

## ***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 ETF. You may obtain a copy of the Interim MRFP, at no cost, by calling the toll-free number 1-800-387-0614, by writing to us at Mackenzie Financial Corporation, 180 Queen Street West, Toronto, Ontario M5V 3K1, by visiting our website at [www.mackenzieinvestments.com](http://www.mackenzieinvestments.com) 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.*

*Unitholders may also contact us using one of these methods to request a copy of the ETF'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 ETF, appoints independent auditors to audit the ETF'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 ETF'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 US LARGE CAP EQUITY INDEX ETF

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

TRADITIONAL EQUITY INDEX ETF

## STATEMENTS OF FINANCIAL POSITION

In thousands (except per unit figures)  
As at

	Sep. 30 2018	Mar. 31 2018 (Audited)
	\$	\$
<b>ASSETS</b>		
<b>Current assets</b>		
Investments at fair value	161,443	43,857
Cash and cash equivalents	805	19
Dividends receivable	116	22
Accounts receivable for investments sold	–	29
Accounts receivable for units issued	–	–
Due from manager	5	14
<b>Total assets</b>	<b>162,369</b>	<b>43,941</b>
<b>LIABILITIES</b>		
<b>Current liabilities</b>		
Accounts payable for investments purchased	–	14
Accounts payable for units redeemed	–	23
Distribution payable	794	–
Due to manager	17	18
<b>Total liabilities</b>	<b>811</b>	<b>55</b>
<b>Net assets attributable to unitholders</b>	<b>161,558</b>	<b>43,886</b>
<b>Net assets attributable to unitholders per series (note 3)</b>		
Series E	161,558	43,886
<b>Net assets attributable to unitholders per unit (note 3)</b>		
Series E	107.71	97.53

## STATEMENT OF COMPREHENSIVE INCOME

For the period ended September 30 (note 1)  
In thousands (except per unit figures)

	2018 \$
<b>Income</b>	
Dividends	1,596
Interest income	1
Other changes in fair value of investments and other net assets	
Net realized gain (loss)	317
Net unrealized gain (loss)	14,690
Securities lending income	2
<b>Total income (loss)</b>	<b>16,606</b>
<b>Expenses (note 6)</b>	
Management fees	65
Management fee rebates	(53)
Commissions and other portfolio transaction costs	33
Independent Review Committee fees	–
<b>Expenses before amounts absorbed by Manager</b>	<b>45</b>
Expenses absorbed by Manager	27
<b>Net expenses</b>	<b>18</b>
<b>Increase (decrease) in net assets attributable to unitholders from operations before tax</b>	<b>16,588</b>
Foreign withholding taxes	269
Foreign income taxes paid (recovered)	–
<b>Increase (decrease) in net assets attributable to unitholders from operations</b>	<b>16,319</b>
<b>Increase (decrease) in net assets attributable to unitholders from operations per series</b>	
Series E	16,319
<b>Increase (decrease) in net assets attributable to unitholders from operations per unit</b>	
Series E	11.65

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



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## STATEMENT OF CHANGES IN FINANCIAL POSITION

*For the period ended September 30 (note 1)  
In thousands*

	<b>2018</b>
	<b>Series E</b>
<b>NET ASSETS ATTRIBUTABLE TO UNITHOLDERS</b>	<b>\$</b>
<b>Beginning of period</b>	<b>43,886</b>
Increase (decrease) in net assets from operations	16,319
Distributions paid to unitholders:	
Investment income	(1,386)
Capital gains	-
Management fee rebates	(53)
Total distributions paid to unitholders	(1,439)
Unit transactions:	
Proceeds from units issued	127,703
Reinvested distributions	-
Payments on redemption of units	(24,911)
Total unit transactions	102,792
<b>Total increase (decrease) in net assets</b>	<b>117,672</b>
<b>End of period</b>	<b>161,558</b>
<b>Increase (decrease) in units (note 7):</b>	<b>Units</b>
<b>Units outstanding – beginning of period</b>	<b>450</b>
Issued	1,300
Reinvested distributions	-
Redeemed	(250)
<b>Units outstanding – end of period</b>	<b>1,500</b>

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## STATEMENT OF CASH FLOWS

*For the period ended September 30 (note 1)  
In thousands*

	2018
	\$
<b>Cash flows from operating activities</b>	
Net increase (decrease) in net assets attributable to unitholders from operations	16,319
Adjustments for:	
Net realized loss (gain) on investments	(315)
Change in net unrealized loss (gain) on investments	(14,690)
Purchase of investments	(6,101)
Proceeds from sale and maturity of investments	5,642
Change in dividends receivable	(94)
Change in due from manager	9
Change in due to manager	(1)
<b>Net cash from operating activities</b>	<b>769</b>
<b>Cash flows from financing activities</b>	
Proceeds from units issued	913
Payments on redemption of units	(260)
Distributions paid net of reinvestments	(645)
<b>Net cash from financing activities</b>	<b>8</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>777</b>
Cash and cash equivalents at beginning of period	19
Effect of exchange rate fluctuations on cash and cash equivalents	9
<b>Cash and cash equivalents at end of period</b>	<b>805</b>
Cash	805
Cash equivalents	–
<b>Cash and cash equivalents at end of period</b>	<b>805</b>
<b>Supplementary disclosures on cash flow from operating activities:</b>	
Dividends received	1,502
Foreign taxes paid	269
Interest received	1
Interest paid	–

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## SCHEDULE OF INVESTMENTS

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>EQUITIES</b>					
3M Co.	United States	Industrials	3,016	851	821
Abbott Laboratories	United States	Health Care	8,870	687	840
AbbVie Inc.	United States	Health Care	7,975	994	974
ABIOMED Inc.	United States	Health Care	213	85	124
Accenture PLC Class A	United States	Information Technology	3,260	646	717
Activision Blizzard Inc.	United States	Information Technology	3,645	321	392
Adobe Systems Inc.	United States	Information Technology	2,488	722	868
Advanced Micro Devices Inc.	United States	Information Technology	4,618	68	184
Aetna Inc.	United States	Health Care	1,661	373	435
Affiliated Managers Group Inc.	United States	Financials	274	62	48
Aflac Inc.	United States	Financials	3,908	223	238
Agilent Technologies Inc.	United States	Health Care	1,625	140	148
Air Products and Chemicals Inc.	United States	Materials	1,115	236	241
Akamai Technologies Inc.	United States	Information Technology	844	78	80
Albemarle Corp.	United States	Materials	562	69	72
Alcoa Corp.	United States	Materials	947	64	49
Alexandria Real Estate Equities Inc.	United States	Real Estate	517	82	84
Alexion Pharmaceuticals Inc.	United States	Health Care	1,078	158	194
Align Technology Inc.	United States	Health Care	380	132	192
Alleghany Corp.	United States	Financials	74	57	62
Allergan PLC	United States	Health Care	1,724	366	424
Alliance Data Systems Corp.	United States	Information Technology	243	67	74
Alliant Energy Corp.	United States	Utilities	617	32	34
The Allstate Corp.	United States	Financials	1,751	217	223
Ally Financial Inc.	United States	Financials	2,181	76	75
Alnylam Pharmaceuticals Inc.	United States	Health Care	454	62	51
Alphabet Inc. Class A	United States	Information Technology	1,520	2,101	2,370
Alphabet Inc. Class C	United States	Information Technology	1,548	2,127	2,386
Altria Group Inc.	United States	Consumer Staples	9,479	761	738
Amazon.com Inc.	United States	Consumer Discretionary	2,069	4,028	5,353
Amdocs Ltd.	United States	Information Technology	727	62	62
Ameren Corp.	United States	Utilities	1,231	89	101
American Airlines Group Inc.	United States	Industrials	2,124	134	113
American Electric Power Co. Inc.	United States	Utilities	2,510	219	230
American Express Co.	United States	Financials	3,599	439	495
American International Group Inc.	United States	Financials	4,574	320	315
American Tower Corp. Class A	United States	Real Estate	2,246	408	422
American Water Works Co. Inc.	United States	Utilities	906	96	103
Ameriprise Financial Inc.	United States	Financials	734	139	140
AmerisourceBergen Corp.	United States	Health Care	827	95	99
Ametek Inc.	United States	Industrials	1,160	113	119
Amgen Inc.	United States	Health Care	3,368	765	902
Amphenol Corp. Class A	United States	Information Technology	1,514	169	184
Anadarko Petroleum Corp.	United States	Energy	2,619	208	228
Analog Devices Inc.	United States	Information Technology	1,884	224	225
Andeavor	United States	Energy	724	104	145
Annaly Capital Management Inc.	United States	Financials	5,080	68	67
ANSYS Inc.	United States	Information Technology	423	88	102



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As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>EQUITIES (cont'd)</b>					
Anthem Inc.	United States	Health Care	1,299	384	460
Aon PLC	United States	Financials	1,232	224	245
Apache Corp.	United States	Energy	1,943	99	120
Apergy Corp.	United States	Energy	393	19	22
Apple Inc.	United States	Information Technology	22,193	5,026	6,470
Applied Materials Inc.	United States	Information Technology	5,109	363	255
Aramark Corp.	United States	Consumer Discretionary	1,235	62	69
Arch Capital Group Ltd.	United States	Financials	2,002	72	77
Archer-Daniels-Midland Co.	United States	Consumer Staples	2,782	159	181
Arconic Inc.	United States	Industrials	2,188	65	62
Arista Networks Inc.	United States	Information Technology	260	89	89
Arthur J. Gallagher & Co.	United States	Financials	917	81	88
AT&T Inc.	United States	Telecommunication Services	36,501	1,642	1,583
Atmos Energy Corp.	United States	Utilities	421	45	51
Autodesk Inc.	United States	Information Technology	1,114	187	225
Automatic Data Processing Inc.	United States	Information Technology	2,094	318	407
AutoZone Inc.	United States	Consumer Discretionary	133	108	133
AvalonBay Communities Inc.	United States	Real Estate	702	149	164
Baker Hughes a GE Co.	United States	Energy	2,117	85	93
Ball Corp.	United States	Materials	1,761	91	100
Bank of America Corp.	United States	Financials	47,560	1,858	1,810
The Bank of New York Mellon Corp.	United States	Financials	4,658	316	307
Baxter International Inc.	United States	Health Care	2,554	219	254
BB&T Corp.	United States	Financials	3,942	265	247
Becton, Dickinson and Co.	United States	Health Care	1,357	395	457
Berkshire Hathaway Inc. Class B	United States	Financials	6,552	1,684	1,812
Best Buy Co. Inc.	United States	Consumer Discretionary	1,219	113	125
Biogen Inc.	United States	Health Care	1,071	378	489
BioMarin Pharmaceutical Inc.	United States	Health Care	894	95	112
BlackRock Inc.	United States	Financials	588	401	358
The Boeing Co.	United States	Industrials	2,795	1,201	1,343
Booking Holdings Inc.	United States	Consumer Discretionary	245	658	628
BorgWarner Inc.	United States	Consumer Discretionary	1,063	70	59
Boston Properties Inc.	United States	Real Estate	786	123	125
Boston Scientific Corp.	United States	Health Care	7,013	258	349
Bristol-Myers Squibb Co.	United States	Health Care	8,319	627	667
Broadcom Inc.	United States	Information Technology	2,185	643	696
Broadridge Financial Solutions Inc.	United States	Information Technology	596	84	102
Brown-Forman Corp. Class B non-voting	United States	Consumer Staples	1,404	99	92
Bunge Ltd.	United States	Consumer Staples	697	66	62
C.H. Robinson Worldwide Inc.	United States	Industrials	702	84	89
CA Inc.	United States	Information Technology	1,597	72	91
Cabot Oil & Gas Corp.	United States	Energy	2,263	69	66
Cadence Design Systems Inc.	United States	Information Technology	1,419	70	83
Capital One Financial Corp.	United States	Financials	2,459	306	302
Cardinal Health Inc.	United States	Health Care	1,577	127	110
CarMax Inc.	United States	Consumer Discretionary	895	73	86
Carnival Corp.	United States	Consumer Discretionary	2,061	171	170



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	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>EQUITIES (cont'd)</b>					
Caterpillar Inc.	United States	Industrials	3,043	587	599
Cboe Global Markets Inc.	United States	Financials	567	81	70
CBRE Group Inc. Class A	United States	Real Estate	1,608	98	92
CBS Corp. Class B non-voting	United States	Consumer Discretionary	1,727	114	128
CDK Global Inc.	United States	Information Technology	668	56	54
CDW Corp. of Delaware	United States	Information Technology	764	71	88
Celanese Corp. Series A	United States	Materials	687	93	101
Celgene Corp.	United States	Health Care	3,686	423	426
Centene Corp.	United States	Health Care	1,014	148	190
CenterPoint Energy Inc.	United States	Utilities	2,148	74	77
CenturyLink Inc.	United States	Telecommunication Services	5,454	122	149
Cerner Corp.	United States	Health Care	1,618	123	135
The Charles Schwab Corp.	United States	Financials	6,177	423	392
Charter Communications Inc. Class A	United States	Consumer Discretionary	875	354	368
The Chemours Co.	United States	Materials	902	58	46
Chenerie Energy Inc.	United States	Energy	1,127	83	101
Chevron Corp.	United States	Energy	9,742	1,483	1,539
Chubb Ltd.	United States	Financials	2,202	387	380
Church & Dwight Co. Inc.	United States	Consumer Staples	1,243	79	95
Cigna Corp.	United States	Health Care	1,236	275	332
Cimarex Energy Co.	United States	Energy	477	58	57
Cincinnati Financial Corp.	United States	Financials	791	75	78
Cintas Corp.	United States	Industrials	440	98	112
Cisco Systems Inc.	United States	Information Technology	23,960	1,332	1,506
Citigroup Inc.	United States	Financials	12,982	1,175	1,203
Citizens Financial Group Inc.	United States	Financials	2,464	134	123
Citrix Systems Inc.	United States	Information Technology	646	80	93
The Clorox Co.	United States	Consumer Staples	656	108	127
CME Group Inc.	United States	Financials	1,727	361	380
CMS Energy Corp.	United States	Utilities	1,431	83	91
The Coca-Cola Co.	United States	Consumer Staples	19,027	1,078	1,135
Cognex Corp.	United States	Information Technology	841	56	61
Cognizant Technology Solutions Corp.	United States	Information Technology	2,972	309	296
Colgate Palmolive Co.	United States	Consumer Staples	4,427	399	383
Comcast Corp. Class A	United States	Consumer Discretionary	23,267	1,026	1,064
Comerica Inc.	United States	Financials	864	106	101
ConAgra Brands Inc.	United States	Consumer Staples	1,987	94	87
Concho Resources Inc.	United States	Energy	751	142	148
ConocoPhillips	United States	Energy	5,961	476	596
Consolidated Edison Inc.	United States	Utilities	1,302	130	128
Constellation Brands Inc. Class A	United States	Consumer Staples	818	237	228
The Cooper Companies Inc.	United States	Health Care	248	73	89
Copart Inc.	United States	Industrials	1,034	70	69
Corning Inc.	United States	Information Technology	4,222	154	193
CoStar Group Inc.	United States	Industrials	182	86	99
Costco Wholesale Corp.	United States	Consumer Staples	2,199	542	667
Crown Castle International Corp.	United States	Real Estate	2,108	290	303
CSX Corp.	United States	Industrials	4,221	312	404



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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>EQUITIES (cont'd)</b>					
Cummins Inc.	United States	Industrials	818	169	154
CVS Health Corp.	United States	Health Care	5,168	437	525
D.R. Horton Inc.	United States	Consumer Discretionary	1,803	104	98
Danaher Corp.	United States	Health Care	3,144	404	441
Darden Restaurants Inc.	United States	Consumer Discretionary	629	73	90
DAVITA Inc.	United States	Health Care	675	56	62
Deere & Co.	United States	Industrials	1,648	319	320
Delta Air Lines Inc.	United States	Industrials	3,242	227	242
Dentsply Sirona Inc.	United States	Health Care	1,152	75	56
Devon Energy Corp.	United States	Energy	2,596	113	134
Diamondback Energy Inc.	United States	Energy	495	79	86
Digital Realty Trust Inc.	United States	Real Estate	1,049	142	152
Discover Financial Services	United States	Financials	1,741	163	172
DISH Network Corp. Class A	United States	Consumer Discretionary	1,128	55	52
Dollar General Corp.	United States	Consumer Discretionary	1,362	169	192
Dollar Tree Inc.	United States	Consumer Discretionary	1,182	146	125
Dominion Resources Inc.	United States	Utilities	3,317	286	301
Domino's Pizza Inc.	United States	Consumer Discretionary	214	65	81
Dover Corp.	United States	Industrials	776	95	89
DowDuPont Inc.	United States	Materials	11,809	1,010	981
DTE Energy Co.	United States	Utilities	832	111	117
Duke Energy Corp.	United States	Utilities	3,291	328	340
Duke Realty Corp.	United States	Real Estate	1,814	61	66
DXC Technology Co.	United States	Information Technology	1,442	188	174
E*TRADE Financial Corp.	United States	Financials	1,338	98	91
Eastman Chemical Co.	United States	Materials	663	89	82
Eaton Corp. PLC	United States	Industrials	2,224	225	249
eBay Inc.	United States	Information Technology	4,758	244	203
Ecolab Inc.	United States	Materials	1,307	238	265
Edison International	United States	Utilities	1,660	136	145
Edwards Lifesciences Corp.	United States	Health Care	1,066	190	240
Electronic Arts Inc.	United States	Information Technology	1,534	241	239
Eli Lilly and Co.	United States	Health Care	4,924	509	683
Emerson Electric Co.	United States	Industrials	3,192	284	316
Entergy Corp.	United States	Utilities	997	102	104
EOG Resources Inc.	United States	Energy	2,938	408	484
EQT Corp.	United States	Energy	1,343	84	77
Equifax Inc.	United States	Industrials	605	93	102
Equinix Inc.	United States	Real Estate	403	212	225
Equity Residential	United States	Real Estate	1,849	146	158
Essex Property Trust Inc.	United States	Real Estate	331	102	105
The Estée Lauder Companies Inc. Class A	United States	Consumer Staples	1,129	214	212
Everest Re Group Ltd.	United States	Financials	205	64	60
Eversource Energy	United States	Utilities	1,609	122	128
Exelon Corp.	United States	Utilities	4,912	245	277
Expedia Inc.	United States	Consumer Discretionary	612	87	103
Expeditors International of Washington Inc.	United States	Industrials	885	74	84
Express Scripts Holding Co.	United States	Health Care	2,855	267	350



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As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>EQUITIES (cont'd)</b>					
Extra Space Storage Inc.	United States	Real Estate	622	70	70
Exxon Mobil Corp.	United States	Energy	21,527	2,126	2,364
F5 Networks Inc.	United States	Information Technology	311	67	80
Facebook Inc.	United States	Information Technology	12,035	2,580	2,557
Fastenal Co.	United States	Industrials	1,457	100	109
Federal Realty Investment Trust	United States	Real Estate	370	55	60
FedEx Corp.	United States	Industrials	1,251	394	389
Fidelity National Information Services Inc.	United States	Information Technology	1,674	211	236
Fifth Third Bancorp	United States	Financials	3,485	142	126
First Republic Bank	United States	Financials	815	97	101
FirstEnergy Corp.	United States	Utilities	2,425	107	116
Fiserv Inc.	United States	Information Technology	2,078	192	221
FleetCor Technologies Inc.	United States	Information Technology	453	119	133
FMC Corp.	United States	Materials	679	71	76
Ford Motor Co.	United States	Consumer Discretionary	19,804	282	237
Fortive Corp.	United States	Industrials	1,571	155	171
Fortune Brands Home & Security Inc.	United States	Industrials	738	56	50
Franklin Resources Inc.	United States	Financials	1,630	73	64
Freeport-McMoRan Inc.	United States	Materials	7,099	163	128
Gartner Inc.	United States	Information Technology	452	70	93
General Dynamics Corp.	United States	Industrials	1,315	367	348
General Electric Co.	United States	Industrials	43,872	770	640
General Mills Inc.	United States	Consumer Staples	3,012	178	167
General Motors Co.	United States	Consumer Discretionary	6,412	313	279
Genuine Parts Co.	United States	Consumer Discretionary	727	85	93
Gilead Sciences Inc.	United States	Health Care	6,593	637	658
Global Payments Inc.	United States	Information Technology	806	116	133
The Goldman Sachs Group Inc.	United States	Financials	1,732	562	502
Halliburton Co.	United States	Energy	4,149	255	217
Harris Corp.	United States	Industrials	603	125	132
The Hartford Financial Services Group Inc.	United States	Financials	1,817	122	117
Hasbro Inc.	United States	Consumer Discretionary	602	68	82
HCA Holdings Inc.	United States	Health Care	1,405	181	252
HCP Inc.	United States	Real Estate	2,388	70	81
Henry Schein Inc.	United States	Health Care	771	69	85
The Hershey Co.	United States	Consumer Staples	617	77	81
Hess Corp.	United States	Energy	1,431	99	132
Hewlett Packard Enterprise Co.	United States	Information Technology	7,708	173	162
Hilton Inc.	United States	Consumer Discretionary	1,505	154	157
HollyFrontier Corp.	United States	Energy	894	76	81
Hologic Inc.	United States	Health Care	1,381	68	73
The Home Depot Inc.	United States	Consumer Discretionary	5,875	1,349	1,572
Honeywell International Inc.	United States	Industrials	3,794	723	815
Hormel Foods Corp.	United States	Consumer Staples	1,375	62	70
Host Hotels & Resorts Inc.	United States	Real Estate	3,725	92	102
HP Inc.	United States	Information Technology	8,202	233	273
Humana Inc.	United States	Health Care	700	258	306
Huntington Bancshares Inc.	United States	Financials	5,545	107	107



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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>EQUITIES (cont'd)</b>					
Huntington Ingalls Industries Inc.	United States	Industrials	221	72	73
IAC/InterActiveCorp	United States	Information Technology	392	79	110
IDEX Corp.	United States	Industrials	389	72	76
IDEXX Laboratories Inc.	United States	Health Care	435	111	140
IHS Markit Ltd.	United States	Industrials	1,718	108	120
Illinois Tool Works Inc.	United States	Industrials	1,524	308	278
Illumina Inc.	United States	Health Care	745	238	353
Incyte Corp.	United States	Health Care	898	89	80
Ingersoll-Rand PLC	United States	Industrials	1,257	140	166
Ingredion Inc.	United States	Consumer Staples	364	59	49
Intel Corp.	United States	Information Technology	23,756	1,554	1,451
Intercontinental Exchange Inc.	United States	Financials	2,939	275	284
International Business Machines Corp.	United States	Information Technology	4,677	925	913
International Flavors & Fragrances Inc.	United States	Materials	401	71	72
International Paper Co.	United States	Materials	2,106	145	134
The Interpublic Group of Companies Inc.	United States	Consumer Discretionary	1,953	59	58
Intuit Inc.	United States	Information Technology	1,253	287	368
Intuitive Surgical Inc.	United States	Health Care	572	316	424
Invesco Ltd.	United States	Financials	2,058	82	61
IQVIA Holdings Inc.	United States	Health Care	821	107	138
Iron Mountain Inc.	United States	Real Estate	1,424	61	63
J.B. Hunt Transport Services Inc.	United States	Industrials	443	67	68
J.M. Smucker Co.	United States	Consumer Staples	555	86	74
Jazz Pharmaceuticals PLC	United States	Health Care	297	59	64
Johnson & Johnson	United States	Health Care	13,669	2,283	2,439
Johnson Controls International PLC	United States	Industrials	4,703	212	213
JPMorgan Chase & Co.	United States	Financials	17,246	2,468	2,514
Kansas City Southern	United States	Industrials	520	74	76
Kellogg Co.	United States	Consumer Staples	1,419	118	128
Keurig Dr Pepper Inc.	United States	Consumer Staples	7,038	322	211
KeyCorp	United States	Financials	5,390	137	138
Keysight Technologies Inc.	United States	Information Technology	951	64	81
Kimberly-Clark Corp.	United States	Consumer Staples	1,775	245	261
Kinder Morgan Inc.	United States	Energy	9,658	198	221
KLA-Tencor Corp.	United States	Information Technology	789	112	104
Kohl's Corp.	United States	Consumer Discretionary	843	70	81
The Kraft Heinz Co.	United States	Consumer Staples	3,065	242	218
The Kroger Co.	United States	Consumer Staples	4,030	127	152
L Brands Inc.	United States	Consumer Discretionary	1,180	57	46
L3 Technologies Inc.	United States	Industrials	397	107	109
Laboratory Corp. of America Holdings	United States	Health Care	519	111	116
Lam Research Corp.	United States	Information Technology	832	217	163
Lamb Weston Holdings Inc.	United States	Consumer Staples	742	62	64
Las Vegas Sands Corp.	United States	Consumer Discretionary	1,997	185	153
Lear Corp.	United States	Consumer Discretionary	337	82	63
Leidos Holdings Inc.	United States	Information Technology	767	65	69
Lennar Corp. Class A	United States	Consumer Discretionary	1,462	107	88
Liberty Broadband Corp.	United States	Consumer Discretionary	531	57	58



**MACKENZIE**  
Investments

# MACKENZIE US LARGE CAP EQUITY INDEX ETF

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>EQUITIES (cont'd)</b>					
Liberty Interactive Corp. QVC Group	United States	Consumer Discretionary	2,210	67	63
Lincoln National Corp.	United States	Financials	1,107	101	97
LKQ Corp.	United States	Consumer Discretionary	1,468	72	60
Lockheed Martin Corp.	United States	Industrials	1,214	531	542
Loews Corp.	United States	Financials	1,413	92	92
Lowe's Companies Inc.	United States	Consumer Discretionary	3,964	450	588
LyondellBasell Industries NV Class A	United States	Materials	1,630	222	216
M&T Bank Corp.	United States	Financials	666	156	142
Marathon Oil Corp.	United States	Energy	4,338	96	130
Marathon Petroleum Corp.	United States	Energy	2,347	225	242
Markel Corp.	United States	Financials	69	102	106
Marriott International Inc. Class A	United States	Consumer Discretionary	1,373	239	234
Marsh & McLennan Companies Inc.	United States	Financials	2,586	275	276
Martin Marietta Materials Inc.	United States	Materials	318	83	75
Masco Corp.	United States	Industrials	1,573	82	74
MasterCard Inc. Class A	United States	Information Technology	4,652	1,065	1,338
Maxim Integrated Products Inc.	United States	Information Technology	1,415	107	103
McCormick & Co. Inc. non-voting	United States	Consumer Staples	612	84	104
McDonald's Corp.	United States	Consumer Discretionary	4,002	827	865
McKesson Corp.	United States	Health Care	1,026	191	176
Medtronic PLC	United States	Health Care	6,880	715	874
Merck & Co. Inc.	United States	Health Care	13,707	1,007	1,256
MetLife Inc.	United States	Financials	4,017	240	242
Mettler-Toledo International Inc.	United States	Health Care	126	94	99
MGM Resorts International	United States	Consumer Discretionary	2,583	116	93
Microchip Technology Inc.	United States	Information Technology	1,175	136	120
Micron Technology Inc.	United States	Information Technology	5,892	397	344
Microsoft Corp.	United States	Information Technology	38,633	4,688	5,707
Mid-America Apartment Communities Inc.	United States	Real Estate	577	68	75
Mohawk Industries Inc.	United States	Consumer Discretionary	315	95	71
Molson Coors Brewing Co. Class B	United States	Consumer Staples	887	83	70
Mondelez International Inc.	United States	Consumer Staples	7,172	386	398
Monster Beverage Corp.	United States	Consumer Staples	2,091	154	157
Moody's Corp.	United States	Financials	848	179	183
Morgan Stanley	United States	Financials	6,821	472	410
Motorola Solutions Inc.	United States	Information Technology	823	115	138
MSCI Inc. Class A	United States	Financials	446	86	102
Mylan NV	United States	Health Care	2,479	129	117
Nasdaq Inc.	United States	Financials	590	67	65
National Oilwell Varco Inc.	United States	Energy	1,942	95	108
Nektar Therapeutics	United States	Health Care	865	91	68
NetApp Inc.	United States	Information Technology	1,341	114	149
Netflix Inc.	United States	Consumer Discretionary	2,159	867	1,043
Newell Brands Inc.	United States	Consumer Discretionary	2,277	78	60
Newmont Mining Corp.	United States	Materials	2,709	136	106
NextEra Energy Inc.	United States	Utilities	2,397	496	519
Nielsen Holdings PLC	United States	Industrials	1,807	75	65
Nike Inc. Class B	United States	Consumer Discretionary	6,426	562	703



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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>EQUITIES (cont'd)</b>					
Noble Energy Inc.	United States	Energy	2,440	98	98
Norfolk Southern Corp.	United States	Industrials	1,437	255	335
Northern Trust Corp.	United States	Financials	1,092	148	144
Northrop Grumman Corp.	United States	Industrials	880	390	361
Norwegian Cruise Line Holdings Ltd.	United States	Consumer Discretionary	1,038	72	77
NRG Energy Inc.	United States	Utilities	1,548	61	75
Nucor Corp.	United States	Materials	1,612	131	132
NVIDIA Corp.	United States	Information Technology	2,808	846	1,019
NVR Inc.	United States	Consumer Discretionary	17	68	54
Occidental Petroleum Corp.	United States	Energy	3,891	356	413
Old Dominion Freight Line Inc.	United States	Industrials	357	62	74
Omnicom Group Inc.	United States	Consumer Discretionary	1,134	106	100
ON Semiconductor Corp.	United States	Information Technology	2,143	61	51
ONEOK Inc.	United States	Energy	2,084	158	182
Oracle Corp.	United States	Information Technology	14,459	870	963
O'Reilly Automotive Inc.	United States	Consumer Discretionary	408	127	183
PACCAR Inc.	United States	Industrials	1,755	153	155
Packaging Corp. of America	United States	Materials	474	70	67
Palo Alto Networks Inc.	United States	Information Technology	456	112	133
Parker Hannifin Corp.	United States	Industrials	668	150	159
Paychex Inc.	United States	Information Technology	1,633	132	155
PayPal Holdings Inc.	United States	Information Technology	5,750	584	652
PepsiCo Inc.	United States	Consumer Staples	7,192	1,006	1,039
Perrigo Co. PLC	United States	Health Care	649	68	59
Perspecta Inc.	United States	Information Technology	724	23	24
Pfizer Inc.	United States	Health Care	29,816	1,388	1,697
PG&E Corp.	United States	Utilities	2,627	150	156
Philip Morris International Inc.	United States	Consumer Staples	7,909	1,003	833
Phillips 66	United States	Energy	2,137	282	311
Pinnacle West Capital Corp.	United States	Utilities	567	57	58
Pioneer Natural Resources Co.	United States	Energy	861	199	194
PNC Financial Services Group Inc.	United States	Financials	2,234	426	393
PPG Industries Inc.	United States	Materials	1,240	177	175
PPL Corp.	United States	Utilities	3,563	128	135
Praxair Inc.	United States	Materials	1,461	284	303
Principal Financial Group Inc.	United States	Financials	1,454	113	110
The Procter & Gamble Co.	United States	Consumer Staples	12,813	1,286	1,377
The Progressive Corp.	United States	Financials	2,950	232	271
ProLogis Inc.	United States	Real Estate	2,697	219	236
Prudential Financial Inc.	United States	Financials	2,137	288	280
PTC Inc.	United States	Information Technology	583	63	80
Public Service Enterprise Group Inc.	United States	Utilities	2,570	165	175
Public Storage	United States	Real Estate	759	194	198
PVH Corp.	United States	Consumer Discretionary	389	77	73
Qorvo Inc.	United States	Information Technology	637	60	63
Qualcomm Inc.	United States	Information Technology	7,549	550	702
Quest Diagnostics Inc.	United States	Health Care	688	89	96
Raymond James Financial Inc.	United States	Financials	667	77	79



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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>EQUITIES (cont'd)</b>					
Raytheon Co.	United States	Industrials	1,461	406	390
Realty Income Corp.	United States	Real Estate	1,446	96	106
Red Hat Inc.	United States	Information Technology	898	177	158
Regency Centers Corp.	United States	Real Estate	811	61	68
Regeneron Pharmaceuticals Inc.	United States	Health Care	407	172	212
Regions Financial Corp.	United States	Financials	5,705	136	135
Reinsurance Group of America Inc.	United States	Financials	326	64	61
Republic Services Inc.	United States	Industrials	1,115	96	105
ResMed Inc.	United States	Health Care	718	90	107
Rockwell Automation Inc.	United States	Industrials	636	144	154
Rockwell Collins Inc.	United States	Industrials	833	144	151
Roper Technologies Inc.	United States	Industrials	514	183	197
Ross Stores Inc.	United States	Consumer Discretionary	1,878	191	240
Royal Caribbean Cruises Ltd.	United States	Consumer Discretionary	857	130	144
S&P Global Inc.	United States	Financials	1,279	315	323
Salesforce.com Inc.	United States	Information Technology	3,599	568	739
SBA Communications Corp. Class A	United States	Real Estate	579	124	120
Schlumberger Ltd.	United States	Energy	7,057	605	555
Seagate Technology	United States	Information Technology	1,333	100	82
SEI Investments Co.	United States	Financials	734	68	58
Sempra Energy	United States	Utilities	1,400	200	206
ServiceNow Inc.	United States	Information Technology	891	194	225
The Sherwin-Williams Co.	United States	Materials	421	216	248
Simon Property Group Inc.	United States	Real Estate	1,567	312	358
Skyworks Solutions Inc.	United States	Information Technology	925	118	108
SL Green Realty Corp.	United States	Real Estate	445	55	56
Southern Co.	United States	Utilities	4,647	267	262
Southwest Airlines Co.	United States	Industrials	2,705	196	218
Spirit Aerosystems Holdings Inc. Class A	United States	Industrials	575	61	68
Splunk Inc.	United States	Information Technology	731	98	114
Square Inc. Class A	United States	Information Technology	1,424	94	182
SS&C Technologies Holdings Inc.	United States	Information Technology	1,051	66	77
Stanley Black & Decker Inc.	United States	Industrials	779	153	147
Starbucks Corp.	United States	Consumer Discretionary	6,843	512	502
State Street Corp.	United States	Financials	1,754	226	190
Steel Dynamics Inc.	United States	Materials	1,150	67	67
Stryker Corp.	United States	Health Care	1,561	326	358
SunTrust Banks Inc.	United States	Financials	2,354	206	203
SVB Financial Group	United States	Financials	268	87	108
Symantec Corp.	United States	Information Technology	3,144	106	86
Synchrony Financial	United States	Financials	3,451	152	139
Synopsys Inc.	United States	Information Technology	754	83	96
Sysco Corp.	United States	Consumer Staples	2,429	192	230
T. Rowe Price Group Inc.	United States	Financials	1,203	169	170
Take-Two Interactive Software Inc.	United States	Information Technology	576	76	103
Tapestry Inc.	United States	Consumer Discretionary	1,463	98	95
Targa Resources Corp.	United States	Energy	1,091	65	79
Target Corp.	United States	Consumer Discretionary	2,712	253	309



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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>EQUITIES (cont'd)</b>					
TD Ameritrade Holding Corp.	United States	Financials	1,505	115	103
TE Connectivity Ltd.	United States	Information Technology	1,782	227	202
Teleflex Inc.	United States	Health Care	231	77	79
Tesla Inc.	United States	Consumer Discretionary	646	248	221
Texas Instruments Inc.	United States	Information Technology	4,977	671	690
Textron Inc.	United States	Industrials	1,189	92	110
Thermo Fisher Scientific Inc.	United States	Health Care	2,047	563	645
Tiffany & Co.	United States	Consumer Discretionary	608	80	101
The TJX Companies Inc.	United States	Consumer Discretionary	2,968	322	429
T-Mobile USA Inc.	United States	Telecommunication Services	1,556	122	141
Total System Services Inc.	United States	Information Technology	851	96	109
TransDigm Group Inc.	United States	Industrials	247	100	119
TransUnion	United States	Industrials	931	80	88
The Travelers Companies Inc.	United States	Financials	1,371	241	230
Trimble Inc.	United States	Information Technology	1,266	59	71
Twenty-First Century Fox Inc.	United States	Consumer Discretionary	5,357	257	321
Twitter Inc.	United States	Information Technology	3,387	134	125
Tyson Foods Inc. Class A	United States	Consumer Staples	1,494	136	115
U.S. Bancorp	United States	Financials	7,889	521	538
UDR Inc.	United States	Real Estate	1,348	62	70
Ulta Beauty Inc.	United States	Consumer Discretionary	290	82	106
Union Pacific Corp.	United States	Industrials	3,919	685	824
United Continental Holdings Inc.	United States	Industrials	1,188	107	137
United Parcel Service Inc. (UPS) Class B	United States	Industrials	3,513	494	530
United Rentals Inc.	United States	Industrials	423	95	89
United Technologies Corp.	United States	Industrials	3,792	613	685
UnitedHealth Group Inc.	United States	Health Care	4,821	1,441	1,657
Universal Health Services Inc. Class B	United States	Health Care	433	67	71
Unum Group	United States	Financials	1,121	68	57
Valero Energy Corp.	United States	Energy	2,189	284	322
Varian Medical Systems Inc.	United States	Health Care	465	72	67
Ventas Inc.	United States	Real Estate	1,808	116	127
VeriSign Inc.	United States	Information Technology	554	93	115
Verisk Analytics Inc.	United States	Industrials	793	108	123
Verizon Communications Inc.	United States	Telecommunication Services	21,066	1,312	1,453
Vertex Pharmaceuticals Inc.	United States	Health Care	1,295	272	322
VF Corp.	United States	Consumer Discretionary	1,655	165	200
Viacom Inc. Class B	United States	Consumer Discretionary	1,794	71	78
Visa Inc. Class A	United States	Information Technology	9,048	1,434	1,754
VMware Inc. Class A	United States	Information Technology	379	66	76
Vornado Realty Trust	United States	Real Estate	882	76	83
Vulcan Materials Co.	United States	Materials	671	100	96
W.W. Grainger Inc.	United States	Industrials	239	88	110
Walgreens Boots Alliance Inc.	United States	Consumer Staples	4,305	364	405
Wal-Mart Stores Inc.	United States	Consumer Staples	7,302	823	886
The Walt Disney Co.	United States	Consumer Discretionary	7,248	952	1,095
Waste Management Inc.	United States	Industrials	2,199	239	257
Waters Corp.	United States	Health Care	381	99	96



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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>EQUITIES (cont'd)</b>					
WEC Energy Group Inc.	United States	Utilities	1,468	118	127
Wells Fargo & Co.	United States	Financials	22,371	1,532	1,519
Welltower Inc.	United States	Real Estate	1,892	132	157
Western Digital Corp.	United States	Information Technology	1,487	172	112
The Western Union Co.	United States	Information Technology	2,336	58	58
Westrock Co.	United States	Materials	1,293	106	89
Weyerhaeuser Co.	United States	Real Estate	3,850	176	160
Whirlpool Corp.	United States	Consumer Discretionary	358	70	55
The Williams Companies Inc.	United States	Energy	4,215	141	148
Willis Towers Watson PLC	United States	Financials	669	131	122
Workday Inc. Class A	United States	Information Technology	732	122	138
Worldpay Inc.	United States	Information Technology	1,508	159	197
Wyndham Hotels & Resorts Inc.	United States	Consumer Discretionary	496	38	36
Wyndham Worldwide Corp.	United States	Consumer Discretionary	495	69	28
Wynn Resorts Ltd.	United States	Consumer Discretionary	499	117	82
Xcel Energy Inc.	United States	Utilities	2,420	140	148
Xilinx Inc.	United States	Information Technology	1,280	116	133
XPO Logistics Inc.	United States	Industrials	607	74	90
Xylem Inc.	United States	Industrials	913	90	94
Yum! Brands Inc.	United States	Consumer Discretionary	1,645	178	193
Zimmer Biomet Holdings Inc.	United States	Health Care	1,034	148	176
Zions Bancorporation	United States	Financials	988	67	64
Zoetis Inc.	United States	Health Care	2,466	265	292
<b>Total equities</b>				<b>148,342</b>	<b>161,443</b>
Transaction costs				(1)	—
<b>Total investments</b>				<b>148,341</b>	<b>161,443</b>
Cash and cash equivalents					805
Other assets less liabilities					(690)
<b>Total net assets</b>					<b>161,558</b>



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# MACKENZIE US LARGE CAP EQUITY INDEX ETF

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## SUMMARY OF INVESTMENT PORTFOLIO

September 30, 2018	
Portfolio Allocation	% of NAV
Equities	99.9
Cash and short-term investments	0.5
Other assets (liabilities)	(0.4)
Regional Allocation	% of NAV
United States	99.9
Cash and short-term investments	0.5
Other assets (liabilities)	(0.4)
Sector Allocation	% of NAV
Information technology	27.0
Health care	15.1
Financials	13.0
Consumer discretionary	12.6
Industrials	9.7
Consumer staples	6.9
Energy	6.0
Utilities	2.6
Real estate	2.5
Materials	2.4
Telecommunication services	2.1
Cash and short-term investments	0.5
Other assets (liabilities)	(0.4)

March 31, 2018	
Portfolio Allocation	% of NAV
Equities	99.3
Exchange-traded funds/notes	0.6
Cash and short-term investments	0.1
Regional Allocation	% of NAV
United States	99.9
Cash and short-term investments	0.1
Sector Allocation	% of NAV
Information technology	25.0
Financials	14.4
Health care	13.8
Consumer discretionary	12.3
Industrials	9.9
Consumer staples	7.7
Energy	5.8
Materials	2.8
Utilities	2.8
Real estate	2.8
Telecommunication services	2.0
Exchange-traded funds/notes	0.6
Cash and short-term investments	0.1



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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 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 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 ETF’s most recent audited annual financial statements for the year ended March 31, 2018. 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 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 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 – Other changes in fair value of investments and other net assets – 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.

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

(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 – 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 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.

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.

## NOTES TO FINANCIAL STATEMENTS

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

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 September 30, 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 September 30, 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.

#### 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.

## NOTES TO FINANCIAL STATEMENTS

### 9. Financial Instruments Risk (cont'd)

#### 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 US LARGE CAP EQUITY INDEX ETF

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

TRADITIONAL EQUITY INDEX ETF

## NOTES TO FINANCIAL STATEMENTS

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

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

Date of Formation January 9, 2018

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

Series E units were listed on the TSX under the symbol QUU on January 24, 2018. The closing market price, or the midpoint of the bid and ask prices in the absence of a closing market price, at September 30, 2018 was \$107.73 (March 31, 2018 – \$97.64).

The management fee rate for Series E units is 0.08%.

As at September 30, 2018, the ETF's NAV per unit was \$107.73 (March 31, 2018 – \$97.64) and its Net Assets per unit calculated in accordance with IFRS was \$107.71 (March 31, 2018 – \$97.53).

#### (b) Investments by Mackenzie and Affiliates

As at September 30, 2018, other funds managed by Mackenzie, I.G. Investment Management Ltd. and Counsel Portfolio Services Inc., both of which are affiliates of Mackenzie, had an investment of \$94,858, \$56,438 and \$58 (March 31, 2018 - \$25,237, \$15,507 and \$Nil), respectively, in the ETF.

#### (c) Loss Carryforwards

As the ETF was launched January 9, 2018, it has not had a taxation year end and does not have any 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	4,033	45
Value of collateral received	4,234	46

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 period ended September 30, 2018 is as follows:

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

#### (e) Offsetting of Financial Assets and Liabilities

As at September 30, 2018 and March 31, 2018, there were no amounts subject to offsetting.

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

##### *i. Risk exposure and management*

The ETF seeks to replicate, to the extent reasonably possible and before fees and expenses, the performance of the Solactive US Large Cap CAD Index, or any successor thereto. It invests primarily in U.S. equity securities.

# MACKENZIE US LARGE CAP EQUITY INDEX ETF

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

TRADITIONAL EQUITY INDEX ETF

## NOTES TO FINANCIAL STATEMENTS

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

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

##### *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.

Currency	September 30, 2018			
	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	161,443	489	–	161,932
Total	161,443	489	–	161,932
% of Net Assets	99.9	0.3	–	100.2

Currency	March 31, 2018			
	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	43,857	17	–	43,874
Total	43,857	17	–	43,874
% of Net Assets	99.9	–	–	99.9

\* Includes both monetary and non-monetary financial instruments

As at September 30, 2018, had the Canadian dollar increased or decreased by 5% relative to all foreign currencies, with all other variables held constant, net assets would have decreased or increased by approximately \$8,097 or 5.0% (March 31, 2018 – \$2,194 or 5.0%) of total net assets. In practice, the actual trading results may differ and the difference could be material.

##### *iii. Interest rate risk*

As at September 30, 2018 and March 31, 2018, the ETF did not have a significant exposure to interest rate risk.

##### *iv. Other price risk*

The ETF's most significant exposure to price risk arises from its investment in equity securities and exchange-traded funds/notes. 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 \$16,144 or 10.0% (March 31, 2018 – \$4,386 or 10.0%) of total net assets. In practice, the actual trading results may differ and the difference could be material.

##### *v. Credit risk*

As at September 30, 2018 and March 31, 2018, the ETF did not have a significant exposure to credit risk.



# MACKENZIE US LARGE CAP EQUITY INDEX ETF

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

TRADITIONAL EQUITY INDEX ETF

## NOTES TO FINANCIAL STATEMENTS

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

#### (g) 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.

	September 30, 2018				March 31, 2018			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	161,443	–	–	161,443	43,583	–	–	43,583
Exchange-traded funds/notes	–	–	–	–	274	–	–	274
Total	161,443	–	–	161,443	43,857	–	–	43,857

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.



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