 1st Lien F/R 03-02-2025	United States	Term Loans	USD 40,000	51	52
OCI Beaumont LLC Term Loan B 1st Lien F/R 02-16-2025	United States	Term Loans	USD 60,000	75	78
Office Depot Inc. Term Loan B 1st Lien F/R 11-08-2022	United States	Term Loans	USD 68,250	85	90
OMERS Realty Corp. 3.24% 10-04-2027 Callable 2027	Canada	Corporate - Non Convertible	240,000	240	244
Ontario Power Generation Inc. 3.32% 10-04-2027 Callable 2027	Canada	Corporate - Non Convertible	140,000	140	142
OPB Finance Trust 2.98% 01-25-2027	Canada	Provincial Governments	50,000	50	50
Osteon Merger Sub Inc. Term Loan B 1st Lien F/R 02-06-2025	United States	Term Loans	USD 40,000	50	52
Parkland Fuel Corp. 5.75% 09-16-2024 Callable 2019	Canada	Corporate - Non Convertible	50,000	50	51
Parkland Fuel Corp. 6.00% 04-01-2026 Callable 2021	Canada	Corporate - Non Convertible	USD 60,000	79	78
The Pasha Group Term Loan B 1st Lien F/R 12-13-2022	United States	Term Loans	USD 77,500	97	101
Pembina Pipeline Corp. 2.99% 01-22-2024 Callable 2023	Canada	Corporate - Non Convertible	535,000	545	527
PepsiCo Inc. 3.00% 10-15-2027 Callable 2027	United States	Corporate - Non Convertible	USD 1,155,000	1,465	1,427
Petroleos De Venezuela SA 6.00% 05-16-2024	Venezuela	Corporate - Non Convertible	USD 145,000	46	52
PetSmart Inc. 5.88% 06-01-2025 Callable 2020	United States	Corporate - Non Convertible	USD 10,000	13	9
Pisces Midco Inc. Term Loan B 1st Lien F/R 03-29-2025	United States	Term Loans	USD 100,000	128	128
PNI Canada Acquireco Corp. Term Loan B 1st Lien F/R 08-23-2022	Canada	Term Loans	USD 49,750	59	64
Prospect Medical Holdings Inc. Term Loan B 1st Lien F/R 02-15-2024	United States	Term Loans	USD 140,000	172	181
Province of Newfoundland 3.70% 10-17-2048	Canada	Provincial Governments	200,000	221	216
Province of Ontario 2.60% 09-08-2023	Canada	Provincial Governments	760,000	760	765
Province of Ontario 2.40% 06-02-2026	Canada	Provincial Governments	60,000	58	59
PS HoldCo LLC Term Loan 1st Lien F/R 03-02-2025	United States	Term Loans	USD 30,000	38	39
PSC Industrial Outsourcing LP Term Loan B 1st Lien F/R 10-05-2024	United States	Term Loans	USD 59,850	74	78
QCP SNF West 8.125% 11-01-2023 Callable 2019	United States	Corporate - Non Convertible	USD 60,000	79	80
Queensland Treasury Corp. 2.75% 08-20-2027	Australia	Foreign Governments	AUD 2,725,000	2,613	2,622
Rackspace Hosting Inc. 8.63% 11-15-2024 Callable 2019	United States	Corporate - Non Convertible	USD 60,000	80	77
Realkredit Danmark AS 1.00% 04-01-2022	Denmark	Corporate - Non Convertible	DKK 8,050,000	1,620	1,774
Red Ventures LLC Term Loan B 1st Lien F/R 11-08-2024	United States	Term Loans	USD 79,600	98	104
Reliance Intermediate Holdings LP 6.50% 04-01-2023 Callable 2018	Canada	Corporate - Non Convertible	USD 40,000	54	54
Reliance LP 3.84% 03-15-2025 Callable 2025	Canada	Corporate - Non Convertible	140,000	140	140
Republic of Argentina 4.63% 01-11-2023	Argentina	Foreign Governments	USD 340,000	408	423
Republic of Argentina 5.88% 01-11-2028	Argentina	Foreign Governments	USD 650,000	766	789
Republic of Argentina 6.88% 01-11-2048	Argentina	Foreign Governments	USD 120,000	149	141
Republic of Poland F/R 01-25-2026	Poland	Foreign Governments	PLN 10,125,000	3,537	3,742



MACKENZIE
Investments

MACKENZIE CORE PLUS GLOBAL FIXED INCOME ETF

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

ACTIVE FIXED INCOME ETF

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Research Now Group Inc. Term Loan 1st Lien F/R 12-20-2024	United States	Term Loans	USD 119,700	146	153
Rite Aid Corp. 7.70% 02-15-2027	United States	Corporate - Non Convertible	USD 455,000	511	497
Royal Bank of Canada 2.50% 01-19-2021	Canada	Corporate - Non Convertible	USD 75,000	98	95
Royal Bank of Canada 2.36% 12-05-2022	Canada	Corporate - Non Convertible	120,000	120	118
Royal Bank of Canada 4.65% 01-27-2026 GMTN	Canada	Corporate - Non Convertible	USD 40,000	57	53
Santander Consumer Bank AS F/R 03-30-2020	Norway	Corporate - Non Convertible	SEK 2,000,000	309	310
Sigma Bidco BV Term Loan B 1st Lien F/R 03-07-2025	Netherlands	Term Loans	EUR 80,000	127	126
Sigma US Corp. Term Loan B 1st Lien F/R 03-06-2025	Netherlands	Term Loans	USD 80,000	103	103
Skandiabanken Aktiebolag F/R 03-02-2022	Sweden	Corporate - Non Convertible	SEK 5,000,000	783	787
SmartCentres Real Estate Investment Trust 3.83% 12-21-2027 Callable 2027	Canada	Corporate - Non Convertible	40,000	40	39
SNC-Lavalin Group Inc. 2.69% 11-24-2020	Canada	Corporate - Non Convertible	40,000	40	40
SNC-Lavalin Group Inc. 3.24% 03-02-2023 Callable 2023	Canada	Corporate - Non Convertible	130,000	130	131
Source Energy Services Canada LP 10.50% 12-15-2021 Callable 2018	Canada	Corporate - Non Convertible	58,000	58	63
The Southern Co. 2.15% 09-01-2019 Callable 2019	United States	Corporate - Non Convertible	USD 800,000	1,007	1,018
Staples Inc. Term Loan 1st Lien F/R 08-15-2024	United States	Term Loans	USD 69,825	89	89
Stepstone Group LP Term Loan B 1st Lien F/R 03-19-2025	United States	Term Loans	USD 40,000	52	52
Sun Life Financial Inc. F/R 11-23-2027 Callable 2022	Canada	Corporate - Non Convertible	120,000	120	119
Superior Plus LP 5.25% 02-27-2024 Callable 2020	Canada	Corporate - Non Convertible	60,000	61	61
Sydney Airport Finance Co. Pty. Ltd. 3.625% 04-28-2026 Callable 2026	Australia	Corporate - Non Convertible	USD 215,000	281	270
Talen Energy Supply LLC 9.50% 07-15-2022 Callable 2020	United States	Corporate - Non Convertible	USD 130,000	152	163
Talen Energy Supply LLC 10.50% 01-15-2026 Callable 2022	United States	Corporate - Non Convertible	USD 30,000	37	33
Telefonica Emisiones SAU 5.597% 03-12-2020	Spain	Corporate - Non Convertible	GBP 100,000	205	195
TELUS Corp. 3.63% 03-01-2028 Callable 2027	Canada	Corporate - Non Convertible	130,000	129	131
Tenet Healthcare Corp. 6.75% 06-15-2023	United States	Corporate - Non Convertible	USD 45,000	55	57
TerraForm Power Operating LLC 5.00% 01-31-2028 Callable 2027	United States	Corporate - Non Convertible	USD 50,000	64	61
Teva Pharmaceutical Finance Netherlands III BV 3.15% 10-01-2026 Callable	Israel	Corporate - Non Convertible	USD 45,000	47	47
Thomson Reuters Corp. 4.35% 09-30-2020	United States	Corporate - Non Convertible	500,000	527	521
Titan Acquisition Ltd. Term Loan 1st Lien F/R 03-16-2025	United Kingdom	Term Loans	USD 100,000	131	129
T-Mobile USA Inc. 6.50% 01-15-2024 Callable 2019	United States	Corporate - Non Convertible	USD 65,000	89	88
TMX Group Ltd. 2.30% 12-11-2024 Callable 2024	Canada	Corporate - Non Convertible	120,000	120	119
The Toronto-Dominion Bank F/R 07-25-2029 Callable 2024	Canada	Corporate - Non Convertible	40,000	40	40
The Toronto-Dominion Bank F/R 09-15-31 Callable 2026	Canada	Corporate - Non Convertible	USD 100,000	131	124
Tortoise Borrower LLC Term Loan 1st Lien F/R 11-20-2024	United States	Term Loans	USD 200,000	255	261
TransCanada PipeLines Ltd. 3.30% 07-17-2025 Callable 2025 MTN	Canada	Corporate - Non Convertible	600,000	623	609
TransCanada Pipelines Ltd. 3.39% 03-15-2028 Callable 2027	Canada	Corporate - Non Convertible	160,000	160	162
TransCanada Trust F/R 05-18-2077 Callable 2027	Canada	Corporate - Non Convertible	120,000	120	119
Traverse Midstream Partners LLC Term Loan B 1st Lien F/R 09-21-2024	United States	Term Loans	USD 20,000	25	26
Treasury Corp. of Victoria 3.00% 10-20-2028	Australia	Foreign Governments	AUD 2,400,000	2,394	2,367
Trico Products Corp. Term Loan 1st Lien F/R 02-02-2024	United States	Term Loans	USD 70,000	84	91
Uber Technologies Inc. Term Loan 1st Lien F/R 03-21-2025	United States	Term Loans	USD 130,000	167	168
Uber Technologies Inc. Term Loan B 1st Lien F/R 07-13-2023	United States	Term Loans	USD 29,401	37	38



MACKENZIE
Investments

MACKENZIE CORE PLUS GLOBAL FIXED INCOME ETF

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

ACTIVE FIXED INCOME ETF

SCHEDULE OF INVESTMENTS (cont'd)

As at March 31, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Union Gas Ltd. 3.59% 11-22-2047 Callable 2047	Canada	Corporate - Non Convertible	80,000	80	80
United Kingdom Treasury 4.25% 12-07-2027	United Kingdom	Foreign Governments	GBP 1,225,000	2,732	2,795
United States Treasury Inflation Indexed 0.13% 01-15-2023	United States	Foreign Governments	USD 2,000,000	2,465	2,720
United States Treasury Inflation Indexed 2.00% 01-15-2026	United States	Foreign Governments	USD 1,510,000	2,113	2,682
United States Treasury Inflation Indexed 0.38% 07-15-2027	United States	Foreign Governments	USD 600,000	759	764
United States Treasury Inflation Indexed 0.89% 02-15-2047	United States	Foreign Governments	USD 2,150,000	2,634	2,825
United States Treasury 1.88% 02-28-2022	United States	Foreign Governments	USD 1,100,000	1,462	1,384
United States Treasury 2.13% 02-29-2024	United States	Foreign Governments	USD 1,100,000	1,473	1,378
United States Treasury 1.625% 02-15-2026	United States	Foreign Governments	USD 910,000	1,164	1,082
United States Treasury 2.25% 02-15-2027	United States	Foreign Governments	USD 300,000	373	372
United States Treasury 2.75% 02-15-2028	United States	Foreign Governments	USD 20,000	25	26
Ventas Canada Finance Ltd. 2.55% 03-15-2023 Callable 2023	United States	Corporate - Non Convertible	610,000	598	597
Vistage Worldwide Inc. Term Loan 1st Lien F/R 02-01-2025	United States	Term Loans	USD 60,000	75	78
Wells Fargo & Co. 2.09% 04-25-2022	United States	Corporate - Non Convertible	500,000	486	485
Wells Fargo & Co. 2.98% 05-19-2026	United States	Corporate - Non Convertible	185,000	187	179
Werner FinCo LP Term Loan 1st Lien F/R 06-23-2024	United States	Term Loans	USD 300,000	383	389
YRC Worldwide Inc. Term Loan 1st Lien F/R 07-21-2022	United States	Term Loans	USD 49,251	61	64
Zotec Partners LLC Term Loan 1st Lien F/R 02-09-2024	United States	Term Loans	USD 80,000	100	103
Total bonds				111,827	112,805
EQUITIES					
AltaGas Ltd. Pfd. Series K	Canada	Energy	6,641	166	168
Brookfield Asset Management Inc. Pfd. Series 46	Canada	Real Estate	4,150	106	107
Brookfield Asset Management Inc. Pfd. Series 48	Canada	Real Estate	5,314	133	135
Brookfield Renewable Partners LP Pfd. Series 11	Canada	Utilities	10,275	258	259
Source Energy Services Ltd.	Canada	Energy	540	–	3
TransAlta Corp. Pfd. Series A	Canada	Utilities	7,788	109	116
TransCanada Corp. Pfd. Series 15	Canada	Energy	13,503	345	352
Total equities				1,117	1,140
EXCHANGE-TRADED FUNDS/NOTES					
Mackenzie US Investment Grade Corporate Bond Index ETF (CAD-Hedged)	Canada	Exchange-Traded Funds/Notes	58,566	5,785	5,757
Total exchange-traded funds/notes				5,785	5,757
Transaction costs				(2)	–
Total investments				118,727	119,702
Derivative instruments (see schedule of derivative instruments)					(1,048)
Cash and cash equivalents					8,593
Other assets less liabilities					(1,929)
Total net assets					125,318



MACKENZIE
Investments

MACKENZIE CORE PLUS GLOBAL FIXED INCOME ETF

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

ACTIVE FIXED INCOME ETF

SUMMARY OF INVESTMENT PORTFOLIO

March 31, 2018	
Portfolio Allocation	% of NAV
Bonds	89.9
<i>Bonds</i>	90.0
<i>Short futures</i>	(0.1)
Cash and short-term investments	6.9
Exchange-traded funds/notes	4.6
Equities	0.9
Other assets (liabilities)	(2.3)

Regional Allocation	
Regional Allocation	% of NAV
United States	26.4
Canada	21.4
Other	16.2
Cash and short-term investments	6.9
United Kingdom	4.8
Australia	4.7
Bermuda	3.7
Poland	3.0
Norway	2.7
Japan	2.4
Belgium	2.1
Argentina	2.0
Denmark	1.9
Sweden	1.4
Turkey	1.4
Brazil	1.3
Other assets (liabilities)	(2.3)

Sector Allocation	
Sector Allocation	% of NAV
Corporate bonds	42.7
Foreign government bonds	38.0
Cash and short-term investments	6.9
Term loans	6.0
Exchange-traded funds/notes	4.6
Federal bonds	2.4
Provincial bonds	0.9
Energy	0.4
Utilities	0.3
Financials	0.2
Other	(0.1)
Other assets (liabilities)	(2.3)

March 31, 2017	
Portfolio Allocation	% of NAV
Bonds	93.4
<i>Bonds</i>	93.3
<i>Purchased options</i>	0.2
<i>Written options</i>	(0.0)
<i>Short futures</i>	(0.1)
Cash and short-term investments	6.8
Equities	1.3
Other assets (liabilities)	(1.5)

Regional Allocation	
Regional Allocation	% of NAV
United States	38.4
Canada	9.8
Mexico	8.1
Other	7.8
Denmark	6.8
Cash and short-term investments	6.8
Ireland	4.4
Poland	4.0
Netherlands	3.5
Bahamas	2.4
Brazil	1.9
Belgium	1.6
Bermuda	1.6
France	1.5
Romania	1.5
Italy	1.4
Other assets (liabilities)	(1.5)

Sector Allocation	
Sector Allocation	% of NAV
Foreign government bonds	50.3
Corporate bonds	27.3
Term loans	11.9
Cash and short-term investments	6.8
Supra-national bonds	1.9
Other	1.4
Provincial bonds	1.2
Energy	0.7
Other assets (liabilities)	(1.5)



MACKENZIE
Investments

MACKENZIE CORE PLUS GLOBAL FIXED INCOME ETF

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

ACTIVE FIXED INCOME ETF

SCHEDULE OF DERIVATIVE INSTRUMENTS

As at March 31, 2018

Schedule of Futures Contracts

Number of Contracts	Type of Contract	Expiration Date	Average Rate of Contracts (\$)	Notional Value* (\$ 000s)	Unrealized (Losses) (\$ 000s)
(12)	Eurex Euro-BOBL Futures June 2018	June 7, 2018	159.43 EUR	(3,033)	(54)
(22)	10 Year Swedish Government Bond Futures June 2018	June 14, 2018	150.81 SEK	(5,119)	(41)
(17)	CME Ultra Term United States Treasury Bond Futures June 2018	June 20, 2018	160.47 USD	(3,515)	(128)
Unrealized (Losses)				(11,667)	(223)
Total futures contracts				(11,667)	(223)

*Notional value represents the exposure to the underlying instruments as at March 31, 2018

Schedule of Forward Currency Contracts

Counterparty Credit Rating	Bought (\$ 000s)	Sold (\$ 000s)	Settlement Date	Contract Cost (\$ 000s)	Current Fair Value (\$ 000s)	Unrealized Gains (Losses) (\$ 000s)
AA	40 British pound	(55) U.S. dollar	Apr. 05, 2018	71	72	1
AA	866 U.S. dollar	(810) Swiss franc	Apr. 05, 2018	(1,116)	(1,092)	24
AA	786 U.S. dollar	(6,442) Swedish krona	Apr. 05, 2018	(1,013)	(994)	19
A	15,800 Mexican peso	(1,045) Canadian dollar	Apr. 06, 2018	1,045	1,119	74
AA	340 British pound	(602) Canadian dollar	Apr. 11, 2018	602	615	13
AA	1,937 Canadian dollar	(12,300) Swedish krona	Apr. 18, 2018	(1,937)	(1,900)	37
A	1,000 U.S. dollar	(1,258) Canadian dollar	Apr. 27, 2018	1,258	1,288	30
A	1,353 Canadian dollar	(1,350) Australian dollar	May 09, 2018	(1,353)	(1,335)	18
A	1,606 Canadian dollar	(1,615) Australian dollar	May 09, 2018	(1,606)	(1,597)	9
AA	720 U.S. dollar	(916) Canadian dollar	May 11, 2018	916	927	11
AA	571 Canadian dollar	(612) New zealand dollar	Jun. 13, 2018	(571)	(569)	2
AA	1,353 Canadian dollar	(1,350) Australian dollar	Jun. 20, 2018	(1,353)	(1,334)	19
AA	1,817 Canadian dollar	(8,390) Danish kroner	Jun. 22, 2018	(1,817)	(1,792)	25
AA	9,661 Canadian dollar	(7,500) U.S. dollar	Jun. 22, 2018	(9,661)	(9,649)	12
AA	10,709 Canadian dollar	(8,230) U.S. dollar	Jun. 29, 2018	(10,709)	(10,586)	123
AA	1,578 Canadian dollar	(859) British pound	Jul. 11, 2018	(1,578)	(1,556)	22
AA	1,160 Canadian dollar	(900) U.S. dollar	Jul. 13, 2018	(1,160)	(1,157)	3
AA	547 Canadian dollar	(3,455) Swedish krona	Jul. 18, 2018	(547)	(536)	11
Unrealized Gains						453
AA	446 Australian dollar	(349) U.S. dollar	Apr. 05, 2018	450	441	(9)
AA	32 Canadian dollar	(25) U.S. dollar	Apr. 05, 2018	(32)	(32)	–
AA	417 Euro	(519) U.S. dollar	Apr. 05, 2018	668	661	(7)
AA	8,486 Japanese yen	(80) U.S. dollar	Apr. 05, 2018	103	103	–
AA	2,254 Norwegian krone	(290) U.S. dollar	Apr. 05, 2018	374	371	(3)
AA	178 New zealand dollar	(130) U.S. dollar	Apr. 05, 2018	167	166	(1)
A	2,109 Canadian dollar	(32,150) Mexican peso	Apr. 06, 2018	(2,109)	(2,277)	(168)
AA	1,911 Canadian dollar	(1,131) British pound	Apr. 11, 2018	(1,911)	(2,045)	(134)
AA	2,090 Canadian dollar	(1,670) U.S. dollar	Apr. 13, 2018	(2,090)	(2,151)	(61)
AA	10,887 Canadian dollar	(8,700) U.S. dollar	Apr. 20, 2018	(10,887)	(11,205)	(318)
AA	2,949 Canadian dollar	(2,350) U.S. dollar	Apr. 20, 2018	(2,949)	(3,027)	(78)
AA	932 Canadian dollar	(597) Euro	Apr. 20, 2018	(932)	(947)	(15)



MACKENZIE
Investments

MACKENZIE CORE PLUS GLOBAL FIXED INCOME ETF

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

ACTIVE FIXED INCOME ETF

SCHEDULE OF DERIVATIVE INSTRUMENTS (cont'd)

As at March 31, 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 (Losses) (\$ 000s)
AA	1,136	Canadian dollar	(7,080)	Norwegian krone	Apr. 20, 2018	(1,136)	(1,164)	(28)
AA	391	Canadian dollar	(250)	Euro	Apr. 20, 2018	(391)	(397)	(6)
A	984	Canadian dollar	(800)	U.S. dollar	Apr. 27, 2018	(984)	(1,030)	(46)
A	712	Canadian dollar	(725)	Australian dollar	May 09, 2018	(712)	(717)	(5)
AA	4,085	Canadian dollar	(3,267)	U.S. dollar	May 11, 2018	(4,085)	(4,206)	(121)
AA	953	Canadian dollar	(14,200)	Mexican peso	May 11, 2018	(953)	(1,000)	(47)
AA	1,778	Canadian dollar	(1,450)	U.S. dollar	May 18, 2018	(1,778)	(1,867)	(89)
AA	1,509	Canadian dollar	(1,200)	U.S. dollar	Jun. 08, 2018	(1,509)	(1,544)	(35)
AA	1,180	Canadian dollar	(920)	U.S. dollar	Jun. 15, 2018	(1,180)	(1,184)	(4)
AA	3,572	Canadian dollar	(296,400)	Japanese yen	Jun. 20, 2018	(3,572)	(3,602)	(30)
AA	1,730	Canadian dollar	(25,600)	Mexican peso	Jun. 22, 2018	(1,730)	(1,789)	(59)
A	1,601	Canadian dollar	(23,193)	Mexican peso	Jul. 13, 2018	(1,601)	(1,615)	(14)
Unrealized (Losses)								(1,278)
Total forward currency contracts								(825)
Total derivative instruments at fair value								(1,048)



MACKENZIE
Investments

NOTES TO FINANCIAL STATEMENTS

1. Fiscal Periods and General Information

The information provided in these financial statements and notes thereto is for the periods ended or as at March 31, 2018 and 2017, as applicable. In the year an exchange-traded fund (“the ETF”) is established, ‘period’ represents the period from inception to the period end of that fiscal year. Refer to Note 10 for the formation date of the ETF.

The ETF 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 ETF’s registered office is 180 Queen Street West, Toronto, Ontario, Canada. The ETF is authorized to issue an unlimited number of units for sale under a Prospectus. The units of the ETF are listed on the Toronto Stock Exchange/Aequitas NEO Exchange (“the Exchange”).

Mackenzie Financial Corporation (“Mackenzie”) is the manager of the ETF and is wholly owned by IGM Financial Inc., a subsidiary of Power Financial Corporation, which itself is a subsidiary of Power Corporation of Canada. Investments in companies within the Power Group of companies held by the ETF are identified in the Schedule of Investments.

2. Basis of Preparation and Presentation

These audited annual financial statements (“financial statements”) have been prepared in accordance with International Financial Reporting Standards (“IFRS”), as issued by the International Accounting Standards Board (“IASB”). A summary of the ETF’s significant accounting policies under IFRS is presented in Note 3.

These financial statements are presented in Canadian dollars, which is the ETF’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 June 7, 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 ETF 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 ETF 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 ETF has transferred substantially all risks and rewards of ownership. Financial liabilities are derecognized when the obligation is discharged, cancelled or 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 – Net unrealized gain (loss).

The ETF’s redeemable units are held by different types of unitholders that are entitled to different redemption rights. Unitholders may redeem units of the ETF at a redemption price per unit equal to 95% of the closing price of the units on the Exchange on the effective day of the redemption, subject to a maximum redemption price of the applicable NAV per unit. These different redemption features create equally subordinate but not identical units of the ETF which therefore meet the criteria for classification as financial liabilities under IAS 32, *Financial Instruments: Presentation*. The ETF’s obligation for net assets attributable to unitholders is presented at the redemption amount. Refer to Note 7 for details of subscriptions and redemptions of the ETF’s units.

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

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.

NOTES TO FINANCIAL STATEMENTS

3. Significant Accounting Policies (cont'd)

(a) Financial instruments (cont'd)

The ETF accounts for its holdings in unlisted open-ended investment funds and exchange-traded funds, if any, at fair value through profit and loss. Mackenzie has concluded that any unlisted open-ended investment fund and exchange-traded funds in which the ETF invests, does 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 ETF 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 ETF 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 ETF 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 ETF's portfolio manager(s), provided that the use of the derivative is consistent with the ETF's investment objectives. Any use of derivatives will comply with Canadian mutual fund laws, subject to the regulatory exemptions granted to the ETF, 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 – Net unrealized gain (loss).

The value of futures contracts or swaps fluctuates daily, and cash settlements made daily, where applicable, by the ETF 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 ETF 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 March 31, 2018.

(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 or realized gains (losses) on sale of investments, as appropriate.

NOTES TO FINANCIAL STATEMENTS

3. Significant Accounting Policies (cont'd)

(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 10. The value of certain proprietary services provided by brokers cannot be reasonably estimated. Mackenzie may reimburse the ETF for certain commissions and other portfolio transaction costs. Mackenzie may make these reimbursements at its discretion and stop these reimbursements at any time without notice. Any such reimbursements are included in expenses absorbed by Manager in the Statement of Comprehensive Income.

(e) Securities lending, repurchase and reverse repurchase transactions

The ETF is permitted to enter into securities lending, repurchase and reverse repurchase transactions as set out in the ETF's 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 10 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 ETF 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 10 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 ETF.

(g) Foreign currency

The functional and presentation currency of the ETF 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 – 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 unitholders per unit

Net assets attributable to unitholders per unit is computed by dividing the net assets attributable to unitholders on a business day by the total number of units outstanding on that day.

(i) Net asset value per unit

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 unitholders (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 10 for the ETF's NAV per unit.

(j) Increase (decrease) in net assets attributable to unitholders from operations per unit

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

NOTES TO FINANCIAL STATEMENTS

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 ETF 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 ETF.

Use of Judgments

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

In classifying and measuring financial instruments held by the ETF, Mackenzie is required to make significant judgments in order to determine the most appropriate classification in accordance with IFRS 9. Mackenzie has assessed the ETF'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 ETF's financial instruments.

Functional currency

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

Structured entities and associates

In determining whether an unlisted open-ended investment fund or an exchange-traded fund in which the ETF 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 ETF does not have contracts or financing arrangements with these underlying funds and the ETF 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 ETF 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 unitholders as at the end of the taxation year. It is the intention of the ETF to distribute all of its net income and sufficient net realized capital gains so that the ETF will not be subject to income taxes other than foreign withholding taxes, if applicable.

Losses of the ETF cannot be allocated to investors and are retained in the ETF 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 10 for the ETF's loss carryforwards.

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 and making brokerage arrangements relating to the purchase and sale of the investment portfolio. The management fee is calculated as a fixed annual percentage of the daily net asset value of the units of the ETF.

NOTES TO FINANCIAL STATEMENTS

6. Management Fees and Operating Expenses (cont'd)

In addition to the applicable management fee, the operating expenses payable by the ETF include interest and borrowing costs, brokerage expenses and related transaction fees, fees and expenses relating to the operation of the Mackenzie ETFs' Independent Review Committee (IRC), fees under any derivative instrument used by the ETF, cost of complying with the regulatory requirement to produce summary documents, ETF facts or other similar disclosure documents, the costs of complying with governmental or regulatory requirements introduced after the date of the most recently filed prospectus, including, without limitation, any new fees or increases in fees, the fees related to external services that are not commonly charged in the Canadian exchange-traded fund industry after the date of the most recently filed prospectus, fees paid to external service providers associated with tax reclaims, refunds or the preparation of foreign tax reports on behalf of the ETFs, fees paid to external legal counsel and/or others in connection with corporate or other actions affecting the portfolio holdings of the ETF, and any applicable taxes, including income, withholding or other taxes and also including G.S.T. or H.S.T. on expenses.

Mackenzie may waive or absorb management fees and operating expenses at its discretion and stop waiving or absorbing such fees at any time without notice. Mackenzie may charge a reduced management fee rate with respect to investments in the ETF by large investors, including other funds managed by Mackenzie or affiliates of Mackenzie. An amount equal to the difference between the fee otherwise chargeable and the reduced fee will be distributed in cash to those unitholders by the ETF as a management fee distribution. Refer to Note 10 for the management fee rates charged to units of the ETF.

7. Units and Unit Transactions

Mackenzie, on behalf of the ETF, has entered into a designated broker agreement with one or more designated brokers pursuant to which the designated broker has agreed to perform certain duties relating to the ETF including, without limitation: (i) to subscribe for a sufficient number of units to satisfy the Exchange's original listing requirements; (ii) to subscribe for units on an ongoing basis in connection with any rebalancing event, as applicable, and when cash redemptions of units occur; and (iii) to post a liquid two-way market for the trading of units on the Exchange. In accordance with the designated broker agreement, Mackenzie may from time to time require the designated broker to subscribe for units of the ETF for cash.

The number of units issued for subscription orders (the "Prescribed Number of Units") is determined by Mackenzie. On any trading day, a designated broker may place a subscription or redemption order for an integral multiple of the Prescribed Number of Units of the ETF based on the NAV per unit determined on the applicable trading day. A trading day is each day on which the Exchange is opened for business.

Generally, all orders to purchase units directly from an ETF must be placed by a designated broker or a dealer. The ETF reserves the absolute right to reject any subscription order placed by a designated broker or a dealer. No fees will be payable by the ETF to a designated broker or a dealer in connection with the issuance of units. On the issuance of units, an amount may be charged to a designated broker or a dealer to offset the expenses incurred in issuing the units.

For each Prescribed Number of Units issued, a dealer must deliver payment consisting of: (i) a basket of securities and cash equal to the aggregate NAV per unit of the Prescribed Number of Units next determined following the receipt of the subscription order; (ii) cash in an amount equal to the aggregate NAV per unit of the Prescribed Number of Units next determined following the receipt of the subscription order; or (iii) a combination of securities and cash, as determined by Mackenzie, in an amount sufficient so that the value of the securities and cash received is equal to the aggregate NAV per unit of the Prescribed Number of Units next determined following the receipt of the subscription order.

8. ETF's Capital

The capital of the ETF is comprised of the net assets attributable to unitholders. The units outstanding for the ETF as at March 31, 2018 and 2017 and units issued, reinvested and redeemed for the periods are presented in the Statement of Changes in Financial Position. Mackenzie manages the capital of the ETF in accordance with the investment objectives as discussed in Note 10.

9. Financial Instruments Risk

i. Risk exposure and management

The ETF's investment activities expose it to a variety of financial risks, as defined in IFRS 7 *Financial Instruments: Disclosures* ("IFRS 7"). The ETF's exposure to financial risks is concentrated in its investments, which are presented in the Schedule of Investments, as at March 31, 2018, grouped by asset type, with geographic and sector information.

Mackenzie seeks to minimize potential adverse effects of financial risks on the ETF's performance by employing professional, experienced portfolio advisors, by monitoring the ETF's positions and market events daily, by diversifying the investment portfolio within the constraints of the ETF'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 ETF's investment activities and monitors compliance with the ETF's stated investment strategy, internal guidelines, and securities regulations.



NOTES TO FINANCIAL STATEMENTS

9. Financial Instruments Risk (cont'd)

ii. Liquidity risk

Liquidity risk arises when the ETF encounters difficulty in meeting its financial obligations as they come due. The ETF is exposed to liquidity risk due to potential daily cash redemptions of redeemable units. In accordance with securities regulations, the ETF must maintain at least 90% of its assets in liquid investments (i.e., investments that can be readily sold). The ETF also has the ability to borrow up to 5% of its net assets for the purposes of funding redemptions and an additional 5% of its net assets for the purpose of funding distributions paid to its investors.

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 ETF's reporting currency, fluctuates due to changes in exchange rates. Note 10 summarizes the ETF's exposure, if applicable and significant, to currency risk.

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 ETF to significant amounts of interest rate risk. Note 10 summarizes the ETF'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 ETF 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 ETF. This risk is mitigated by ensuring that the ETF 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 10 summarizes the ETF'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 ETF. Note 10 summarizes the ETF'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 ETF 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 ETFs

The ETF may invest in underlying ETFs 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 ETFs. Note 10 summarizes the ETF's exposure, if applicable and significant, to these risks from underlying ETF.



MACKENZIE CORE PLUS GLOBAL FIXED INCOME ETF

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

ACTIVE FIXED INCOME ETF

NOTES TO FINANCIAL STATEMENTS

10. ETF Specific Information *(in '000s, except for (a))*

(a) ETF Formation and Series Information

Date of Formation April 1, 2016

The ETF may issue an unlimited number of units. The number of issued and outstanding units is disclosed in the Statements of Changes in Financial Position.

Series E units were listed on the TSX under the symbol MGB on April 19, 2016. The closing market price, or the midpoint of the bid and ask prices in the absence of a closing market price, at March 31, 2018 was \$19.75 (2017 – \$20.06).

The management fee rate for Series E units is 0.60%.

As at March 31, 2018 and 2017, the ETF's NAV per unit was \$19.75 (2017 – \$20.06) and its Net Assets per unit calculated in accordance with IFRS was \$19.74 (2017 – \$20.06).

(b) Loss Carryforwards

As at the last taxation year-end, there were no capital and non-capital losses available to carry forward for tax purposes.

(c) Securities Lending

The value of securities loaned and collateral received from securities lending at March 31, 2018 and 2017 were as follows:

	March 31, 2018	March 31, 2017
	(\$)	(\$)
Value of securities loaned	1,433	891
Value of collateral received	1,509	937

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 ETF for the periods ended March 31, 2018 and 2017 is as follows:

	2018		2017	
	(\$)	(%)	(\$)	(%)
Gross securities lending income	3	100.0	–	–
Tax withheld	(1)	(33.3)	–	–
	2	66.7	–	–
Payments to Securities Lending Agent	–	–	–	–
Securities lending income	2	66.7	–	–

(d) 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.

	March 31, 2018			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	45	(45)	–	–
Unrealized losses on derivative contracts	(395)	45	438	88
Liability for options written	–	–	–	–
Total	(350)	–	438	88



MACKENZIE
Investments

MACKENZIE CORE PLUS GLOBAL FIXED INCOME ETF

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

ACTIVE FIXED INCOME ETF

NOTES TO FINANCIAL STATEMENTS

10. ETF Specific Information *(in '000s, except for (a)) (cont'd)*

(d) Offsetting of Financial Assets and Liabilities (cont'd)

	March 31, 2017			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	3	–	–	3
Unrealized losses on derivative contracts	(27)	–	–	(27)
Liability for options written	–	–	–	–
Total	(24)	–	–	(24)

(e) Risks Associated with Financial Instruments

i. Risk exposure and management

The ETF seeks a steady flow of income with an emphasis on capital preservation by investing primarily in investment grade fixed income securities denominated in Canadian or foreign currencies that are issued by companies or governments.

ii. Currency risk

The table below indicates currencies to which the ETF 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 ETF to significant currency risk.

	March 31, 2018			
Currency	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
Indian rupee	4,109	–	–	4,109
Polish zloty	3,742	–	–	3,742
Turkish lira	1,760	–	–	1,760
Russian ruble	1,360	–	–	1,360
New Zealand dollar	1,917	–	(569)	1,348
Argentine peso	1,148	123	–	1,271
Brazilian real	807	–	–	807
U.S. dollar	47,361	150	(47,124)	387
Mexican peso	5,664	–	(5,562)	102
Australian dollar	4,989	–	(4,983)	6
British pound	2,990	–	(2,986)	4
Norwegian krone	1,163	–	(1,164)	(1)
Japanese yen	3,587	–	(3,602)	(15)
Danish krone	1,774	–	(1,792)	(18)
Swiss franc	–	–	(1,092)	(1,092)
Swedish krona	4,248	152	(6,463)	(2,063)
Euro	1,474	49	(6,463)	(4,940)
Total	88,093	474	(81,800)	6,767
% of Net Assets	70.3	0.4	(65.3)	5.4



MACKENZIE
Investments

MACKENZIE CORE PLUS GLOBAL FIXED INCOME ETF

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

ACTIVE FIXED INCOME ETF

NOTES TO FINANCIAL STATEMENTS

10. ETF Specific Information *(in '000s, except for (a)) (cont'd)*

(e) Risks Associated with Financial Instruments (cont'd)

ii. Currency risk (cont'd)

Currency	March 31, 2017			
	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	15,507	1,416	(14,772)	2,151
Indian rupee	703	–	–	703
Brazilian real	688	–	–	688
Swedish krona	1,125	106	(676)	555
Norwegian krone	487	–	(144)	343
Australian dollar	33	49	–	82
Mexican peso	2,950	–	(2,932)	18
Polish zloty	1,438	–	(1,422)	16
Chilean peso	415	–	(413)	2
New Zealand dollar	290	–	(292)	(2)
Danish krone	2,457	–	(2,475)	(18)
Euro	4,287	55	(4,771)	(429)
British pound	187	12	(1,914)	(1,715)
Total	30,567	1,638	(29,811)	2,394
% of Net Assets	84.6	4.5	(82.5)	6.6

* Includes both monetary and non-monetary financial instruments

As at March 31, 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 \$338 or 0.3% of total net assets (2017 – \$220 or 0.6%). 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 \$338 or 0.3% of the total net assets (2017 – \$153 or 0.4%). In practice, the actual trading results may differ and the difference could be material.

iii. Interest rate risk

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

Term to Maturity	March 31, 2018 (\$)		March 31, 2017 (\$)	
	Bonds	Derivative Instruments	Bonds	Derivative Instruments
Less than 1 year	3,827	(11,667)	140	(3,067)
1-5 years	36,973	–	9,766	–
5-10 years	60,402	–	18,954	–
Greater than 10 years	11,603	–	4,843	–
Total	112,805	(11,667)	33,703	(3,067)

As at March 31, 2018, had prevailing interest rates increased or decreased by 1%, assuming a parallel shift in the yield curve, with all other variables held constant, net assets would have decreased or increased by approximately \$4,572 or 3.6% of total net assets (2017 – \$1,753 or 4.9%). In practice, the actual trading results may differ and the difference could be material.

iv. Other price risk

As at March 31, 2018 and 2017, the ETF did not have a significant exposure to price risk.



MACKENZIE
Investments

MACKENZIE CORE PLUS GLOBAL FIXED INCOME ETF

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2018

ACTIVE FIXED INCOME ETF

NOTES TO FINANCIAL STATEMENTS

10. ETF Specific Information *(in '000s, except for (a)) (cont'd)*

(e) Risks Associated with Financial Instruments (cont'd)

v. Credit risk

The ETF'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 March 31, 2018, was 3.2% of the net assets of the ETF (2017 – 18.4%).

As at March 31, 2018 and 2017, debt securities by credit rating are as follows:

Bond Rating*	March 31, 2018	March 31, 2017
	% of Net Assets	% of Net Assets
AAA	29.1	31.3
AA	13.3	8.9
A	21.5	20.6
BBB	12.8	10.4
Less than BBB	12.2	20.8
Unrated	1.1	1.3
Total	90.0	93.3

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

(f) Fair Value Classification

The table below summarizes the fair value of the ETF'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.

	March 31, 2018				March 31, 2017			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Bonds	–	112,805	–	112,805	–	33,703	–	33,703
Equities	1,140	–	–	1,140	466	–	–	466
Options	–	–	–	–	12	64	–	76
Exchange-traded funds/notes	5,757	–	–	5,757	–	–	–	–
Derivative assets	–	453	–	453	3	63	–	66
Derivative liabilities	(223)	(1,278)	–	(1,501)	(27)	(524)	–	(551)
Total	6,674	111,980	–	118,654	454	33,306	–	33,760

The ETF'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.

During the period, there were no significant transfers between Level 1 and Level 2.

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.