

Interim Unaudited Financial Statements

For the Six-Month Period Ended September 30, 2020

These Interim Unaudited Financial Statements do not contain the Interim Management Report of Fund Performance (“MRFP”) of the investment fund. You may obtain a copy of the Interim MRFP, at no cost, by contacting us using one of the methods noted under Fund Formation and Series Information or by visiting the SEDAR website at www.sedar.com. Copies of the Annual Financial Statements or Annual MRFP may also be obtained, at no cost, using any of the methods outlined above.

Securityholders may also contact us using one of these methods to request a copy of the investment fund’s proxy voting policies and procedures, proxy voting disclosure record or quarterly portfolio disclosure.

NOTICE OF NO AUDITOR REVIEW OF THE INTERIM FINANCIAL STATEMENTS

Mackenzie Financial Corporation, the Manager of the Fund, appoints independent auditors to audit the Fund’s Annual Financial Statements. Under Canadian securities laws (National Instrument 81-106), if an auditor has not reviewed the Interim Financial Statements, this must be disclosed in an accompanying notice.

The Fund’s independent auditors have not performed a review of these Interim Financial Statements in accordance with standards established by the Chartered Professional Accountants of Canada.

MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

STATEMENTS OF FINANCIAL POSITION

In thousands (except per security figures)
As at

	Sep. 30 2020	Mar. 31 2020 (Audited)		Sep. 30 2020	Mar. 31 2020 (Audited)
	\$	\$		\$	\$
ASSETS					
Current assets			Q Series	23,923	26,639
Investments at fair value	598,912	557,422	H Series	3,075	2,263
Cash and cash equivalents	13,445	102,773	HW Series	867	995
Accrued interest receivable	3,215	3,369	L Series	9,888	11,773
Dividends receivable	5	5	N Series	13,010	19,229
Accounts receivable for investments sold	15,448	26,708	QF Series	2,918	3,280
Accounts receivable for securities issued	72	261	QFW Series	319	193
Due from manager	3	32	Series LB	12	24
Margin on derivatives	–	940	Series LF	1	1
Unrealized gains on derivative contracts	2,735	3,886	Series LW	205	169
Total assets	633,835	695,396	Net assets attributable to securityholders per security (note 3)		
			Series A	8.90	8.20
LIABILITIES			Series AR	8.76	8.08
Current liabilities			Series D	8.58	7.91
Accounts payable for investments purchased	18,461	20,704	Series F	8.86	8.17
Accounts payable for securities redeemed	851	4,719	Series F5	12.24	11.29
Due to manager	14	14	Series F8	12.24	11.47
Liability for options written	1	–	Series FB	9.09	8.38
Unrealized losses on derivative contracts	3,948	55,657	Series FB5	13.32	12.29
Total liabilities	23,275	81,094	Series O	8.86	8.17
Net assets attributable to securityholders	610,560	614,302	Series PW	8.75	8.07
Net assets attributable to securityholders per series (note 3)			Series PWFB	8.79	8.11
Series A	17,355	22,062	Series PWFB5	13.10	12.07
Series AR	1,511	1,484	Series PWR	8.91	8.21
Series D	1,024	990	Series PWT5	12.70	11.74
Series F	117,992	117,280	Series PWT8	10.18	9.58
Series F5	6,702	6,214	Series PWX	8.71	8.03
Series F8	1	1	Series PWX8	11.60	10.84
Series FB	334	289	Series R	8.76	8.08
Series FB5	1	1	Series S	8.90	8.21
Series O	12,450	10,506	Series SC	8.90	8.20
Series PW	105,648	106,710	Series S5	11.79	10.91
Series PWFB	1,327	1,161	Series T5	11.48	10.64
Series PWFB5	1	1	Q Series	8.52	7.86
Series PWR	513	480	H Series	8.45	7.80
Series PWT5	1,019	1,202	HW Series	8.67	8.00
Series PWT8	397	364	L Series	8.63	7.95
Series PWX	3,071	3,023	N Series	8.62	7.95
Series PWX8	1	1	QF Series	9.23	8.51
Series R	39,099	15,662	QFW Series	8.67	8.00
Series S	175,647	184,356	Series LB	9.25	8.53
Series SC	71,289	76,702	Series LF	9.18	8.47
Series S5	771	912	Series LW	9.19	8.47
Series T5	189	335			

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



MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

STATEMENTS OF COMPREHENSIVE INCOME

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

	2020	2019		2020	2019
	\$	\$		\$	\$
Income			Series S5	88	23
Dividends	395	147	Series T5	26	4
Interest income	18,792	41,590	Q Series	2,624	229
Other changes in fair value of investments and other net assets			H Series	288	38
Net realized gain (loss)	(41,501)	8,292	HW Series	106	14
Net unrealized gain (loss)	90,996	(32,954)	L Series	1,145	193
Securities lending income	6	17	N Series	1,924	591
Fee rebate income	11	–	QF Series	349	54
Total income (loss)	68,699	17,092	QFW Series	27	8
			Series LB	3	–
			Series LF	–	–
			Series LW	24	–
Expenses (note 6)			Increase (decrease) in net assets attributable to securityholders from operations per security		
Management fees	2,171	4,277	Series A	0.91	0.06
Management fee rebates	(16)	(131)	Series AR	0.88	0.05
Administration fees	366	743	Series D	0.88	0.09
Interest charges	9	8	Series F	0.93	0.12
Commissions and other portfolio transaction costs	14	28	Series F5	1.28	0.15
Independent Review Committee fees	1	2	Series F8	1.30	0.55
Other	–	1	Series FB	0.93	0.09
Expenses before amounts absorbed by Manager	2,545	4,928	Series FB5	1.39	0.12
Expenses absorbed by Manager	–	–	Series O	0.95	0.16
Net expenses	2,545	4,928	Series PW	0.90	0.07
Increase (decrease) in net assets attributable to securityholders from operations before tax	66,154	12,164	Series PWFB	0.92	0.10
Foreign withholding taxes	43	–	Series PWFB5	1.38	0.14
Foreign income taxes paid (recovered)	–	–	Series PWR	0.91	–
Increase (decrease) in net assets attributable to securityholders from operations	66,111	12,164	Series PWT5	1.34	0.12
Increase (decrease) in net assets attributable to securityholders from operations per series			Series PWT8	1.05	0.08
Series A	2,097	245	Series PWX	0.95	0.15
Series AR	157	10	Series PWX8	1.27	0.19
Series D	106	18	Series R	0.84	0.16
Series F	12,850	3,201	Series S	0.98	0.15
Series F5	706	703	Series SC	0.91	0.07
Series F8	–	1	Series S5	1.22	0.12
Series FB	35	4	Series T5	1.21	0.07
Series FB5	–	–	Q Series	0.86	0.05
Series O	1,289	287	H Series	0.86	0.09
Series PW	11,168	1,332	HW Series	0.91	0.09
Series PWF	8	–	L Series	0.89	0.08
Series PWFB	133	16	N Series	1.01	0.14
Series PWFB5	–	1	QF Series	0.98	0.10
Series PWR	54	–	QFW Series	0.87	0.10
Series PWT5	115	18	Series LB	1.00	–
Series PWT8	41	2	Series LF	0.96	–
Series PWX	337	78	Series LW	0.94	–
Series PWX8	–	–			
Series R	2,184	10			
Series S	20,489	4,129			
Series SC	7,738	955			

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



MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

STATEMENTS OF CHANGES IN FINANCIAL POSITION

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

	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	Series A		Series AR		Series D		Series F		Series F5	
	\$		\$		\$		\$		\$	
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS										
Beginning of period	22,062	46,853	1,484	2,367	990	2,064	117,280	307,862	6,214	63,747
Increase (decrease) in net assets from operations	2,097	245	157	10	106	18	12,850	3,201	706	703
Distributions paid to securityholders:										
Investment income	(438)	(1,120)	(33)	(52)	(26)	(59)	(3,292)	(8,831)	(182)	(1,568)
Capital gains	-	-	-	-	-	-	-	-	-	-
Return of capital	-	-	-	-	-	-	-	-	-	(3)
Management fee rebates	-	-	-	-	-	-	(2)	(36)	-	(73)
Total distributions paid to securityholders	(438)	(1,120)	(33)	(52)	(26)	(59)	(3,294)	(8,867)	(182)	(1,644)
Security transactions:										
Proceeds from securities issued	64	1,897	131	341	100	269	19,711	27,248	-	998
Reinvested distributions	390	940	33	52	22	55	2,122	4,741	121	202
Payments on redemption of securities	(6,820)	(13,259)	(261)	(730)	(168)	(773)	(30,677)	(125,241)	(157)	(1,624)
Total security transactions	(6,366)	(10,422)	(97)	(337)	(46)	(449)	(8,844)	(93,252)	(36)	(424)
Total increase (decrease) in net assets	(4,707)	(11,297)	27	(379)	34	(490)	712	(98,918)	488	(1,365)
End of period	17,355	35,556	1,511	1,988	1,024	1,574	117,992	208,944	6,702	62,382

Increase (decrease) in fund securities (note 7):	Securities		Securities		Securities		Securities		Securities	
Securities outstanding – beginning of period	2,689	4,691	184	241	125	214	14,358	30,947	550	4,603
Issued	5	190	15	35	11	28	2,292	2,738	-	72
Reinvested distributions	46	95	4	5	3	6	248	480	10	15
Redeemed	(790)	(1,331)	(31)	(74)	(20)	(81)	(3,577)	(12,664)	(12)	(117)
Securities outstanding – end of period	1,950	3,645	172	207	119	167	13,321	21,501	548	4,573

	Series F8		Series FB		Series FB5		Series O		Series PW	
	\$		\$		\$		\$		\$	
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS										
Beginning of period	1	17	289	344	1	1	10,506	20,784	106,710	179,109
Increase (decrease) in net assets from operations	-	1	35	4	-	-	1,289	287	11,168	1,332
Distributions paid to securityholders:										
Investment income	-	-	(9)	(12)	-	-	(374)	(658)	(2,626)	(5,246)
Capital gains	-	-	-	-	-	-	-	-	-	-
Return of capital	-	-	-	-	-	-	-	-	-	-
Management fee rebates	-	-	-	-	-	-	-	-	(5)	(8)
Total distributions paid to securityholders	-	-	(9)	(12)	-	-	(374)	(658)	(2,631)	(5,254)
Security transactions:										
Proceeds from securities issued	-	-	81	78	-	-	1,988	134	11,983	23,775
Reinvested distributions	-	-	9	11	-	-	365	631	2,377	4,734
Payments on redemption of securities	-	(17)	(71)	(84)	-	-	(1,324)	(5,501)	(23,959)	(41,041)
Total security transactions	-	(17)	19	5	-	-	1,029	(4,736)	(9,599)	(12,532)
Total increase (decrease) in net assets	-	(16)	45	(3)	-	-	1,944	(5,107)	(1,062)	(16,454)
End of period	1	1	334	341	1	1	12,450	15,677	105,648	162,655

Increase (decrease) in fund securities (note 7):	Securities		Securities		Securities		Securities		Securities	
Securities outstanding – beginning of period	-	1	34	34	-	-	1,286	2,089	13,218	18,223
Issued	-	-	10	7	-	-	231	13	1,405	2,424
Reinvested distributions	-	-	1	1	-	-	43	64	281	485
Redeemed	-	(1)	(8)	(8)	-	-	(155)	(553)	(2,836)	(4,192)
Securities outstanding – end of period	-	-	37	34	-	-	1,405	1,613	12,068	16,940

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



MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

STATEMENTS OF CHANGES IN FINANCIAL POSITION (cont'd)

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

	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	Series PWF		Series PWFB		Series PWFB5		Series PWR		Series PWT5	
	\$		\$		\$		\$		\$	
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS										
Beginning of period	–	–	1,161	1,729	1	25	480	–	1,202	2,270
Increase (decrease) in net assets from operations	8	–	133	16	–	1	54	–	115	18
Distributions paid to securityholders:										
Investment income	(8)	–	(35)	(53)	–	(1)	(12)	(16)	(29)	(51)
Capital gains	–	–	–	–	–	–	–	–	–	–
Return of capital	–	–	–	–	–	–	–	–	–	–
Management fee rebates	–	–	–	–	–	–	–	–	–	–
Total distributions paid to securityholders	(8)	–	(35)	(53)	–	(1)	(12)	(16)	(29)	(51)
Security transactions:										
Proceeds from securities issued	–	–	123	57	–	–	37	543	37	168
Reinvested distributions	–	–	35	53	–	1	12	16	18	30
Payments on redemption of securities	–	–	(90)	(307)	–	–	(58)	(22)	(324)	(597)
Total security transactions	–	–	68	(197)	–	1	(9)	537	(269)	(399)
Total increase (decrease) in net assets	–	–	166	(234)	–	1	33	521	(183)	(432)
End of period	–	–	1,327	1,495	1	26	513	521	1,019	1,838
Increase (decrease) in fund securities (note 7):										
Securities outstanding – beginning of period	–	–	143	175	–	2	59	–	102	158
Issued	–	–	15	6	–	–	5	53	4	12
Reinvested distributions	–	–	4	5	–	–	1	2	1	2
Redeemed	–	–	(11)	(31)	–	–	(7)	(2)	(27)	(42)
Securities outstanding – end of period	–	–	151	155	–	2	58	53	80	130
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS										
Beginning of period	364	430	3,023	5,300	1	1	15,662	631	184,356	291,869
Increase (decrease) in net assets from operations	41	2	337	78	–	–	2,184	10	20,489	4,129
Distributions paid to securityholders:										
Investment income	(10)	(13)	(96)	(184)	–	–	(604)	(21)	(5,804)	(10,399)
Capital gains	–	–	–	–	–	–	–	–	–	–
Return of capital	(8)	(4)	–	–	–	–	–	–	–	–
Management fee rebates	–	–	–	–	–	–	–	–	–	–
Total distributions paid to securityholders	(18)	(17)	(96)	(184)	–	–	(604)	(21)	(5,804)	(10,399)
Security transactions:										
Proceeds from securities issued	–	–	53	212	–	–	33,509	21	5,773	10,148
Reinvested distributions	10	10	96	176	–	–	–	–	5,804	10,399
Payments on redemption of securities	–	–	(342)	(1,303)	–	–	(11,652)	(254)	(34,971)	(39,806)
Total security transactions	10	10	(193)	(915)	–	–	21,857	(233)	(23,394)	(19,259)
Total increase (decrease) in net assets	33	(5)	48	(1,021)	–	–	23,437	(244)	(8,709)	(25,529)
End of period	397	425	3,071	4,279	1	1	39,099	387	175,647	266,340
Increase (decrease) in fund securities (note 7):										
Securities outstanding – beginning of period	38	36	376	541	–	–	1,937	64	22,448	29,178
Issued	–	–	7	22	–	–	3,928	2	675	1,019
Reinvested distributions	1	1	11	18	–	–	–	–	675	1,047
Redeemed	–	–	(41)	(134)	–	–	(1,404)	(26)	(4,072)	(3,989)
Securities outstanding – end of period	39	37	353	447	–	–	4,461	40	19,726	27,255

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



MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

STATEMENTS OF CHANGES IN FINANCIAL POSITION (cont'd)

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

	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	Series SC		Series S5		Series T5		Q Series		H Series	
	\$		\$		\$		\$		\$	
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS										
Beginning of period	76,702	139,713	912	3,152	335	817	26,639	44,762	2,263	3,806
Increase (decrease) in net assets from operations	7,738	955	88	23	26	4	2,624	229	288	38
Distributions paid to securityholders:										
Investment income	(1,754)	(3,733)	(22)	(67)	(6)	(19)	(564)	(1,167)	(75)	(126)
Capital gains	-	-	-	-	-	-	-	-	-	-
Return of capital	-	-	(1)	-	(1)	-	-	-	-	-
Management fee rebates	-	-	-	-	-	-	(7)	(11)	(1)	(1)
Total distributions paid to securityholders	(1,754)	(3,733)	(23)	(67)	(7)	(19)	(571)	(1,178)	(76)	(127)
Security transactions:										
Proceeds from securities issued	7,859	16,449	19	458	-	-	733	5,858	712	633
Reinvested distributions	1,509	3,245	11	16	3	3	570	1,176	74	126
Payments on redemption of securities	(20,765)	(41,130)	(236)	(1,482)	(168)	(48)	(6,072)	(11,493)	(186)	(808)
Total security transactions	(11,397)	(21,436)	(206)	(1,008)	(165)	(45)	(4,769)	(4,459)	600	(49)
Total increase (decrease) in net assets	(5,413)	(24,214)	(141)	(1,052)	(146)	(60)	(2,716)	(5,408)	812	(138)
End of period	71,289	115,499	771	2,100	189	757	23,923	39,354	3,075	3,668

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

	Securities		Securities		Securities		Securities		Securities	
Securities outstanding – beginning of period	9,349	13,990	84	236	31	63	3,390	4,677	290	400
Issued	905	1,648	1	34	-	-	90	614	88	67
Reinvested distributions	176	327	1	1	-	-	69	124	9	13
Redeemed	(2,418)	(4,128)	(21)	(111)	(15)	(4)	(741)	(1,205)	(23)	(85)
Securities outstanding – end of period	8,012	11,837	65	160	16	59	2,808	4,210	364	395

	HW Series		L Series		N Series		QF Series		QFW Series	
	\$		\$		\$		\$		\$	
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS										
Beginning of period	995	1,120	11,773	26,416	19,229	44,377	3,280	5,377	193	606
Increase (decrease) in net assets from operations	106	14	1,145	193	1,924	591	349	54	27	8
Distributions paid to securityholders:										
Investment income	(28)	(51)	(254)	(655)	(517)	(1,543)	(87)	(167)	(7)	(25)
Capital gains	-	-	-	-	-	-	-	-	-	-
Return of capital	-	-	-	-	-	-	-	-	-	-
Management fee rebates	-	-	-	-	-	-	(1)	(2)	-	-
Total distributions paid to securityholders	(28)	(51)	(254)	(655)	(517)	(1,543)	(88)	(169)	(7)	(25)
Security transactions:										
Proceeds from securities issued	32	1,051	338	2,388	428	6,113	350	849	124	307
Reinvested distributions	28	51	254	654	517	1,543	87	166	7	25
Payments on redemption of securities	(266)	(776)	(3,368)	(9,501)	(8,571)	(11,352)	(1,060)	(1,486)	(25)	(232)
Total security transactions	(206)	326	(2,776)	(6,459)	(7,626)	(3,696)	(623)	(471)	106	100
Total increase (decrease) in net assets	(128)	289	(1,885)	(6,921)	(6,219)	(4,648)	(362)	(586)	126	83
End of period	867	1,409	9,888	19,495	13,010	39,729	2,918	4,791	319	689

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

	Securities		Securities		Securities		Securities		Securities	
Securities outstanding – beginning of period	124	115	1,480	2,728	2,420	4,585	385	518	24	62
Issued	4	108	39	248	51	629	39	83	15	31
Reinvested distributions	3	5	31	68	62	161	10	16	1	3
Redeemed	(31)	(80)	(404)	(983)	(1,023)	(1,174)	(118)	(144)	(3)	(24)
Securities outstanding – end of period	100	148	1,146	2,061	1,510	4,201	316	473	37	72

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



MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

STATEMENTS OF CHANGES IN FINANCIAL POSITION (cont'd)

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

	2020	2019	2020	2019	2020	2019	2020	2019
	Series LB		Series LF		Series LW		Total	
	\$		\$		\$		\$	
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS								
Beginning of period	24	–	1	–	169	–	614,302	1,195,549
Increase (decrease) in net assets from operations	3	–	–	–	24	–	66,111	12,164
Distributions paid to securityholders:								
Investment income	(1)	–	–	–	(5)	–	(16,898)	(35,837)
Capital gains	–	–	–	–	–	–	–	–
Return of capital	–	–	–	–	–	–	(10)	(7)
Management fee rebates	–	–	–	–	–	–	(16)	(131)
Total distributions paid to securityholders	(1)	–	–	–	(5)	–	(16,924)	(35,975)
Security transactions:								
Proceeds from securities issued	–	–	–	–	61	–	84,246	99,995
Reinvested distributions	1	–	–	–	5	–	14,480	29,056
Payments on redemption of securities	(15)	–	–	–	(49)	–	(151,655)	(308,867)
Total security transactions	(14)	–	–	–	17	–	(52,929)	(179,816)
Total increase (decrease) in net assets	(12)	–	–	–	36	–	(3,742)	(203,627)
End of period	12	–	1	–	205	–	610,560	991,922
Increase (decrease) in fund securities (note 7):	Securities		Securities		Securities			
Securities outstanding – beginning of period	3	–	–	–	20	–		
Issued	–	–	–	–	6	–		
Reinvested distributions	–	–	–	–	1	–		
Redeemed	(2)	–	–	–	(5)	–		
Securities outstanding – end of period	1	–	–	–	22	–		

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

MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

STATEMENTS OF CASH FLOWS

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

	2020	2019
	\$	\$
Cash flows from operating activities		
Net increase (decrease) in net assets attributable to securityholders from operations	66,111	12,164
Adjustments for:		
Net realized loss (gain) on investments	15,468	(7,233)
Change in net unrealized loss (gain) on investments	(90,996)	33,272
Purchase of investments	(166,634)	(338,781)
Proceeds from sale and maturity of investments	157,757	463,765
Change in accrued interest receivable	154	2,369
Change in dividends receivable	–	(5)
Change in due from manager	29	(6)
Change in margin on derivatives	940	–
Net cash from operating activities	(17,171)	165,545
Cash flows from financing activities		
Proceeds from securities issued	78,177	84,418
Payments on redemption of securities	(149,265)	(293,571)
Distributions paid net of reinvestments	(2,444)	(6,919)
Net cash from financing activities	(73,532)	(216,072)
Net increase (decrease) in cash and cash equivalents	(90,703)	(50,527)
Cash and cash equivalents at beginning of period	102,773	59,230
Effect of exchange rate fluctuations on cash and cash equivalents	1,375	25
Cash and cash equivalents at end of period	13,445	8,728
Cash	4,362	8,728
Cash equivalents	9,083	–
Cash and cash equivalents at end of period	13,445	8,728
Supplementary disclosures on cash flow from operating activities:		
Dividends received	395	142
Foreign taxes paid	43	–
Interest received	18,946	43,959
Interest paid	9	8

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

MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

SCHEDULE OF INVESTMENTS

As at September 30, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS					
1a Smart Start LLC Term Loan B 1 st Lien F/R 08-14-2027	United States	Term Loans	USD 1,040,000	1,365	1,388
A&V Holdings Midco LLC Term Loan B 1 st Lien F/R 02-28-2020	United States	Term Loans	USD 3,056,962	3,571	3,765
AAC holdings Inc. Term Loan 1 st Lien F/R 06-30-2023	United States	Term Loans	USD 3,122,695	3,915	1,857
Acrisure LLC Term Loan B 1 st Lien F/R 01-31-2027	United States	Term Loans	USD 457,128	582	589
Adtalem Global Education Inc. Term Loan B 1 st Lien F/R 04-09-2025	United States	Term Loans	USD 1,792,998	2,285	2,345
Aegis Toxicology Sciences Corp. Term Loan B 1 st Lien F/R 05-09-2025	United States	Term Loans	USD 1,597,400	2,023	1,750
AerCap Holdings NV F/R 10-10-2079 Callable 2024	Ireland	Corporate - Non Convertible	USD 220,000	293	225
AerCap Ireland Capital Designated Activity Co. 4.88% 01-16-2024 Callable 2023	Ireland	Corporate - Non Convertible	USD 510,000	690	702
AG Merger Sub II Inc. Term Loan B 1 st Lien F/R 08-01-2026	United States	Term Loans	USD 11,185	15	14
Alcami Carolinas Corp. Term Loan 1 st Lien F/R 07-06-2025	United States	Term Loans	USD 4,263,000	5,583	4,682
Alchemy US Holdco LLC Term Loan B 1 st Lien F/R 10-01-2025	United States	Term Loans	USD 5,604,854	7,180	6,940
American Teleconferencing Services Ltd. Term Loan 1 st Lien F/R 06-08-2023	United States	Term Loans	USD 6,808,282	7,085	6,050
APCO Holdings Inc. Term Loan B 1 st Lien F/R 06-06-2025	United States	Term Loans	USD 1,017,636	1,305	1,240
APFS Staffing Holdings Inc. Term Loan 1 st Lien F/R 04-10-2026	United States	Term Loans	USD 4,058,625	5,315	5,309
Aristocrat International Pty Ltd. Term Loan B 1 st Lien F/R 10-19-2024	Australia	Term Loans	USD 2,473,800	3,404	3,286
Ascend Performance Materials Operations LLC Term Loan B 1 st Lien F/R 08-16-2026	United States	Term Loans	USD 5,544,000	7,209	7,384
AssuredPartners Inc. Term Loan B 1 st Lien F/R 02-13-2027	United States	Term Loans	USD 537,300	725	715
AT&T Inc. 1.65% 02-01-2028 Callable 2027	United States	Corporate - Non Convertible	USD 30,000	40	40
AT&T Inc. 2.25% 02-01-2032 Callable 2031	United States	Corporate - Non Convertible	USD 140,000	187	187
Ball Metalpack Finco LLC Term Loan B 1 st Lien F/R 07-26-2025	United States	Term Loans	USD 1,323,294	1,721	1,702
Bank of Montreal F/R 06-17-2030 Callable 2025	Canada	Corporate - Non Convertible	390,000	390	398
Bausch Health Cos. Inc. 5.50% 11-01-2025 Callable 2020 144A	United States	Corporate - Non Convertible	USD 130,000	179	178
Baytex Energy Corp. 5.63% 06-01-2024 Callable 2020 144A	Canada	Corporate - Non Convertible	USD 270,000	319	205
bcIMC Realty Corp. 1.75% 07-24-2030 Callable 2030	Canada	Corporate - Non Convertible	180,000	180	181
BCPE Cycle Merger Sub II Inc. 10.63% 07-15-2027 Callable 2022 144A	United States	Corporate - Non Convertible	USD 400,000	533	568
Beacon Escrow Corp. 4.88% 11-01-2025 Callable 2020 144A	United States	Corporate - Non Convertible	USD 280,000	358	365
Beasley Mezzanine Holdings LLC Term Loan 1 st Lien F/R 11-16-2023	United States	Term Loans	USD 92,387	117	104
The Boeing Co. 4.88% 05-01-2025 Callable 2025	United States	Corporate - Non Convertible	USD 160,000	223	232
The Boeing Co. 5.04% 05-01-2027 Callable 2027	United States	Corporate - Non Convertible	USD 200,000	278	293
Bright Bidco BV Term Loan B 1 st Lien F/R 06-30-2024	Netherlands	Term Loans	USD 1,067,290	1,276	696
Brookfield Property REIT Inc. 5.75% 05-15-2026 Callable 2022 144A	United States	Corporate - Non Convertible	USD 130,000	137	137
Brookfield Residential Properties Inc. 6.25% 09-15-2027 Callable 2022 144A	Canada	Corporate - Non Convertible	USD 140,000	184	188
Builders FirstSource Inc. 5.00% 03-01-2030 Callable 2026 144A	United States	Corporate - Non Convertible	USD 110,000	156	152
BWAY Holding Co. 7.25% 04-15-2025 144A	United States	Corporate - Non Convertible	USD 1,815,000	2,347	2,282
C&D Technologies Inc. Term Loan B 1 st Lien F/R 12-13-2025	United States	Term Loans	USD 4,623,675	5,434	5,248
Cablevision Lightpath LLC Term Loan B 1 st Lien F/R 09-15-2027	United States	Term Loans	USD 690,000	905	915
Caesars Resort Collection LLC Term Loan B 1 st Lien F/R 06-19-2025	United States	Term Loans	USD 4,300,000	5,674	5,557
Calceus Acquisition Inc. Term Loan B1 1 st Lien F/R 02-08-2025	United States	Term Loans	USD 2,315,170	3,033	2,897

MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Calfrac Holdings LP 8.50% 06-15-2026 Callable 2021 144A	Canada	Corporate - Non Convertible	USD 40,000	45	5
Canada Goose Inc. Term Loan 1 st Lien F/R 12-02-2024	Canada	Term Loans	USD 2,732,656	3,423	3,620
Canadian Imperial Bank of Commerce F/R 07-21-2030 Callable 2025	Canada	Corporate - Non Convertible	270,000	270	274
Cardtronics USA Inc. Term Loan B 1 st Lien F/R 06-24-2027	United States	Term Loans	USD 1,366,575	1,832	1,819
Casablanca US Holdings Inc. Term Loan 1 st Lien F/R 03-31-2024	United States	Term Loans	USD 8,706,750	11,183	8,574
CCO Holdings LLC 4.00% 03-01-2023 Callable 2020 144A	United States	Corporate - Non Convertible	USD 50,000	63	67
CCS-CMGC Holdings Inc. Term Loan 1 st Lien F/R 09-25-2025	United States	Term Loans	USD 2,560,523	3,282	3,188
CenturyLink Inc. Term Loan B 1 st Lien F/R 03-15-2027	United States	Term Loans	USD 2,520,950	3,315	3,232
CenturyLink Inc. 4.00% 02-15-2027 Callable 2023 144A	United States	Corporate - Non Convertible	USD 140,000	183	190
CEVA Logistics Finance BV Term Loan B 1 st Lien F/R 08-03-2025	United States	Term Loans	USD 5,807,129	7,405	7,099
Chemtrade Logistics Income Fund 4.75% 05-31-2024 Conv. Callable 2022	Canada	Corporate - Convertible	320,000	320	235
Chloe Ox Parent LLC Term Loan 1 st Lien F/R 12-19-2024	United States	Term Loans	USD 559,063	713	718
Citadel Securities LP Term Loan B 1 st Lien F/R 02-27-2026	United States	Term Loans	USD 9,156,000	12,150	12,136
Civitas Solutions Inc. Term Loan 1 st Lien F/R 02-05-2026	United States	Term Loans	USD 3,067,375	4,004	4,034
Clarios Global LP 6.75% 05-15-2025 Callable 2022 144A	United States	Corporate - Non Convertible	USD 120,000	169	169
Clarity Telecom LLC Term Loan B 1 st Lien F/R 08-30-2026	United States	Term Loans	USD 4,179,666	5,434	5,551
Commercial Vehicle Group Inc. Term Loan B 1 st Lien F/R 03-30-2023	United States	Term Loans	USD 4,366,789	5,703	5,407
Commonwealth of Bahamas 5.75% 01-16-2024	Bahamas	Foreign Governments	USD 230,000	250	277
Commonwealth of Bahamas 6.95% 11-20-2029	Bahamas	Foreign Governments	USD 50,000	74	60
CommScope Technologies Finance LLC 8.25% 03-01-2027 Callable 2022 144A	United States	Corporate - Non Convertible	USD 190,000	253	263
CommScope Technologies LLC 5.00% 03-15-2027 Callable 2022 144A	United States	Corporate - Non Convertible	USD 400,000	461	514
Concrete Pumping Merger Sub Inc. Term Loan 1 st Lien F/R 11-14-2025	United States	Term Loans	USD 4,238,257	5,449	5,417
Connect Finco SARL 6.75% 10-01-2026	United Kingdom	Corporate - Non Convertible	USD 470,000	623	630
Cook & Boardman Group LLC Term Loan 1 st Lien F/R 10-12-2025	United States	Term Loans	USD 5,079,525	6,554	6,560
CoolSys Inc. Delayed Draw Term Loan 1 st Lien F/R 12-31-2049	United States	Term Loans	USD 166,036	217	222
CoolSys Inc. Term Loan 1 st Lien F/R 12-31-2049	United States	Term Loans	USD 4,368,784	5,694	5,831
Crew Energy Inc. 6.50% 03-14-2024 Callable	Canada	Corporate - Non Convertible	190,000	190	124
Crown Subsea Communications Holding Inc. Term Loan 1 st Lien F/R 11-02-2025	United States	Term Loans	USD 2,504,688	3,221	3,328
CVR Partners LP 9.25% 06-15-2023 Callable 2020 144A	United States	Corporate - Non Convertible	USD 880,000	1,131	1,085
Dawn Acquisition LLC Term Loan 1 st Lien F/R 10-25-2025	United States	Term Loans	USD 4,534,077	5,889	5,442
Delta Air Lines Inc. Term Loan B 1 st Lien F/R 04-27-2023	United States	Term Loans	USD 1,566,075	2,131	2,085
Delta Air Lines Inc. 7.00% 05-01-2025 144A	United States	Corporate - Non Convertible	USD 200,000	281	292
Delta Air Lines SkyMiles Term Loan B 1 st Lien F/R 09-16-2027	United States	Term Loans	USD 3,450,000	4,500	4,633
Diamond Sports Group LLC 6.63% 08-15-2027 Callable 2022 144A	United States	Corporate - Non Convertible	USD 430,000	464	299
DMT Solutions Global Corp. Term Loan 1 st Lien F/R 06-25-2024	United States	Term Loans	USD 1,322,375	1,706	1,637
Drive Chassis Holdco LLC Term Loan 2 nd Lien F/R 04-12-2026	United States	Term Loans	USD 2,420,000	3,065	3,109
DRW Holdings LLC Term Loan 1 st Lien F/R 11-26-2026	United States	Term Loans	USD 1,905,600	2,504	2,499
Dynamic Energy Services International LLC Term Loan B 1 st Lien F/R 12-31-2021	United States	Term Loans	USD 2,041,616	2,119	285
DynCorp International Inc. Term Loan B 1 st Lien F/R 08-15-2025	United States	Term Loans	USD 3,459,705	4,468	4,592

MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Eastern Power LLC Term Loan B 1 st Lien F/R 10-02-2025	United States	Term Loans	USD 2,459,640	3,221	3,256
eG Global Finance PLC 6.75% 02-07-2025 Callable 2021 144A	United Kingdom	Corporate - Non Convertible	USD 1,110,000	1,495	1,493
Electrical Components International Inc. Term Loan 2 nd Lien F/R 06-22-2026	United States	Term Loans	USD 910,000	1,135	703
ENC Holding Corp. Term Loan 1 st Lien F/R 05-30-2025	United States	Term Loans	USD 1,726,811	2,221	2,092
Ensono LP Term Loan 1 st Lien F/R 04-30-2025	United States	Term Loans	USD 3,330,412	4,258	4,334
EnTrans International LLC Term Loan 1 st Lien F/R 10-29-2025	United States	Term Loans	USD 4,358,000	5,660	5,164
First American Payment Systems LP Term Loan B 1 st Lien F/R 02-21-2027	United States	Term Loans	USD 3,821,625	5,028	4,986
First Eagle Holdings Inc. Term Loan B 1 st lien F/R 02-17-2027	United States	Term Loans	USD 8,783,601	11,471	11,446
Forming Machining Industries Holdings LLC Term Loan 1 st Lien F/R 10-03-2025	United States	Term Loans	USD 4,657,050	5,999	5,072
Foundation Building Materials LLC Term Loan B 1 st Lien F/R 05-11-2025	United States	Term Loans	USD 2,053,425	2,612	2,703
Frontera Generation Holdings LLC Term Loan B 1 st Lien F/R 04-25-2025	United States	Term Loans	USD 6,000,726	7,710	2,772
Fusion Connect Inc. Term Loan PIK EXIT 1 st Lien F/R 07-14-2025	United States	Term Loans	USD 1,448,225	5,077	819
GEMS MENASA (Cayman) Ltd. Term Loan B 1 st Lien F/R 07-30-2026	United Arab Emirates	Term Loans	USD 1,166,674	1,519	1,511
Gibson Energy Inc. 2.85% 07-14-2027 Callable 2027	Canada	Corporate - Non Convertible	380,000	386	396
Global Business Travel Holdings Ltd. Term Loan B 1 st Lien F/R 07-20-2025	United States	Term Loans	USD 1,127,000	1,463	1,380
GLOBALFOUNDRIES Inc. Term Loan B 1 st Lien F/R 05-24-2026	United States	Term Loans	USD 7,733,244	10,287	10,295
Go Daddy Operating Co. LLC Term Loan B 1 st Lien F/R 08-10-2027	United States	Term Loans	USD 2,422,000	3,222	3,184
Government of China 1.99% 04-09-2025	China	Foreign Governments	CNY 16,200,000	3,033	3,042
Graham Packaging Co. Inc. Term Loan 1 st Lien F/R 07-28-2027	United States	Term Loans	USD 2,780,000	3,691	3,687
Greenhill & Co. Inc. Term Loan B 1 st Lien F/R 04-05-2024	United States	Term Loans	USD 2,268,000	3,022	2,982
GT Polaris Inc. Term Loan B 1 st Lien F/R 08-04-2027	United States	Term Loans	USD 1,730,000	2,282	2,290
H&R Real Estate Investment Trust 4.07% 06-16-2025 Callable 2025	Canada	Corporate - Non Convertible	270,000	270	279
Hadrian Merger Sub Inc. 8.50% 05-01-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 812,000	1,043	1,079
Heritage Power LLC Term Loan B 1 st Lien F/R 07-08-2026	United States	Term Loans	USD 6,389,125	8,117	8,175
Hudson River Trading LLC Term Loan B 1 st Lien F/R 02-18-2027	United States	Term Loans	USD 3,600,930	4,715	4,698
Hyster-Yale Group Inc. Term Loan B 1 st Lien F/R 05-30-2023	United States	Term Loans	USD 3,076,178	4,132	4,024
Innovative Water Care Global Corp. Term Loan 1 st Lien F/R 02-27-2026	United States	Term Loans	USD 6,737,400	8,416	7,652
Institutional Shareholder Services Inc. Term Loan 1 st Lien F/R 02-26-2026	United States	Term Loans	USD 3,841,451	5,060	4,961
Integro Ltd. United States Term Loan B1 1 st Lien F/R 10-31-2022	United States	Term Loans	USD 2,518,651	3,130	3,303
Inter Pipeline Ltd. F/R 03-26-2079 Callable 2029	Canada	Corporate - Non Convertible	1,510,000	1,510	1,491
Inter Pipeline Ltd. F/R 11-19-2079 Callable 2029	Canada	Corporate - Non Convertible	450,000	450	437
Interior Logic Group Holdings IV LLC Term Loan B 1 st Lien F/R 05-21-2025	United States	Term Loans	USD 4,517,751	5,788	5,804
International Textile Group Inc. Term Loan 2 nd Lien F/R 04-19-2025	United States	Term Loans	USD 670,000	829	419
iQor US Inc. Term Loan 2 nd Lien F/R 04-01-2022	United States	Term Loans	USD 3,600,000	4,008	173

MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Isagenix International LLC Term Loan 1 st Lien F/R 04-26-2025	United States	Term Loans	USD 3,185,703	4,060	2,253
Jane Street Group LLC Term Loan B 1 st Lien F/R 01-31-2025	United States	Term Loans	USD 3,443,975	4,546	4,561
Jefferies Finance LLC Term Loan 1 st Lien F/R 05-21-2026	United States	Term Loans	USD 2,389,750	3,201	3,062
Jefferies Finance LLC Term Loan 1 st Lien F/R 09-30-2027	United States	Term Loans	USD 2,430,000	3,203	3,203
JetBlue Airways Corp. Term Loan B 1 st Lien F/R 06-17-2024	United States	Term Loans	USD 2,379,875	3,138	3,151
Keane Group Holdings LLC Term Loan B 1 st Lien F/R 05-18-2025	United States	Term Loans	USD 6,324,425	8,104	7,525
Kestrel Bidco Inc. Term Loan 1 st Lien F/R 08-07-2026	Canada	Term Loans	USD 2,330,000	2,490	2,704
Keyera Corp. F/R 06-13-2079 Callable 2029	Canada	Corporate - Non Convertible	1,620,000	1,622	1,662
Keystone Peer Review Organization Holdings Inc. Term Loan 1 st Lien F/R 05-01-2024	United States	Term Loans	USD 548,726	734	665
Kruger Products LP 6.00% 04-24-2025 Callable 2021	Canada	Corporate - Non Convertible	540,000	540	540
L&W Inc. Term Loan 1 st Lien F/R 05-17-2025	United States	Term Loans	USD 4,175,046	5,348	5,392
LABL Escrow Issuer LLC 10.50% 07-15-2027 Callable 2022 144A	United States	Corporate - Non Convertible	USD 1,732,000	2,318	2,456
LifeMiles Ltd. Term Loan B 1 st Lien F/R 08-18-2022	Colombia	Term Loans	USD 117,446	151	144
LifeScan Global Corp. Term Loan 1 st Lien F/R 06-19-2024	United States	Term Loans	USD 8,075,238	10,426	10,203
LifeScan Global Corp. Term Loan 2 nd Lien F/R 06-19-2025	United States	Term Loans	USD 2,290,000	2,857	2,678
LMBE-MC HoldCo II LLC Term Loan B 1 st Lien F/R 11-15-2025	United States	Term Loans	USD 3,376,475	4,420	4,478
LogMeIn Inc. Term Loan B 1 st Lien F/R 08-14-2027	United States	Term Loans	USD 3,730,000	4,821	4,809
Matterhorn Merger Sub LLC 8.50% 06-01-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 1,054,000	1,349	1,382
McAfee LLC Term Loan B 1 st Lien F/R 09-29-2024	United States	Term Loans	USD 1,132,663	1,492	1,500
Meredith Corp. Term Loan B 1 st Lien 01-31-2025	United States	Term Loans	USD 2,793,000	3,658	3,675
Meredith Corp. Term Loan B 1 st Lien F/R 01-31-2025	United States	Term Loans	USD 5,411,198	6,822	6,967
Meredith Corp. 6.88% 02-01-2026 Callable 2021	United States	Corporate - Non Convertible	USD 160,000	200	178
Metronet Systems Holding LLC Term Loan 1 st Lien F/R 12-31-2049	United States	Term Loans	USD 4,846,035	6,363	6,468
Minotaur Acquisition Inc. Term Loan 1 st Lien F/R 02-27-2026	United States	Term Loans	USD 4,942,774	6,369	6,295
Mirion Technologies Inc. Term Loan B 1 st Lien F/R 03-04-2026	United States	Term Loans	USD 1,875,262	2,463	2,487
MTN Infrastructure TopCo Inc. Term Loan B 1 st Lien F/R 11-17-2024	United States	Term Loans	USD 1,566,075	2,069	2,085
Multi-Color Corp. Term Loan B 1 st Lien F/R 06-17-2026	United States	Term Loans	USD 3,742,200	4,958	4,952
MyNEXUS Inc. Term Loan 1 st Lien F/R 06-19-2024	United States	Term Loans	USD 3,531,196	4,554	4,513
National Bank of Canada F/R 08-18-2026 Callable 2025	Canada	Corporate - Non Convertible	240,000	240	242
Neenah Foundry Co. Term Loan B 1 st Lien F/R 12-08-2022	United States	Term Loans	USD 3,257,600	4,168	3,795
Neenah Inc. Term Loan B 1 st Lien F/R 06-26-2027	United States	Term Loans	USD 2,723,175	3,647	3,625
New Red Finance Inc. 5.00% 10-15-2025 Callable 2020 144A	Canada	Corporate - Non Convertible	USD 880,000	1,080	1,203
New Red Finance Inc. 4.00% 10-15-2030	Canada	Corporate - Non Convertible	USD 420,000	553	563
NuVista Energy Ltd. 6.50% 03-02-2023 Callable 2020	Canada	Corporate - Non Convertible	80,000	76	55
Orion Merger Sub Inc. Term Loan B 1 st Lien F/R 03-04-2027	United States	Term Loans	USD 2,473,800	3,263	3,228
Oxbow Carbon LLC Term Loan B 1 st Lien F/R 12-18-2022	United States	Term Loans	USD 1,759,500	2,258	2,331
Panther BF Aggregator 2 LP 6.25% 05-15-2026 144A	United States	Corporate - Non Convertible	USD 160,000	215	224
Parkland Fuel Corp. 6.00% 06-23-2028 Callable 2023	Canada	Corporate - Non Convertible	290,000	290	305
The Pasha Group Term Loan B 1 st Lien F/R 12-13-2022	United States	Term Loans	USD 208,367	263	257
Petroleos De Venezuela SA 6.00% 05-16-2024	Venezuela	Corporate - Non Convertible	USD 1,340,000	428	55
PG&E Corp. Term Loan B 1 st Lien F/R 06-18-2025	United States	Term Loans	USD 1,586,025	2,126	2,073
Pixelle Specialty Solutions LLC Term Loan B 1 st Lien F/R 10-23-2024	United States	Term Loans	USD 1,495,725	1,909	1,989
Plaskolite PPC Intermediate II LLC Term Loan 1 st Lien F/R 12-12-2025	United States	Term Loans	USD 3,762,700	4,924	4,945
Plaze Inc. Term Loan B 1 st Lien F/R 08-03-2026	United States	Term Loans	USD 2,970,000	3,812	3,905

MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
PLH Group Inc. Term Loan 1 st Lien F/R 08-06-2023	United States	Term Loans	USD 2,812,259	3,555	3,239
Pluto Acquisition I Inc. Term Loan 1 st Lien F/R 06-18-2026	United States	Term Loans	USD 3,460,617	4,585	4,596
Polymer Process Holdings Inc. Term Loan 1 st Lien F/R 04-29-2026	United States	Term Loans	USD 5,579,375	7,325	7,224
Premier Dental Services Inc. Term Loan B 1 st Lien F/R 06-30-2023	United States	Term Loans	USD 1,961,110	2,551	2,324
Propulsion Acquisition LLC Term Loan 1 st Lien F/R 07-13-2021	United States	Term Loans	USD 2,598,601	3,197	3,114
PS HoldCo LLC Term Loan 1 st Lien F/R 03-02-2025	United States	Term Loans	USD 2,112,800	2,726	2,663
PSC Industrial Outsourcing LP Term Loan 2 nd Lien F/R 10-05-2025	United States	Term Loans	USD 1,180,000	1,454	1,382
PSC Industrial Outsourcing LP Term Loan B 1 st Lien F/R 10-05-2024	United States	Term Loans	USD 3,985,899	4,961	5,028
Quad/Graphics Inc. 7.00% 05-01-2022	United States	Corporate - Non Convertible	USD 560,000	615	663
Radiate Holdco LLC Term Loan B 1 st Lien F/R 09-11-2026	United States	Term Loans	USD 870,000	1,136	1,140
Rayonier AM Products Inc. 5.50% 06-01-2024 Callable 2020 144A	United States	Corporate - Non Convertible	USD 530,000	579	484
Reliance LP 2.68% 12-01-2027	Canada	Corporate - Non Convertible	70,000	70	72
Renfro Corp. Term Loan B 1 st Lien F/R 03-31-2021	United States	Term Loans	USD 6,621,924	8,145	3,218
Renfro Corp. Term Loan Prime 1 st Lien F/R 02-12-2021	United States	Term Loans	USD 989,639	1,254	1,245
REP WWEX Acquisition Parent LLC Term Loan 1 st Lien F/R 01-02-2025	United States	Term Loans	USD 2,039,839	2,590	2,607
Research Now Group Inc. Term Loan 1 st Lien F/R 12-20-2024	United States	Term Loans	USD 4,692,662	5,837	5,948
Research Now Group Inc. Term Loan 2 nd Lien F/R 12-20-2025	United States	Term Loans	USD 375,000	456	424
Resolute Investment Managers Inc. Term Loan 2 nd Lien F/R 04-30-2023	United States	Term Loans	USD 750,000	939	961
Rite Aid Corp. 6.13% 04-01-2023 Callable 2020 144A	United States	Corporate - Non Convertible	USD 102,000	120	133
Rite Aid Corp. 7.50% 07-01-2025 Callable 2022	United States	Corporate - Non Convertible	USD 58,000	68	77
Rite Aid Corp. 7.70% 02-15-2027	United States	Corporate - Non Convertible	USD 170,000	221	184
Royal Bank of Canada F/R 06-30-2030 Callable 2025	Canada	Corporate - Non Convertible	110,000	110	112
Royal Bank of Canada F/R 11-24-2080 Callable 2025	Canada	Corporate - Non Convertible	230,000	230	235
Russel Metals Inc. 6.00% 03-16-2026 Callable 2021	Canada	Corporate - Non Convertible	310,000	310	308
Ryan Specialty Group LLC Term Loan B 1 st Lien F/R 07-23-2027	United States	Term Loans	USD 2,090,000	2,760	2,762
Sabre Industries Inc. Term Loan B 1 st Lien F/R 04-09-2026	United States	Term Loans	USD 1,564,654	2,070	2,066
Saputo Inc. 2.24% 06-16-2027 Callable 2027	Canada	Corporate - Non Convertible	260,000	260	270
Shaw Communications Inc. 2.90% 12-09-2030 Callable 2030	Canada	Corporate - Non Convertible	1,720,000	1,778	1,812
Shields Health Solutions Holdings LLC Term Loan 1 st Lien F/R 08-13-2026	United States	Term Loans	USD 3,831,050	5,047	4,973
Sigma Bidco BV Term Loan B 1 st Lien F/R 03-07-2025	Netherlands	Term Loans	EUR 3,296,000	5,225	5,010
Silgan Holdings Inc. 4.13% 02-01-2028	United States	Corporate - Non Convertible	USD 290,000	381	395
Sinclair Television Group Inc. 5.50% 03-01-2030 Callable 2024 144A	United States	Corporate - Non Convertible	USD 300,000	398	373
SIRVA Worldwide Inc. Term Loan 1 st Lien F/R 07-31-2025	United States	Term Loans	USD 1,644,505	2,106	1,828
SmartCentres Real Estate Investment Trust 3.19% 06-11-2027 Callable 2027	Canada	Corporate - Non Convertible	140,000	140	146
SMI Acquisition Inc. Term Loan 2 nd Lien F/R 10-27-2025	United States	Term Loans	USD 470,000	597	222
Source Energy Services Canada LP 10.50% 12-15-2021 Callable 2020 144A	Canada	Corporate - Non Convertible	2,007,000	2,044	559
South Coast British Columbia Transport Authority 1.60% 07-03-2030	Canada	Provincial Governments	70,000	70	71
Springs Window Fashion Holdings Inc. Term Loan 2 nd Lien F/R 05-24-2026	United States	Term Loans	USD 2,130,000	2,553	2,443

MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Sprint Corp. 7.88% 09-15-2023	United States	Corporate - Non Convertible	USD 130,000	178	199
SRS Distribution Inc. Term Loan B 1 st Lien F/R 05-24-2025	United States	Term Loans	USD 2,838,550	3,701	3,732
SS&C Technologies Inc. Term Loan B5 1 st Lien F/R 04-16-2025	United States	Term Loans	USD 1,387,231	1,816	1,795
Superior Industries International Inc. Term Loan B 1 st Lien F/R 03-22-2024	United States	Term Loans	USD 2,542,700	3,331	3,199
Superior Plus LP 7.00% 07-15-2026 Callable 2021 144A	Canada	Corporate - Non Convertible	USD 930,000	1,233	1,334
Teneo Holdings LLC Term Loan B 1 st Lien F/R 07-12-2025	United States	Term Loans	USD 1,559,772	1,954	2,012
Tenet Healthcare Corp. 6.13% 10-01-2028 144A	United States	Corporate - Non Convertible	USD 260,000	340	338
Tensar International Corp. Term Loan 2 nd Lien F/R 07-09-2022	United States	Term Loans	USD 818,118	865	929
Terex Corp. Term Loan 1 st Lien F/R 01-31-2024	United States	Term Loans	USD 579,000	759	748
TerraForm Power Operating LLC 5.00% 01-31-2028 Callable 2027 144A	United States	Corporate - Non Convertible	USD 590,000	757	861
TerraForm Power Operating LLC 4.75% 01-15-2030 Callable 2025 144A	United States	Corporate - Non Convertible	USD 100,000	133	141
Terrier Media Buyer Inc. Term Loan B 1 st Lien F/R 12-12-2026	United States	Term Loans	USD 4,565,500	5,987	5,945
Terrier Media Buyer Inc. Term Loan B 1 st Lien F/R 12-17-2026	United States	Term Loans	USD 827,925	1,099	1,076
Titan Sub LLC Term Loan B 1 st Lien F/R 09-19-2026	United States	Term Loans	USD 3,261,355	4,282	4,342
T-Mobile US Inc. Term Loan B 1 st Lien F/R 04-01-2027	United States	Term Loans	USD 3,431,400	4,728	4,570
Trico Group LLC Term Loan B3 1 st Lien F/R 02-02-2024	United States	Term Loans	USD 3,397,343	4,207	4,472
Triton Solar US Acquisition Co. Term Loan B 1 st Lien F/R 10-12-2024	United States	Term Loans	USD 1,443,750	1,750	1,663
Trulieve Cannabis Corp. 9.75% 06-18-2024	United States	Corporate - Non Convertible	USD 1,040,000	1,359	1,440
Uber Technologies Inc. 7.50% 05-15-2025 Callable 2022 144A	United States	Corporate - Non Convertible	USD 4,500,000	6,343	6,409
Ultimate Software Group Inc. Term Loan 1 st Lien F/R 05-03-2026	United States	Term Loans	USD 2,040,000	2,734	2,713
Ultra Clean Holdings Inc. Term Loan B 1 st Lien F/R 08-27-2025	United States	Term Loans	USD 3,480,364	4,466	4,634
Ventas Inc. F/R 11-12-2021	United States	Corporate - Non Convertible	1,350,000	1,320	1,336
VeriFone Systems Inc. Term Loan 1 st Lien F/R 08-09-2025	United States	Term Loans	USD 7,984,417	10,472	9,557
Vesta Energy Corp. 8.13% 07-24-2023 Callable 2020 144A	Canada	Corporate - Non Convertible	450,000	449	200
VIP Cinema Holdings Inc. DIP Term Loan 1 st Lien F/R 05-18-2020	United States	Term Loans	USD 573,349	171	10
VIP Cineman Holdings Inc. Term Loan 1 st Lien F/R 03-01-2023	United States	Term Loans	USD 4,135,763	5,385	358
Vmed O2 UK Financing I PLC 4.25% 01-31-2031	United Kingdom	Corporate - Non Convertible	USD 200,000	264	269
VRX Escrow Corp. 6.13% 04-15-2025 Callable 2020 144A	United States	Corporate - Non Convertible	USD 160,000	203	218
Vungle Inc. Term Loan B 1 st Lien F/R 09-30-2026	United States	Term Loans	USD 2,174,623	2,840	2,881
Western Dental Services Inc. Term Loan B 1 st Lien F/R 06-30-2023	United States	Term Loans	USD 2,168,541	2,764	2,569
Wildbrain Ltd. 5.88% 09-30-2024 Conv.	Canada	Corporate - Convertible	210,000	197	152
Xperi Holding Corp. Term Loan B 1 st Lien F/R 06-01-2025	United States	Term Loans	USD 3,574,750	4,390	4,650
Xplornet Communications Inc. Term Loan 1 st Lien F/R 05-29-2027	Canada	Term Loans	USD 3,720,675	4,868	4,879
Yak Access LLC Term Loan B 2 nd Lien F/R 06-29-2026	United States	Term Loans	USD 940,000	1,150	922
Zotec Partners LLC Term Loan Term B 1 st Lien F/R 02-14-2024	United States	Term Loans	USD 1,841,644	2,377	2,437
Total bonds				618,077	574,454
EQUITIES					
AltaGas Ltd. Pfd. Series K	Canada	Energy	44,940	1,124	1,003
Brookfield Asset Management Inc. Pfd. Series 46	Canada	Real Estate	20,792	520	513
Brookfield Asset Management Inc. Pfd. Series 48	Canada	Real Estate	21,480	537	518
Brookfield Renewable Partners LP Pfd. Series 11	Canada	Utilities	65,010	1,625	1,441
Chef Holdings Inc.	United States	Consumer Staples	75	—	—
Dynamic Energy Services International LLC	United States	Utilities	1,950,000	280	186
Fusion Connect Inc. Warrants Exp. 01-14-2040	United States	Communication Services	60,587	—	—

MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2020

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
EQUITIES (cont'd)					
Fusion Connect Inc.	United States	Communication Services	6	–	–
Source Energy Services Ltd.	Canada	Energy	15,474	145	1
TC Energy Corp. Pfd. Series 15	Canada	Energy	36,436	911	889
TransAlta Corp. Pfd. Series A	Canada	Utilities	61,359	810	539
Trulieve Cannabis Corp. Purchase Warrants Exp. 06-18-2022	United States	Health Care	16,693	–	238
Westcoast Energy Inc. 5.20% Cum. Red. First Pfd. Series 12	Canada	Utilities	14,700	370	371
Total equities				6,322	5,699
OPTIONS					
Options purchased (see schedule of options purchased)				39	17
Total options				39	17
EXCHANGE-TRADED FUNDS/NOTES					
Mackenzie Canadian All Corporate Bond Index ETF	Canada	Exchange-Traded Funds/Notes	61,003	6,341	6,518
Mackenzie Canadian Short-Term Bond Index ETF	Canada	Exchange-Traded Funds/Notes	58,992	6,091	6,131
SPDR Bloomberg Barclays Short Term High Yield Bond ETF	United States	Exchange-Traded Funds/Notes	176,918	6,043	6,093
Total exchange-traded funds/notes				18,475	18,742
Transaction costs				(13)	–
Total investments				642,900	598,912
Derivative instruments (see schedule of derivative instruments)					(1,213)
Liability for options written (see schedule of options written)					(1)
Cash and cash equivalents					13,445
Other assets less liabilities					(583)
Total net assets					610,560

MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

SUMMARY OF INVESTMENT PORTFOLIO

September 30, 2020	
Portfolio Allocation	% of NAV
Bonds	94.1
Exchange-traded funds/notes	3.1
Cash and short-term investments	2.2
Equities	0.9
Purchased currency options	0.0
Written currency options	(0.0)
Other assets (liabilities)	(0.3)

Regional Allocation	
Regional Allocation	% of NAV
United States	88.2
Canada	7.1
Cash and short-term investments	2.2
Netherlands	0.9
Australia	0.5
China	0.5
United Kingdom	0.4
United Arab Emirates	0.2
Ireland	0.2
Bahamas	0.1
Other assets (liabilities)	(0.3)

Sector Allocation	
Sector Allocation	% of NAV
Term loans	86.3
Corporate bonds	7.1
Exchange-traded funds/notes	3.1
Cash and short-term investments	2.2
Foreign government bonds	0.6
Energy	0.4
Utilities	0.4
Financials	0.2
Other assets (liabilities)	(0.3)

March 31, 2020	
Portfolio Allocation	% of NAV
Bonds	90.0
<i>Bonds</i>	<i>89.7</i>
<i>Purchased options</i>	<i>0.3</i>
Cash and short-term investments	16.7
Equities	0.7
Other assets (liabilities)	(7.4)

Regional Allocation	
Regional Allocation	% of NAV
United States	84.6
Cash and short-term investments	16.7
Canada	3.7
Netherlands	1.5
United Kingdom	0.4
United Arab Emirates	0.2
Ireland	0.2
Bahamas	0.1
Other assets (liabilities)	(7.4)

Sector Allocation	
Sector Allocation	% of NAV
Term loans	83.0
Cash and short-term investments	16.7
Corporate bonds	5.8
Federal bonds	0.8
Utilities	0.4
Other	0.3
Energy	0.2
Financials	0.1
Foreign government bonds	0.1
Other assets (liabilities)	(7.4)

MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

SCHEDULE OF OPTIONS PURCHASED

As at September 30, 2020

Underlying Interest	Number of Contracts	Option Type	Expiration Date	Strike Price \$	Premium Paid (\$ 000s)	Fair Value (\$ 000s)
Currency Put Option JPY/USD	8,900,000	Put	Nov. 13, 2020	JPY 101.00	39	17
Total options					39	17

SCHEDULE OF OPTIONS WRITTEN

As at September 30, 2020

Underlying Interest	Number of Contracts	Option Type	Expiration Date	Strike Price \$	Premium Received (\$ 000s)	Fair Value (\$ 000s)
Currency Put Option JPY/USD	(8,900,000)	Written Put	Nov. 13, 2020	JPY 97.00	(11)	(1)
Total options					(11)	(1)

MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

SCHEDULE OF DERIVATIVE INSTRUMENTS

As at September 30, 2020

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	2,906	Canadian dollar	(2,152)	U.S. dollar	Oct. 2, 2020	(2,906)	(2,865)	41
A	43,868	Canadian dollar	(32,485)	U.S. dollar	Oct. 2, 2020	(43,868)	(43,249)	619
A	2,909	Canadian dollar	(2,152)	U.S. dollar	Oct. 9, 2020	(2,909)	(2,865)	44
A	2,907	Canadian dollar	(2,152)	U.S. dollar	Oct. 9, 2020	(2,907)	(2,865)	42
A	2,908	Canadian dollar	(2,152)	U.S. dollar	Oct. 9, 2020	(2,908)	(2,866)	42
A	3,994	Canadian dollar	(2,950)	U.S. dollar	Oct. 9, 2020	(3,994)	(3,928)	66
AA	113,546	Canadian dollar	(83,896)	U.S. dollar	Oct. 9, 2020	(113,546)	(111,701)	1,845
AA	4,084	Canadian dollar	(3,040)	U.S. dollar	Oct. 23, 2020	(4,084)	(4,048)	36
Unrealized Gains								2,735
A	8,560	Canadian dollar	(6,520)	U.S. dollar	Oct. 2, 2020	(8,560)	(8,680)	(120)
A	3,233	Canadian dollar	(2,455)	U.S. dollar	Oct. 2, 2020	(3,233)	(3,268)	(35)
A	2,892	Canadian dollar	(1,874)	Euro	Oct. 9, 2020	(2,892)	(2,925)	(33)
A	94	Canadian dollar	(60)	Euro	Oct. 9, 2020	(94)	(94)	–
AA	4,591	Canadian dollar	(3,465)	U.S. dollar	Oct. 9, 2020	(4,591)	(4,613)	(22)
AA	4,689	Canadian dollar	(3,560)	U.S. dollar	Oct. 9, 2020	(4,689)	(4,740)	(51)
AA	1,956	Canadian dollar	(1,270)	Euro	Oct. 23, 2020	(1,956)	(1,984)	(28)
A	36,104	Canadian dollar	(27,145)	U.S. dollar	Nov. 20, 2020	(36,104)	(36,146)	(42)
AA	62,435	Canadian dollar	(47,254)	U.S. dollar	Nov. 20, 2020	(62,435)	(62,923)	(488)
A	72,391	Canadian dollar	(55,206)	U.S. dollar	Feb. 12, 2021	(72,391)	(73,482)	(1,091)
AA	64,647	Canadian dollar	(49,253)	U.S. dollar	Feb. 12, 2021	(64,647)	(65,557)	(910)
A	2,368	Canadian dollar	(1,800)	U.S. dollar	Feb. 19, 2021	(2,368)	(2,396)	(28)
A	2,885	Canadian dollar	(2,190)	U.S. dollar	Feb. 26, 2021	(2,885)	(2,915)	(30)
A	104,416	Canadian dollar	(79,253)	U.S. dollar	Feb. 26, 2021	(104,416)	(105,486)	(1,070)
Unrealized (Losses)								(3,948)
Total forward currency contracts								(1,213)
Total derivative instruments at fair value								(1,213)

MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

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, 2020 and 2019, except for the comparative information presented in the Statements of Financial Position and notes thereto, which is as at March 31, 2020, as applicable. In the year a Fund or series is established or reinstated, 'period' represents the period from inception or reinstatement. Refer to Note 9 for the formation date of the Fund and the inception date of each series.

The Fund is organized as an open-ended mutual fund trust established under the laws of the Province of Ontario pursuant to a Declaration of Trust as amended and restated from time to time. The address of the Fund's registered office is 180 Queen Street West, Toronto, Ontario, Canada. The Fund is authorized to issue an unlimited number of units (referred to as "security" or "securities") of multiple series. Series of the Fund are available for sale under Simplified Prospectus or exempt distribution options.

Mackenzie Financial Corporation ("Mackenzie") is the manager of the Fund and is wholly owned by IGM Financial Inc., a subsidiary of Power Corporation of Canada. The Canada Life Assurance Company is also a subsidiary of Power Corporation of Canada. Investments in companies within the Power Group of companies held by the Fund are identified in the Schedule of Investments.

2. Basis of Preparation and Presentation

These unaudited interim financial statements ("financial statements") have been prepared in accordance with International Financial Reporting Standards ("IFRS"), including International Accounting Standard ("IAS") 34, *Interim Financial Reporting*, as issued by the International Accounting Standards Board ("IASB"). These financial statements were prepared using the same accounting policies, critical accounting judgements and estimates as applied in the Fund's most recent audited annual financial statements for the year ended March 31, 2020. A summary of the Fund's significant accounting policies under IFRS is presented in Note 3.

These financial statements are presented in Canadian dollars, which is the Fund's functional and presentation currency, and rounded to the nearest thousand unless otherwise indicated. These financial statements are prepared on a going concern basis using the historical cost basis, except for financial assets and liabilities that have been measured at fair value.

These financial statements were authorized for issue by the Board of Directors of Mackenzie Financial Corporation on November 10, 2020.

3. Significant Accounting Policies

(a) Financial instruments

Financial instruments include financial assets and liabilities such as debt and equity securities, open-ended investment funds and derivatives. The Fund classifies and measures financial instruments in accordance with IFRS 9, *Financial Instruments* ("IFRS 9"). Upon initial recognition, financial instruments are classified as fair value through profit or loss ("FVTPL"). All financial instruments are recognized in the Statement of Financial Position when the Fund becomes a party to the contractual requirements of the instrument. Financial assets are derecognized when the right to receive cash flows from the instrument has expired or the Fund has transferred substantially all risks and rewards of ownership. Financial liabilities are derecognized when the obligation is discharged, cancelled 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 Fund's redeemable securities contain multiple dissimilar contractual obligations and therefore meet the criteria for classification as financial liabilities under IAS 32, *Financial Instruments: Presentation*. The Fund's obligation for net assets attributable to securityholders is presented at the redemption amount.

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

Realized and unrealized gains and losses on investments are calculated based on the weighted average cost of investments and exclude commissions and other portfolio transaction costs, which are separately reported in the Statement of Comprehensive Income – Commissions and other portfolio transaction costs.

NOTES TO FINANCIAL STATEMENTS

3. Significant Accounting Policies (cont'd)

(a) Financial instruments (cont'd)

Gains and losses arising from changes in the fair value of the investments are included in the Statement of Comprehensive Income for the period in which they arise.

The Fund accounts for its holdings in unlisted open-ended investment funds and exchange-traded funds, if any, at FVTPL. Mackenzie has concluded that any unlisted open-ended investment funds and exchange-traded funds in which the Fund invests, do not meet either the definition of a structured entity or the definition of an associate.

(b) Fair value measurement

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Investments listed on a public securities exchange or traded on an over-the-counter market are valued on the basis of the last traded market price or close price recorded by the security exchange on which the security is principally traded, where this price falls within the quoted bid-ask spread for the investment. In circumstances where this price is not within the bid-ask spread, Mackenzie determines the point within the bid-ask spread that is most representative of fair value based on the specific facts and circumstances. Mutual fund securities of an underlying fund are valued on a business day at the price calculated by the manager of such underlying fund in accordance with the constating documents of such underlying fund. Unlisted or non-exchange traded investments, or investments where a last sale or close price is unavailable or investments for which market quotations are, in Mackenzie's opinion, inaccurate, unreliable, or not reflective of all available material information, are valued at their fair value as determined by Mackenzie using appropriate and accepted industry valuation techniques including valuation models. The fair value determined using valuation models requires the use of inputs and assumptions based on observable market data including volatility and other applicable rates or prices. In limited circumstances, the fair value may be determined using valuation techniques that are not supported by observable market data.

The cost of investments is determined on a weighted average cost basis.

Cash and cash equivalents which includes cash on deposit with financial institutions and short-term investments that are readily convertible to cash, are subject to an insignificant risk of changes in value, and are used by the Fund in the management of short-term commitments. Cash and cash equivalents are reported at fair value which closely approximates their amortized cost due to their nature of being highly liquid and having short terms to maturity. Bank overdraft positions are presented under current liabilities as bank indebtedness in the Statement of Financial Position.

The Fund may use derivatives (such as written options, futures, forward contracts, swaps or customized derivatives) to hedge against losses caused by changes in securities prices, interest rates or exchange rates. The Fund may also use derivatives for non-hedging purposes in order to invest indirectly in securities or financial markets, to gain exposure to other currencies, to seek to generate additional income, and/or for any other purpose considered appropriate by the Fund's portfolio manager(s), provided that the use of the derivative is consistent with the Fund's investment objectives. Any use of derivatives will comply with Canadian mutual fund laws, subject to the regulatory exemptions granted to the Fund, as applicable. Refer to "Exemptions from National Instrument 81-102" in the Annual Information Form of the Fund for further details, including the complete conditions of these exemptions, as applicable.

Valuations of derivative instruments are carried out daily, using normal exchange reporting sources for exchange-traded derivatives and specific broker enquiry for over-the-counter derivatives.

The value of forward contracts is the gain or loss that would be realized if, on the valuation date, the positions were to be closed out. The change in value of forward contracts is included in the Statement of Comprehensive Income – Other changes in fair value of investments and other net assets – Net unrealized gain (loss).

The value of futures contracts or swaps fluctuates daily, and cash settlements made daily, where applicable, by the Fund are equal to the unrealized gains or losses on a "mark to market" basis. These unrealized gains or losses are recorded and reported as such until the Fund closes out the contract or the contract expires. Margin paid or deposited in respect of futures contracts or swaps is reflected as a receivable in the Statement of Financial Position – Margin on derivatives. 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, 2020.

NOTES TO FINANCIAL STATEMENTS

3. Significant Accounting Policies (cont'd)

(c) Income recognition

Interest income from interest bearing investments is recognized using the effective interest method. Dividends are accrued as of the ex-dividend date. Realized gains or losses on the sale of investments, including foreign exchange gains or losses on such investments, are calculated on an average cost basis. Distributions received from an underlying fund are included in interest income, dividend income, realized gains (losses) on sale of investments or fee rebate income, as appropriate.

Income, realized gains (losses) and unrealized gains (losses) are allocated daily among the series on a pro-rata basis.

(d) Commissions and other portfolio transaction costs

Commissions and other portfolio transaction costs are costs incurred to acquire, issue or dispose of financial assets or liabilities. They include fees and commissions paid to agents, advisers, brokers and dealers. Commissions may be paid to brokerage firms which provide (or pay for) certain services, other than order execution, which may include investment research, analysis and reports, and databases or software in support of these services. Where applicable and ascertainable, the value of third-party services that were paid for by brokers during the periods is disclosed in Note 9. The value of certain proprietary services provided by brokers cannot be reasonably estimated.

(e) Securities lending, repurchase and reverse repurchase transactions

The Fund is permitted to enter into securities lending, repurchase and reverse repurchase transactions as set out in the Fund's Simplified Prospectus. These transactions involve the temporary exchange of securities for collateral with a commitment to redeliver the same securities on a future date.

Securities lending transactions are administered by Canadian Imperial Bank of Commerce (the "Securities Lending Agent"). The value of cash or securities held as collateral must be at least 102% of the fair value of the securities loaned, sold or purchased. Income is earned from these transactions in the form of fees paid by the counterparty and, in certain circumstances, interest paid on cash or securities held as collateral. Income earned from these transactions is included in the Statement of Comprehensive Income – Securities lending income and recognized when earned.

Note 9 summarizes the details of securities loaned and collateral received, as well as a reconciliation of securities lending income, if applicable.

(f) Offsetting

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position only when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously. In the normal course of business, the Fund enters into various master netting agreements or similar agreements that do not meet the criteria for offsetting in the Statement of Financial Position but still allow for the related amounts to be set off in certain circumstances, such as bankruptcy or termination of the contracts. Note 9 summarizes the details of such offsetting, if applicable.

Income and expenses are not offset in the Statement of Comprehensive Income unless required or permitted to by an accounting standard, as specifically disclosed in the IFRS policies of the Fund.

(g) Foreign currency

The functional and presentation currency of the Fund is Canadian dollars. Foreign currency purchases and sales of investments and foreign currency dividend and interest income and expenses are translated to Canadian dollars at the rate of exchange prevailing at the time of the transactions.

Foreign exchange gains (losses) on purchases and sales of foreign currencies are included in the Statement of Comprehensive Income – Other changes in fair value of investments and other net assets – Net realized gain (loss).

The fair value of investments and other assets and liabilities, denominated in foreign currencies, are translated to Canadian dollars at the rate of exchange prevailing on each business day.

(h) Net assets attributable to securityholders per security

Net assets attributable to securityholders per security is computed by dividing the net assets attributable to securityholders of a series of securities on a business day by the total number of securities of the series outstanding on that day.

(i) Net asset value per security

The daily Net Asset Value ("NAV") of an investment fund may be calculated without reference to IFRS as per the Canadian Securities Administrators' ("CSA") regulations. The difference between NAV and Net assets attributable to securityholders (as reported in the financial statements), if any, is mainly due to differences in fair value of investments and other financial assets and liabilities. Refer to Note 9 for the Fund's NAV per security.

NOTES TO FINANCIAL STATEMENTS

3. Significant Accounting Policies (cont'd)

(j) Increase (decrease) in net assets attributable to securityholders from operations per security

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

(k) Mergers

The Fund applies the acquisition method of accounting for Fund mergers. Under this method, one of the Funds in each merger is identified as the acquiring Fund, and is referred to as the Continuing Fund, and the other Fund involved in the merger is referred to as the Terminated Fund. This identification is based on the comparison of the relative net asset values of the Funds as well as consideration of the continuation of such aspects of the Continuing Fund as: investment advisors; investment objectives and practices; type of portfolio securities; and management fees and expenses.

4. Critical Accounting Estimates and Judgments

The preparation of these financial statements requires management to make estimates and assumptions that primarily affect the valuation of investments. Estimates and assumptions are reviewed on an ongoing basis. Actual results may differ from these estimates.

The duration and long-term impact of the novel coronavirus (COVID-19) pandemic on businesses and markets, and the extent of additional economic relief measures which may be offered by some governments and central banks, are unknown at the reporting date. The Manager uses judgment in assessing the impact from such events on the assumptions and estimates applied in reporting the assets and liabilities in the Fund's financial statements at September 30, 2020. However, this uncertainty means it is impossible to reliably estimate the impact on the financial results and position of the Fund in future periods.

Use of Estimates

Fair value of securities not quoted in an active market

The Fund may hold financial instruments that are not quoted in active markets and are valued using valuation techniques that make use of observable data, to the extent practicable. Various valuation techniques are utilized, depending on a number of factors, including comparison with similar instruments for which observable market prices exist and recent arm's length market transactions. Key inputs and assumptions used are company specific and may include estimated discount rates and expected price volatilities. Changes in key inputs, could affect the reported fair value of these financial instruments held by the Fund.

Use of Judgments

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

In classifying and measuring financial instruments held by the Fund, Mackenzie is required to make significant judgments in order to determine the most appropriate classification in accordance with IFRS 9. Mackenzie has assessed the Fund's business model, the manner in which all financial instruments are managed and performance evaluated as a group on a fair value basis, and concluded that FVTPL in accordance with IFRS 9 provides the most appropriate measurement and presentation of the Fund's financial instruments.

Functional currency

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

Structured entities and associates

In determining whether an unlisted open-ended investment fund or an exchange-traded fund in which the Fund invests, but that it does not consolidate, meets the definitions of either a structured entity or of an associate, Mackenzie is required to make significant judgments about whether these underlying funds have the typical characteristics of a structured entity or of an associate. Mackenzie has assessed the characteristics of these underlying funds and has concluded that they do not meet the definition of either a structured entity or of an associate because the Fund does not have contracts or financing arrangements with these underlying funds and the Fund does not have an ability to influence the activities of these underlying funds or the returns it receives from investing in these underlying funds.

NOTES TO FINANCIAL STATEMENTS

5. Income Taxes

The Fund qualifies as a mutual fund trust under the provisions of the Income Tax Act (Canada) and, accordingly, is subject to tax on its income including net realized capital gains in the taxation year, which is not paid or payable to its securityholders as at the end of the taxation year. It is the intention of the Fund to distribute all of its net income and sufficient net realized capital gains so that the Fund will not be subject to income taxes other than foreign withholding taxes, if applicable.

Losses of the Fund cannot be allocated to investors and are retained in the Fund for use in future years. Non-capital losses may be carried forward up to 20 years to reduce taxable income and realized capital gains of future years. Capital losses may be carried forward indefinitely to reduce future realized capital gains. Refer to Note 9 for the Fund's loss carryforwards.

6. Management Fees and Operating Expenses

Mackenzie is paid a management fee for managing the investment portfolio, providing investment analysis and recommendations, making investment decisions, making brokerage arrangements relating to the purchase and sale of the investment portfolio and making arrangements with registered dealers for the purchase and sale of securities of the Fund by investors. The management fee is calculated on each series of securities of the Fund as a fixed annual percentage of the daily net asset value of the series.

Each series of the Fund, except B-Series, is charged a fixed rate annual administration fee ("Administration Fee") and in return, Mackenzie bears all of the operating expenses of the Fund, other than certain specified fund costs. The Administration Fee is calculated on each series of securities of the Fund as a fixed annual percentage of the daily net asset value of the series.

Other fund costs include taxes (including, but not limited to GST/HST and income tax), interest and borrowing costs, all fees and expenses of the Mackenzie Funds' Independent Review Committee (IRC), costs of complying with the regulatory requirement to produce Fund Facts, fees paid to external service providers associated with tax reclaims, refunds or the preparation of foreign tax reports on behalf of the Funds, new fees related to external services that were not commonly charged in the Canadian mutual fund industry and introduced after the date of the most recently filed simplified prospectus, and the costs of complying with any new regulatory requirements, including, without limitation, any new fees introduced after the date of the most recently filed simplified prospectus.

All expenses relating to the operation of the Fund attributable to B-Series securities will be charged to that particular series. Operating expenses include legal, audit, transfer agent, custodian, administration and trustee services, cost of financial reporting and Simplified Prospectus printing, regulatory filing fees and other miscellaneous expenses specifically attributable to the B-Series securities and any applicable taxes.

Mackenzie may waive or absorb management fees and/or Administration Fees at its discretion and stop waiving or absorbing such fees at any time without notice. Refer to Note 9 for the management fee and Administration Fee rates charged to each series of securities.

7. Fund's Capital

The capital of the Fund, which is comprised of the net assets attributable to securityholders, is divided into different series with each series having an unlimited number of securities. The securities outstanding for the Fund as at September 30, 2020 and 2019 and securities issued, reinvested and redeemed for the periods are presented in the Statement of Changes in Financial Position. Mackenzie manages the capital of the Fund in accordance with the investment objectives as discussed in Note 9.

8. Financial Instruments Risk

i. Risk exposure and management

The Fund's investment activities expose it to a variety of financial risks, as defined in IFRS 7, *Financial Instruments: Disclosures* ("IFRS 7"). The Fund's exposure to financial risks is concentrated in its investments, which are presented in the Schedule of Investments, as at September 30, 2020, grouped by asset type, with geographic and sector information.

Mackenzie seeks to minimize potential adverse effects of financial risks on the Fund's performance by employing professional, experienced portfolio advisors, by monitoring the Fund's positions and market events daily, by diversifying the investment portfolio within the constraints of the Fund's investment objectives, and where applicable, by using derivatives to hedge certain risk exposures. To assist in managing risks, Mackenzie also maintains a governance structure that oversees the Fund's investment activities and monitors compliance with the Fund's stated investment strategy, internal guidelines, and securities regulations.

NOTES TO FINANCIAL STATEMENTS

8. Financial Instruments Risk (cont'd)

ii. Liquidity risk

Liquidity risk arises when the Fund encounters difficulty in meeting its financial obligations as they come due. The Fund is exposed to liquidity risk due to potential daily cash redemptions of redeemable securities. In order to monitor the liquidity of its assets, the Fund utilizes a liquidity risk management program that calculates the number of days to convert the investments held by the Fund into cash using a multi-day liquidation approach. This liquidity risk analysis assesses the Fund's liquidity against predetermined minimum liquidity percentages established for different time periods and is monitored quarterly. In addition, the Fund has the ability to borrow up to 5% of its net assets for the purposes of funding redemptions.

In order to comply with securities regulations, the Fund must maintain at least 90% of its assets in liquid investments (i.e., investments that can be readily sold).

iii. Currency risk

Currency risk arises when the fair value of financial instruments that are denominated in a currency other than the Canadian dollar, which is the Fund's reporting currency, fluctuates due to changes in exchange rates. Note 9 summarizes the Fund's exposure, if applicable and significant, to currency risk.

iv. Interest rate risk

Interest rate risk arises when the fair value of interest-bearing financial instruments fluctuates due to changes in the prevailing levels of market interest rates. Cash and cash equivalents do not expose the Fund to significant amounts of interest rate risk. Note 9 summarizes the Fund's exposure, if applicable and significant, to interest rate risk.

v. Other price risk

Other price risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer, or all factors affecting all instruments traded in a market or market segment. All investments present a risk of loss of capital. This risk is managed through a careful selection of investments and other financial instruments within the parameters of the investment strategies. Except for certain derivative contracts, the maximum risk resulting from financial instruments is equivalent to their fair value. The maximum risk of loss on certain derivative contracts such as forwards, swaps, and futures contracts is equal to their notional values. In the case of written call (put) options and short futures contracts, the loss to the Fund continues to increase, without limit, as the fair value of the underlying interest increases (decreases). However, these instruments are generally used within the overall investment management process to manage the risk from the underlying investments and do not typically increase the overall risk of loss to the Fund. This risk is mitigated by ensuring that the Fund holds a combination of the underlying interest, cash cover and/or margin that is equal to or greater than the value of the derivative contract. Note 9 summarizes the Fund's exposure, if applicable and significant, to other price risk.

vi. Credit risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund. Note 9 summarizes the Fund's exposure, if applicable and significant, to credit risk.

All transactions in listed securities are executed with approved brokers. To minimize the possibility of settlement default, securities are exchanged for payment simultaneously, where market practices permit, through the facilities of a central depository and/or clearing agency where customary.

The carrying amount of investments and other assets represents the maximum credit risk exposure as at the date of the Statement of Financial Position.

The Fund may enter into securities lending transactions with counterparties and it may also be exposed to credit risk from the counterparties to the derivative instruments it may use. Credit risk associated with these transactions is considered minimal as all counterparties have a rating equivalent to a designated rating organization's credit rating of not less than A-1 (low) on their short-term debt and of A on their long-term debt, as applicable.

vii. Underlying funds

The Fund may invest in underlying funds and may be indirectly exposed to currency risk, interest rate risk, other price risk and credit risk from fluctuations in the value of financial instruments held by the underlying funds. Note 9 summarizes the Fund's exposure, if applicable and significant, to these risks from underlying funds.

MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

NOTES TO FINANCIAL STATEMENTS

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

(a) Fund Formation and Series Information

Date of Formation April 30, 2013

The Fund may issue an unlimited number of securities of each series. The number of issued and outstanding securities of each series is disclosed in the Statements of Changes in Financial Position.

Series Offered by Mackenzie Financial Corporation (180 Queen Street West, Toronto, Ontario, M5V 3K1; 1-800-387-0614; www.mackenzieinvestments.com)

Series A securities are offered to retail investors investing a minimum of \$500 under the redemption charge and low-load purchase options.

Series AR securities are offered to retail investors in a Registered Disability Savings Plan offered by Mackenzie.

Series D securities are offered to retail investors investing a minimum of \$500 through a discount brokerage or other account approved by Mackenzie.

Series F and Series F5 securities are offered to investors who are enrolled in a dealer-sponsored fee-for-service or wrap program, who are subject to an asset-based fee rather than commissions on each transaction and who invest at least \$500 (\$5,000 for Series F5); they are also available to employees of Mackenzie and its subsidiaries, and directors of Mackenzie. Investors in Series F5 securities also want to receive a monthly cash flow of 5% per year.

Series FB securities are offered to retail investors investing a minimum of \$500. Investors are required to negotiate their advisor service fee, which cannot exceed 1.50%, with their financial advisor.

Series O securities are offered only to investors investing a minimum of \$500,000 who are enrolled in Mackenzie Portfolio Architecture Service or Open Architecture Service; certain institutional investors; investors in a qualified group plan, and certain qualifying employees of Mackenzie and its subsidiaries.

Series PW and Series PWT5 securities are offered through our Private Wealth Solutions to certain high net worth investors who invest a minimum of \$100,000. Investors in Series PWT5 securities also want to receive a monthly cash flow of 5% per year.

Series PWFB securities are offered through our Private Wealth Solutions to certain high net worth investors who invest a minimum of \$100,000. Investors are required to negotiate their advisor service fee, which cannot exceed 1.50%, with their financial advisor.

Series PWR securities are offered through our Private Wealth Solutions to certain high net worth investors who invest a minimum of \$100,000 in a Registered Disability Savings Plan offered by Mackenzie.

Series PWX securities are offered through our Private Wealth Solutions to certain high net worth investors who invest a minimum of \$100,000. Investors are required to negotiate their advisor service fee, which cannot exceed 1.50%, with their financial advisor.

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

Series S securities are offered to The Canada Life Assurance Company and certain other mutual funds, but may be sold to other investors as determined by Mackenzie.

Series SC and Series S5 securities are offered to retail investors investing a minimum of \$500 (\$5,000 for Series S5) under the sales charge purchase option. Investors in Series S5 securities also want to receive a monthly cash flow of 5% per year.

Series F8, Series FB5, Series PWFB5, Series PWT8, Series PWX8 and Series T5 securities are no longer available for sale.

MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

NOTES TO FINANCIAL STATEMENTS

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

(a) Fund Formation and Series Information (cont'd)

Series Distributed by Quadrus Investment Services Ltd. (255 Dufferin Ave., London, Ontario, N6A 4K1; 1-888-532-3322; www.canadalife.com)

Quadrus Investment Services Ltd. ("Quadrus") is the principal distributor of the series of securities listed below:

Q Series securities are offered to investors investing a minimum of \$500. Before August 14, 2020, Q Series securities were known as Quadrus Series.

H Series securities are offered to investors investing a minimum of \$500, who are enrolled in a Quadrus-sponsored fee-for-service or wrap program and who are subject to an asset-based fee.

HW Series securities are offered to high net worth investors investing a minimum of \$100,000 and who have eligible minimum total holdings of \$500,000, who are enrolled in a Quadrus-sponsored fee-for-service or wrap program and who are subject to an asset-based fee.

L Series securities are offered to investors investing a minimum of \$100,000 and who have eligible minimum total holdings of \$500,000.

N Series securities are offered to investors investing a minimum of \$100,000, who have eligible minimum total holdings of \$500,000, and who have entered into an N type series account agreement with Mackenzie and Quadrus.

QF Series securities are offered to retail investors investing a minimum of \$500. Investors are required to negotiate their advisor service fee, which cannot exceed 1.25%, with their financial advisor.

QFW Series securities are offered to high net worth investors investing a minimum of \$100,000 and who have eligible minimum total holdings of \$500,000. Investors are required to negotiate their advisor service fee, which cannot exceed 1.25%, with their financial advisor.

Series Distributed by LBC Financial Services Inc. (1360 René-Lévesque Blvd. West, 13th Floor, Montréal, Québec H3G 0A9; 1-800-522-1846; www.laurentianbank.ca/mackenzie)

Series LB securities are offered to retail investors investing a minimum of \$500.

Series LF securities are offered to retail investors investing a minimum of \$500, who are enrolled in the LBC Private Banking sponsored fee-for-service program.

Series LW securities are offered through our Preferred Pricing Program to certain high net worth investors who invest a minimum of \$100,000.

An investor in the Fund may choose among different purchase options that are available under each series. These purchase options are a sales charge purchase option, a redemption charge purchase option, various low-load purchase options and a no-load purchase option. The charges under the sales charge purchase option are negotiated by investors with their dealers. The charges under the redemption charge and low-load purchase options are paid to Mackenzie if an investor redeems securities of the Fund during specific periods. Not all purchase options are available under each series of the Fund, and the charges for each purchase option may vary among the different series. For further details on these purchase options, please refer to the Fund's Simplified Prospectus and Fund Facts.

MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

NOTES TO FINANCIAL STATEMENTS

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

(a) Fund Formation and Series Information (cont'd)

Series	Inception/ Reinstatement Date	Management Fees	Administration Fees	Net Asset Value per Security (\$)	
				Sep. 30, 2020	Mar. 31, 2020
Series A	May 6, 2013	1.55%	0.20%	8.90	8.20
Series AR	October 21, 2013	1.55%	0.23%	8.76	8.08
Series D	March 19, 2014	1.00%	0.15%	8.58	7.91
Series F	May 9, 2013	0.65%	0.15%	8.86	8.17
Series F5	July 8, 2013	0.65%	0.15%	12.24	11.29
Series F8	June 1, 2018	0.65%	0.15%	12.24	11.47
Series FB	October 26, 2015	0.75%	0.20%	9.09	8.38
Series FB5	October 26, 2015	0.75%	0.20%	13.32	12.29
Series O	June 7, 2013	— ⁽¹⁾	— *	8.86	8.17
Series PW	October 16, 2013	1.15%	0.15%	8.75	8.07
Series PWFB	April 3, 2017	0.65%	0.15%	8.79	8.11
Series PWFB5	April 3, 2017	0.65%	0.15%	13.10	12.07
Series PWR	April 1, 2019	1.15%	0.15%	8.91	8.21
Series PWT5	April 3, 2017	1.15%	0.15%	12.70	11.75
Series PWT8	October 30, 2013	1.15%	0.15%	10.18	9.58
Series PWX	December 9, 2013	— ⁽²⁾	— ⁽²⁾	8.71	8.03
Series PWX8	May 25, 2015	— ⁽²⁾	— ⁽²⁾	11.60	10.84
Series R	August 27, 2013	— *	— *	8.76	8.08
Series S	January 13, 2015	— ⁽¹⁾	0.02%	8.90	8.21
Series SC	May 7, 2013	1.25%	0.20%	8.90	8.20
Series S5	June 26, 2013	1.25%	0.20%	11.79	10.91
Series T5	May 29, 2013	1.55%	0.20%	11.48	10.64
Q Series ⁽³⁾	July 7, 2014	1.55%	0.20%	8.52	7.86
H Series	July 7, 2014	0.75%	0.15%	8.45	7.80
HW Series	August 7, 2018	0.55%	0.15%	8.67	8.00
L Series	August 12, 2014	1.30%	0.15%	8.63	7.95
N Series	July 23, 2014	— ⁽¹⁾	— ⁽¹⁾	8.62	7.95
QF Series	July 12, 2016	0.75%	0.20%	9.23	8.51
QFW Series	August 7, 2018	0.55%	0.15%	8.67	8.00
Series LB	December 9, 2019	1.25%	0.20%	9.25	8.53
Series LF	December 9, 2019	0.65%	0.15%	9.18	8.47
Series LW	December 9, 2019	1.15%	0.15%	9.19	8.47

* Not applicable.

(1) This fee is negotiable and payable directly to Mackenzie by investors in this series.

(2) This fee is payable directly to Mackenzie by investors in this series through redemptions of their securities.

(3) Before August 14, 2020, Q Series securities were known as Quadrus Series.

MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

NOTES TO FINANCIAL STATEMENTS

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

(b) Investments by Mackenzie and Affiliates

As at September 30, 2020, Mackenzie, other funds managed by Mackenzie and Segregated funds managed by The Canada Life Assurance Company had an investment of \$369, \$39,099 and \$175,647 (March 31, 2020 – \$329, \$15,662 and \$184,356), respectively, in the Fund.

(c) Loss Carryforwards

As at the last taxation year-end, the Fund has capital losses of \$31,294 which may be carried forward indefinitely to reduce future realized capital gains.

(d) Securities Lending

The value of securities loaned and collateral received from securities lending at September 30, 2020 and March 31, 2020, were as follows:

	September 30, 2020	March 31, 2020
	(\$)	(\$)
Value of securities loaned	1,972	813
Value of collateral received	2,117	999

Collateral received is comprised of debt obligations of the Government of Canada and other countries, Canadian provincial and municipal governments and financial institutions.

A reconciliation of the gross amount generated from the securities lending transactions to the security lending income to the Fund for the periods ended September 30, 2020 and 2019 is as follows:

	2020		2019	
	(\$)	(%)	(\$)	(%)
Gross securities lending income	10	100.0	30	100.0
Tax withheld	(3)	(30.0)	(7)	(23.3)
	7	70.0	23	76.7
Payments to Securities Lending Agent	(1)	(10.0)	(6)	(20.0)
Securities lending income	6	60.0	17	56.7

(e) Offsetting of Financial Assets and Liabilities

The table below presents financial assets and financial liabilities that are subject to master netting arrangements or other similar agreements and the net impact on the Fund's Statements of Financial Position if all set-off rights were exercised as part of future events such as bankruptcy or termination of contracts. No amounts were offset in the financial statements.

	September 30, 2020			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	235	(41)	–	194
Unrealized losses on derivative contracts	(1,426)	41	–	(1,385)
Liability for options written	–	–	–	–
Total	(1,191)	–	–	(1,191)

MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

NOTES TO FINANCIAL STATEMENTS

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

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

	March 31, 2020			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	2,096	(2,096)	–	–
Unrealized losses on derivative contracts	(17,395)	2,096	–	(15,299)
Liability for options written	–	–	–	–
Total	(15,299)	–	–	(15,299)

(f) Subsequent Events

Subject to a positive recommendation by the Mackenzie Funds' Independent Review Committee, a meeting of investors of the series of the Fund distributed by Quadrus Investment Services Ltd. (see *Fund Formation and Series Information*) will be held early in 2021 to consider and approve a proposed reorganization. In this reorganization, these investors would become investors of the corresponding series of an investment fund to be managed by Canada Life Investment Management Ltd., an affiliate of Mackenzie, with the same investment objectives, strategies and fees as the Fund. The reorganization is also subject to regulatory approval. If all approvals are obtained, Mackenzie will determine the timing of the reorganization and inform affected investors.

(g) Risks Associated with Financial Instruments

i. Risk exposure and management

The Fund seeks current income by investing primarily in floating-rate debt obligations and other floating-rate debt instruments of issuers anywhere in the world.

ii. Currency risk

The table below indicates currencies to which the Fund had significant exposure as at period end in Canadian dollar terms, including the underlying principal amount of any derivative instruments. Other financial assets and liabilities (including accrued interest and dividends receivable, and receivables/payables for investments sold/purchased) that are denominated in foreign currencies do not expose the Fund to significant currency risk.

	September 30, 2020			
Currency	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	560,806	3,833	(544,594)	20,045
Chinese yuan	3,042	–	–	3,042
Euro	5,010	17	(5,003)	24
Total	568,858	3,850	(549,597)	23,111
% of Net Assets	93.2	0.6	(90.0)	3.8

	March 31, 2020			
Currency	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	536,851	104,302	(619,589)	21,564
Euro	4,714	–	(4,587)	127
Total	541,565	104,302	(624,176)	21,691
% of Net Assets	88.2	17.0	(101.6)	3.6

* Includes both monetary and non-monetary financial instruments

MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

NOTES TO FINANCIAL STATEMENTS

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

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

ii. Currency risk (cont'd)

As at September 30, 2020, had the Canadian dollar increased or decreased by 5% relative to all foreign currencies, with all other variables held constant, net assets would have increased or decreased by approximately \$1,156 or 0.2% of total net assets (March 31, 2020 – decreased or increased by \$1,085 or 0.2%). In practice, the actual trading results may differ and the difference could be material.

iii. Interest rate risk

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

	September 30, 2020	March 31, 2020
Bonds	(\$)	(\$)
Less than 1 year	7,587	2,261
1-5 years	261,300	181,059
5-10 years	292,218	353,527
Greater than 10 years	13,349	14,388
Total	574,454	551,235

As at September 30, 2020, had prevailing interest rates increased by 1%, assuming a parallel shift in the yield curve, with all other variables held constant, net assets would have decreased by approximately \$2,522 or 0.4% (March 31, 2020 – \$1,648 or 0.3%) of total net assets. Similarly, had prevailing interest rates decreased by 1%, with all other variables held constant, net assets would have increased by approximately \$2,522 or 0.4% (March 31, 2020 – \$1,691 or 0.3%) of total net assets. In practice, the actual trading results may differ and the difference could be material.

iv. Other price risk

The Fund's most significant exposure to price risk arises from its investment in equity securities. As at September 30, 2020, 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 \$2,444 or 0.4% of total net assets (March 31, 2020 – \$450 or 0.1%). In practice, the actual trading results may differ and the difference could be material.

v. Credit risk

The Fund's greatest concentration of credit risk is in debt securities, such as bonds. The fair value of debt securities includes consideration of the creditworthiness of the debt issuer. The maximum exposure to any one debt issuer as at September 30, 2020, was 2.1% of the net assets of the Fund (March 31, 2020 – 2.3%).

As at September 30, 2020 and March 31, 2020, debt securities by credit rating are as follows:

	September 30, 2020	March 31, 2020
Bond Rating*	% of Net Assets	% of Net Assets
AAA	–	0.8
AA	–	–
A	0.5	–
BBB	5.3	1.0
BB	18.5	17.3
B	52.2	49.9
Less than B	10.7	10.3
Unrated	6.9	10.4
Total	94.1	89.7

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

MACKENZIE FLOATING RATE INCOME FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2020

FIXED INCOME FUND

NOTES TO FINANCIAL STATEMENTS

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

(h) Fair Value Classification

The table below summarizes the fair value of the Fund's financial instruments using the following fair value hierarchy:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;

Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and

Level 3 – Inputs that are not based on observable market data.

The inputs are considered observable if they are developed using market data, such as publicly available information about actual events or transactions, and that reflect the assumption that market participants would use when pricing the asset or liability.

	September 30, 2020				March 31, 2020			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Bonds	387	574,067	–	574,454	323	550,912	–	551,235
Equities	5,513	–	186	5,699	4,344	–	152	4,496
Options	–	17	–	17	–	1,691	–	1,691
Exchange-traded funds/notes	18,742	–	–	18,742	–	–	–	–
Derivative assets	–	2,735	–	2,735	–	3,886	–	3,886
Derivative liabilities	–	(3,949)	–	(3,949)	–	(55,657)	–	(55,657)
Short-term investments	–	9,083	–	9,083	–	–	–	–
Total	24,642	581,953	186	606,781	4,667	500,832	152	505,651

The Fund's policy is to recognize transfers into and transfers out of fair value hierarchy levels as of the date of the event or change in circumstances that caused the transfer.

During the period, there were no 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. Short-term investments classified as Level 2 investments are valued based on amortized cost plus accrued interest which closely approximates fair value.

The table below presents a reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) for the periods ended September 30, 2020 and March 31, 2020:

	September 30, 2020	March 31, 2020
	Equities (\$)	Equities (\$)
Balance – beginning of period	152	–
Purchases	–	280
Sales	–	–
Transfers in	–	–
Transfers out	–	–
Gains (losses) during the period:		
Realized	–	–
Unrealized	34	(128)
Balance – end of period	186	152
Change in unrealized gains (losses) during the period attributable to securities held at end of period	34	(128)

Changing one or more of the inputs to reasonably possible alternative assumptions for valuing Level 3 financial instruments would not significantly affect the fair value of those instruments.