

Interim Unaudited Financial Statements

For the Six-Month Period Ended September 30, 2018

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

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

ALTERNATIVE FUND

STATEMENTS OF FINANCIAL POSITION

*In thousands (except per security figures)
As at*

	Sep. 30 2018	Mar. 31 2018 (Audited)		Sep. 30 2018	Mar. 31 2018 (Audited)
	\$	\$		\$	\$
ASSETS			Net assets attributable to securityholders		
Current assets			per security (note 3)		
Investments at fair value	569,278	477,059	Series A	10.63	10.71
Cash and cash equivalents	77,465	79,341	Series AR	10.79	10.87
Accrued interest receivable	985	714	Series D	10.63	10.72
Dividends receivable	1,123	1,060	Series F	10.69	10.77
Accounts receivable for investments sold	997	2,535	Series F5	14.73	15.01
Accounts receivable for securities issued	1,553	5,585	Series FB	10.47	10.55
Due from manager	–	16	Series FB5	14.62	14.91
Margin on futures contracts	1,343	–	Series O	10.58	10.67
Unrealized gains on derivative contracts	2,291	656	Series PW	10.78	10.86
Total assets	655,035	566,966	Series PWF	–	10.77
			Series PWF5	–	15.03
			Series PWFB	9.90	9.98
			Series PWFB5	14.31	14.55
			Series PWT5	14.46	14.81
			Series PWX	10.64	10.72
			Series PWX5	15.07	15.27
			Series S	9.91	9.99
			Series T5	14.36	14.72
			Series UM	9.87	9.94
LIABILITIES					
Current liabilities					
Accounts payable for investments purchased	31,987	14,285			
Accounts payable for securities redeemed	920	863			
Due to manager	–	42			
Dividends payable on securities sold short	110	–			
Liability for options written	5	–			
Unrealized losses on derivative contracts	970	1,195			
Total liabilities	33,992	16,385			
Net assets attributable to securityholders	621,043	550,581			
Net assets attributable to securityholders					
per series (note 3)					
Series A	113,604	124,737			
Series AR	690	555			
Series D	421	452			
Series F	372,403	211,516			
Series F5	10,489	4,002			
Series FB	93	130			
Series FB5	1	1			
Series O	30,950	9,459			
Series PW	57,382	26,909			
Series PWF	–	139,361			
Series PWF5	–	4,506			
Series PWFB	431	258			
Series PWFB5	1	1			
Series PWT5	981	509			
Series PWX	1,120	847			
Series PWX5	84	50			
Series S	120	95			
Series T5	3,688	4,128			
Series UM	28,585	23,065			

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



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MACKENZIE DIVERSIFIED ALTERNATIVES FUND

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STATEMENTS OF COMPREHENSIVE INCOME

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

	2018	2017		2018	2017
	\$	\$		\$	\$
Income (note 9(f))			Increase (decrease) in net assets attributable to securityholders from operations per security		
Dividends	8,702	5,639	Series A	0.02	(0.01)
Interest income	3,245	1,431	Series AR	–	(0.07)
Other changes in fair value of investments and other net assets			Series D	0.03	(0.05)
Net realized gain (loss)	1,345	4,531	Series F	0.05	0.05
Net unrealized gain (loss)	(5,612)	(7,532)	Series F5	0.09	(0.16)
Fee rebate income	299	–	Series FB	0.10	–
Total income (loss)	7,979	4,069	Series FB5	0.08	0.10
			Series O	0.05	0.14
Expenses (note 6)			Series PW	(0.03)	(0.03)
Management fees	3,410	2,057	Series PWF	0.07	0.04
Management fee rebates	(31)	(12)	Series PWF5	0.09	(0.28)
Administration fees	527	309	Series PWFB	0.06	0.21
Interest charges	13	1	Series PWFB5	0.12	(0.44)
Commissions and other portfolio transaction costs	318	274	Series PWT5	(0.01)	(0.35)
Independent Review Committee fees	1	1	Series PWX	0.13	0.10
Other	1	1	Series PWX5	0.15	0.20
Expenses before amounts absorbed by Manager	4,239	2,631	Series S	0.11	–
Expenses absorbed by Manager	–	–	Series T5	–	(0.09)
Net expenses	4,239	2,631	Series UM	0.08	–
Increase (decrease) in net assets attributable to securityholders from operations before tax	3,740	1,438			
Foreign withholding taxes	791	672			
Foreign income taxes paid (recovered)	8	–			
Increase (decrease) in net assets attributable to securityholders from operations	2,941	766			
Increase (decrease) in net assets attributable to securityholders from operations per series					
Series A	190	(65)			
Series AR	–	(2)			
Series D	1	(1)			
Series F	1,639	591			
Series F5	52	(25)			
Series FB	1	–			
Series FB5	–	–			
Series O	47	106			
Series PW	(137)	(60)			
Series PWF	909	297			
Series PWF5	26	(61)			
Series PWFB	2	1			
Series PWFB5	–	–			
Series PWT5	–	(5)			
Series PWX	12	8			
Series PWX5	–	1			
Series S	1	–			
Series T5	–	(19)			
Series UM	198	–			

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



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MACKENZIE DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

ALTERNATIVE FUND

STATEMENTS OF CHANGES IN FINANCIAL POSITION

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

	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	Series A		Series AR		Series D		Series F		Series F5	
	\$		\$		\$		\$		\$	
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS										
Beginning of period	124,737	74,006	555	191	452	176	211,516	117,586	4,002	1,569
Increase (decrease) in net assets from operations	190	(65)	–	(2)	1	(1)	1,639	591	52	(25)
Distributions paid to securityholders:										
Investment Income	(943)	(580)	(5)	(2)	(5)	(2)	(4,686)	(1,509)	(128)	(30)
Capital gains	–	–	–	–	–	–	–	–	–	–
Return of capital	–	–	–	–	–	–	–	–	(94)	(31)
Management fee rebates	–	–	–	–	–	–	(1)	–	–	–
Total distributions paid to securityholders	(943)	(580)	(5)	(2)	(5)	(2)	(4,687)	(1,509)	(222)	(61)
Security transactions:										
Proceeds from securities issued	28,071	42,478	159	230	85	148	218,383	83,935	7,684	2,084
Reinvested distributions	874	534	5	2	5	2	3,198	949	34	14
Payments on redemption of securities	(39,325)	(15,207)	(24)	(7)	(117)	(79)	(57,646)	(50,600)	(1,061)	(1,399)
Total security transactions	(10,380)	27,805	140	225	(27)	71	163,935	34,284	6,657	699
Total increase (decrease) in net assets	(11,133)	27,160	135	221	(31)	68	160,887	33,366	6,487	613
End of period	113,604	101,166	690	412	421	244	372,403	150,952	10,489	2,182
Increase (decrease) in fund securities (note 7):										
Securities outstanding – beginning of period	11,648	6,883	51	18	42	16	19,642	10,887	267	102
Issued	2,624	3,934	15	21	9	14	20,262	7,732	514	133
Reinvested distributions	82	50	–	–	–	–	297	88	2	1
Redeemed	(3,663)	(1,410)	(2)	(1)	(11)	(7)	(5,360)	(4,671)	(71)	(92)
Securities outstanding – end of period	10,691	9,457	64	38	40	23	34,841	14,036	712	144
	Series FB		Series FB5		Series O		Series PW		Series PWF	
	\$		\$		\$		\$		\$	
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS										
Beginning of period	130	25	1	1	9,459	7,956	26,909	9,221	139,361	36,435
Increase (decrease) in net assets from operations	1	–	–	–	47	106	(137)	(60)	909	297
Distributions paid to securityholders:										
Investment Income	(1)	(1)	–	–	(188)	(110)	(428)	(137)	(663)	(910)
Capital gains	–	–	–	–	–	–	–	–	–	–
Return of capital	–	–	–	–	–	–	–	–	–	–
Management fee rebates	–	–	–	–	–	–	(5)	(4)	(25)	(8)
Total distributions paid to securityholders	(1)	(1)	–	–	(188)	(110)	(433)	(141)	(688)	(918)
Security transactions:										
Proceeds from securities issued	60	61	–	–	21,695	754	35,439	15,666	15,168	66,064
Reinvested distributions	1	1	–	–	188	110	418	137	561	725
Payments on redemption of securities	(98)	–	–	–	(251)	(231)	(4,814)	(898)	(155,311)	(5,206)
Total security transactions	(37)	62	–	–	21,632	633	31,043	14,905	(139,582)	61,583
Total increase (decrease) in net assets	(37)	61	–	–	21,491	629	30,473	14,704	(139,361)	60,962
End of period	93	86	1	1	30,950	8,585	57,382	23,925	–	97,397
Increase (decrease) in fund securities (note 7):										
Securities outstanding – beginning of period	12	2	–	–	887	747	2,478	846	12,943	3,376
Issued	6	6	–	–	2,044	71	3,252	1,429	1,416	6,096
Reinvested distributions	–	–	–	–	18	10	38	13	52	67
Redeemed	(9)	–	–	–	(24)	(22)	(443)	(83)	(14,411)	(483)
Securities outstanding – end of period	9	8	–	–	2,925	806	5,325	2,205	–	9,056

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

MACKENZIE DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

ALTERNATIVE FUND

STATEMENTS OF CASH FLOWS

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

	2018	2017
	\$	\$
Cash flows from operating activities		
Net increase (decrease) in net assets attributable to securityholders from operations	2,941	766
Adjustments for:		
Net realized loss (gain) on investments	(4,582)	(4,531)
Change in net unrealized loss (gain) on investments	5,659	7,532
Purchase of investments	(314,902)	(223,921)
Proceeds from sale and maturity of investments	239,375	68,845
Change in accrued interest receivable	(271)	(214)
Change in dividends receivable	(63)	(374)
Change in due from manager	16	6
Change in dividends payable on securities sold short	110	6
Change in due to manager	(42)	–
Change in margin on futures contracts	(1,343)	(191)
Net cash from operating activities	(73,102)	(152,076)
Cash flows from financing activities		
Proceeds from securities issued	304,142	168,920
Payments on redemption of securities	(230,109)	(25,430)
Distributions paid net of reinvestments	(2,423)	(970)
Net cash from financing activities	71,610	142,520
Net increase (decrease) in cash and cash equivalents	(1,492)	(9,556)
Cash and cash equivalents at beginning of period	79,341	38,769
Effect of exchange rate fluctuations on cash and cash equivalents	(384)	(1)
Cash and cash equivalents at end of period	77,465	29,212
Cash	22,977	1,636
Cash equivalents	54,488	27,576
Cash and cash equivalents at end of period	77,465	29,212
Supplementary disclosures on cash flow from operating activities:		
Dividends received	8,753	5,271
Dividends paid	4	–
Foreign taxes paid	799	672
Interest received	2,974	1,217
Interest paid	13	1

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MACKENZIE DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

ALTERNATIVE FUND

SCHEDULE OF INVESTMENTS

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS					
AAC holdings Inc. Term Loan 1st Lien F/R 06-30-2023	United States	Term Loans	USD 155,491	195	204
Al Ladder Luxembourg Term Loan B 1st Lien F/R 05-04-2025	United States	Term Loans	USD 130,000	162	169
AL Midcoast Holdings LLC B Term Loan 1st Lien F/R 06-28-2025	United States	Term Loans	USD 50,000	66	65
Alera Group Intermediate Holdings Inc. Term Loan B 1st Lien F/R 07-27-2025	United States	Term Loans	USD 29,925	39	39
Altice France SA Term Loan B13 1st Lien F/R 01-31-2026	France	Term Loans	USD 130,000	167	167
Altice SA 7.75% 05-15-2022 Callable 144A	Luxembourg	Corporate - Non Convertible	USD 250,000	317	314
AMC Entertainment Holdings Inc. 5.88% 11-15-2026 Callable	United States	Corporate - Non Convertible	USD 470,000	576	582
American Teleconferencing Services Ltd. Term Loan 1st Lien F/R 12-08-2021	United States	Term Loans	USD 92,084	122	115
Arch Merger Sub Inc. 8.50% 09-15-2025 Callable 2020 144A	United States	Corporate - Non Convertible	USD 1,100,000	1,344	1,342
Asian Development Bank 5.90% 12-20-2022	Supra - National	n/a	INR 3,520,000	68	59
ASP AMC Merger Sub Inc. 8.00% 05-15-2025 Callable 2020 144A	United States	Corporate - Non Convertible	USD 550,000	672	542
Atlantic Power Corp. 6.00% 12-31-2019 Conv.	United States	Corporate - Convertible	125,000	121	127
Ball Metalpack Finco LLC Term Loan B 1st Lien F/R 07-26-2025	United States	Term Loans	USD 69,825	91	91
Bausch Health Cos Inc. 5.63% 12-01-2021 Callable 144A	United States	Corporate - Non Convertible	USD 970,000	1,145	1,252
Bausch Health Cos Inc. 9.00% 12-15-2025 Callable 2021	United States	Corporate - Non Convertible	USD 440,000	556	613
Baytex Energy Corp. 5.625% 06-01-2024 Callable 2019 144A	Canada	Corporate - Non Convertible	USD 1,250,000	1,478	1,547
Beacon Escrow Corp. 4.88% 11-01-2025 Callable 2020 144A	United States	Corporate - Non Convertible	USD 70,000	84	84
Bellatrix Exploration Ltd. 8.50% 05-15-2020 Callable 144A	Canada	Corporate - Non Convertible	USD 175,000	185	145
BMC Acquisition Inc. Term Loan 1st Lien F/R 12-15-2024	United States	Term Loans	USD 49,625	63	65
Boardriders Inc. Term Loan B 1st Lien F/R 03-21-2024	United States	Term Loans	USD 128,678	162	168
BWAY Holding Co. 7.25% 04-15-2025 144A	United States	Corporate - Non Convertible	USD 150,000	200	190
Calfrac Holdings LP 8.50% 06-15-2026 Callable 2021 144A	Canada	Corporate - Non Convertible	USD 750,000	941	906
California Resources Corp. 8.00% 12-15-2022 Callable 2018 144A	United States	Corporate - Non Convertible	USD 1,200,000	1,182	1,483
Camelot Finance SA 7.88% 10-15-2024 Callable 2019 144A	United States	Corporate - Non Convertible	USD 375,000	498	483
Can Am Construction Inc./Canada Term Loan B 1st Lien F/R 07-01-2024	Canada	Term Loans	USD 356,896	457	466
Canada Goose Inc. Term Loan 1st Lien F/R 12-22-2021	Canada	Term Loans	USD 210,000	263	271
CareCentrix Inc. Term Loan 1st Lien F/R 03-22-2025	United States	Term Loans	USD 157,752	203	203
Careerbuilder LLC Term Loan 1st Lien F/R 07-31-2023	United States	Term Loans	USD 265,097	328	343
CCO Holdings LLC 5.13% 05-01-2027 Callable 2022 144A	United States	Corporate - Non Convertible	USD 50,000	62	61
CCS-CMGC Holdings Inc. Term Loan 1st Lien F/R 09-25-2025	United States	Term Loans	USD 60,000	77	77
Cequel Communications Holdings I LLC 7.50% 04-01-2028 144A Callable 2023	United States	Corporate - Non Convertible	USD 500,000	646	678
CEVA Logistics Finance BV 5.25% 08-01-2025 Callable 2021	United States	Corporate - Non Convertible	EUR 100,000	152	148
Chloe Ox Parent LLC Term Loan 1st Lien F/R 12-19-2024	United States	Term Loans	USD 19,900	25	26
CHS/Community Health Systems Inc. 5.13% 08-01-2021	United States	Corporate - Non Convertible	USD 200,000	233	252
Cincinnati Bell Inc. 7.00% 07-15-2024 Callable 2019 144A	United States	Corporate - Non Convertible	USD 750,000	899	897
Comfort Holding LLC Term Loan 1st Lien F/R 02-05-2024	United States	Term Loans	USD 128,050	165	160
Comfort Holding LLC Term Loan 2nd Lien F/R 02-03-2025	United States	Term Loans	USD 50,000	62	63
Commercial Vehicle Group Inc. Term Loan B 1st Lien F/R 03-30-2023	United States	Term Loans	USD 116,250	152	151
Communications Sales & Leasing Inc. 8.25% 10-15-2023 Callable 2019	United States	Corporate - Non Convertible	USD 40,000	47	50
Communications Sales & Leasing Inc. 7.13% 12-15-2024 Callable 2019 144A	United States	Corporate - Non Convertible	USD 330,000	403	392



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SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Conn's Inc. 7.25% 07-15-2022 Callable	United States	Corporate - Non Convertible	USD 20,000	23	26
Constellium NV 5.88% 02-15-2026 Callable 2020 144A	Netherlands	Corporate - Non Convertible	USD 20,000	25	25
Corel Corp. Term Loan 1st Lien F/R 05-11-2024	Canada	Term Loans	USD 80,000	102	104
Coronado Australian Holdings Pty Ltd. Term Loan B 1st Lien F/R 03-21-2025	United States	Term Loans	USD 57,936	72	76
Coronado Australian Holdings Pty Ltd. Term Loan C 1st Lien F/R 03-21-2025	United States	Term Loans	USD 15,840	20	21
Crew Energy Inc. 6.50% 03-14-2024 Callable	Canada	Corporate - Non Convertible	190,000	190	173
CSM Bakery Solutions LLC Term Loan 2nd Lien F/R 07-05-2021	United States	Term Loans	USD 60,000	71	75
CSM NV Term Loan B F/R 07-03-2020	United States	Term Loans	USD 86,549	106	109
CVR Partners LP 9.25% 06-15-2023 Callable 2019 144A	United States	Corporate - Non Convertible	USD 330,000	433	454
DHX Media Ltd. 5.88% 09-30-2024 Conv.	Canada	Corporate - Convertible	20,000	19	16
Digicert Holdings Inc. Term Loan 1st Lien F/R 09-20-2024	United States	Term Loans	USD 19,800	25	26
Digicert Holdings Inc. Term Loan 2nd Lien F/R 10-31-2025	United States	Term Loans	USD 50,000	61	65
DISH DBS Corp. 5.875% 11-15-2024	United States	Corporate - Non Convertible	USD 500,000	593	581
DMT Solutions Global Corp. Term Loan 1st Lien F/R 06-25-2024	United States	Term Loans	USD 493,750	637	633
Drax Group PLC 6.63% 11-01-2025 Callable 2021 144A	United Kingdom	Corporate - Non Convertible	USD 200,000	252	264
EagleTree-Carbide Acquisition Corp. Term Loan 1st Lien F/R 08-28-2024	United States	Term Loans	USD 178,400	222	231
Electrical Components International Inc. Term Loan 2nd Lien F/R 06-22-2026	United States	Term Loans	USD 20,000	25	24
Elo Touch Solutions Inc. Term Loan B 1st Lien F/R 10-25-2023	United States	Term Loans	USD 28,031	36	37
EmployBridge LLC Term Loan B 1st Lien F/R 04-10-2025	United States	Term Loans	USD 59,250	74	77
Ensono LP Term Loan 1st Lien F/R 04-30-2025	United States	Term Loans	USD 79,800	101	104
Enterprise Merger Sub Inc. Term Loan 1st Lien F/R 09-28-2025	United States	Term Loans	USD 280,000	361	361
Enterprise Merger Sub Inc. 8.75% 10-15-2026 Callable 2021	United States	Corporate - Non Convertible	USD 20,000	25	25
Exela Intermediate LLC Term Loan B 1st Lien F/R 07-12-2023	United States	Term Loans	USD 543,815	725	713
Exela Intermediate LLC 10.00% 07-15-2023 Callable 2020 144A	United States	Corporate - Non Convertible	USD 360,000	466	496
FAGE International SA/FAGE USA Dairy Industry Inc. 5.625% 08-15-2026 Callable 2021 144A	Luxembourg	Corporate - Non Convertible	USD 540,000	640	643
Financial & Risk US Holdings Inc. Term Loan B 1st Lien F/R 10-01-2025	United States	Term Loans	USD 340,000	440	439
Financial & Risk US Holdings Inc. 6.25% 05-15-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 40,000	52	52
Financial & Risk US Holdings Inc. 8.25% 11-15-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 110,000	143	141
First Quantum Minerals Ltd. 7.25% 04-01-2023 Callable 2019 144A	Zambia	Corporate - Non Convertible	USD 750,000	957	928
First Quantum Minerals Ltd. 6.88% 03-01-2026 Callable 2021 144A	Zambia	Corporate - Non Convertible	USD 140,000	177	165
Fusion Connect Inc. Term Loan B 1st Lien F/R 05-03-2023	United States	Term Loans	USD 39,250	48	48
FXI Holdings Inc. 7.88% 11-01-2024 Callable 2020 144A	United States	Corporate - Non Convertible	USD 375,000	480	463
Gateway Casinos & Entertainment Ltd. 8.25% 03-01-2024 Callable 2020 144A	Canada	Corporate - Non Convertible	USD 300,000	397	413
Gentiva Health Services Inc. Term Loan 1st Lien F/R 06-21-2025	United States	Term Loans	USD 68,416	90	90
GFL Environmental Inc. 5.38% 03-01-2023 Callable 2020 144A	Canada	Corporate - Non Convertible	USD 100,000	122	122
GFL Environmental Inc. 7.00% 06-01-2026 Callable 2021 144A	Canada	Corporate - Non Convertible	USD 250,000	318	313
Green Plains Inc. Term Loan B 1st Lien F/R 08-29-2023	United States	Term Loans	USD 138,600	173	182
Hadrian Merger Sub Inc. 8.50% 05-01-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 571,000	727	706
Hardwoods Acquisition Inc. 7.50% 08-01-2021 Callable 144A	United States	Corporate - Non Convertible	USD 95,000	83	113



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INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

ALTERNATIVE FUND

SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
BONDS (cont'd)					
Hub International Ltd. 7.00% 05-01-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 40,000	51	52
Hudson River Trading LLC Term Loan 1st Lien F/R 03-20-2025	United States	Term Loans	USD 109,450	142	143
IDB Development Corp. Inflation-Linked Bond 4.95% 12-18-2025	Israel	Corporate - Non Convertible	ILS 2,969	1	1
Imagine! Print Solutions Inc. Term Loan 1st Lien F/R 06-21-2022	United States	Term Loans	USD 297,733	362	363
Intermedia Holdings Inc. Term Loan B 1st Lien F/R 07-13-2025	United States	Term Loans	USD 40,000	52	52
Invesque Inc. 5.00% 01-31-2022 Callable 2021	Canada	Corporate - Convertible	USD 1,600,000	1,970	1,965
iQor US Inc. Term Loan 2nd Lien F/R 04-01-2022	United States	Term Loans	USD 250,000	301	259
iQor US Inc. Term Loan B 1st Lien F/R 04-01-2021	United States	Term Loans	USD 67,773	74	82
Isagenix International LLC Term Loan 1st Lien F/R 04-26-2025	United States	Term Loans	USD 138,250	176	179
Itron Inc. 5.00% 01-15-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 110,000	140	137
KEMET Corp. Term Loan B 1st Lien F/R 04-26-2024	United States	Term Loans	USD 215,625	282	284
Keystone Peer Review Organization Holdings Inc. Term Loan 1st Lien F/R 05-01-2024	United States	Term Loans	USD 59,418	80	77
Kindred Healthcare Inc. Term Loan B 1st Lien F/R 06-21-2025	United States	Term Loans	USD 70,000	92	91
Kronos Acquisition Holdings Inc. 9.00% 08-15-2023 144A	Canada	Corporate - Non Convertible	USD 320,000	379	390
L Brands Inc. 6.95% 03-01-2033	United States	Corporate - Non Convertible	USD 200,000	251	211
LD Intermediate Holdings Inc. Term Loan B 1st Lien F/R 12-09-2022	United States	Term Loans	USD 216,405	245	271
Lee Enterprises Inc. 9.50% 03-15-2022 Callable 2018 144A	United States	Corporate - Non Convertible	USD 290,000	378	390
LifeMiles Ltd. Term Loan B 1st Lien F/R 08-18-2022	Colombia	Term Loans	USD 154,154	196	203
LifeScan Global Corp. Term Loan 1L F/R 06-19-2024	United States	Term Loans	USD 170,000	219	218
LifeScan Global Corp. Term Loan 2nd Lien F/R 06-19-2025	United States	Term Loans	USD 50,000	64	62
Livingston International Inc. Term Loan 1st Lien F/R 03-18-2020	Canada	Term Loans	48,984	46	47
Logibec Groupe Informatique Ltd. Term Loan 1st Lien F/R 12-31-2018	Canada	Term Loans	99,105	94	94
Matterhorn Merger Sub LLC 8.50% 06-01-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 394,000	504	498
McAfee LLC Term Loan 2nd Lien F/R 09-29-2025	United States	Term Loans	USD 500,000	614	661
McAfee LLC Term Loan B 1st Lien F/R 09-30-2024	United States	Term Loans	USD 78,602	97	103
McDermott Technology Americas Inc. Term Loan B 1st Lien F/R 04-05-2025	United States	Term Loans	USD 79,475	99	104
McGraw-Hill Global Education Holdings LLC 7.88% 05-15-2024 Callable 144A	United States	Corporate - Non Convertible	USD 760,000	917	885
MEG Energy Corp. 7.00% 03-31-2024 Callable 2018 144A	Canada	Corporate - Non Convertible	USD 1,245,000	1,392	1,470
Meredith Corp. 6.88% 02-01-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 210,000	268	278
Millar Western Forest Products Ltd. 9.50% 06-20-2023 Callable 2020	Canada	Corporate - Non Convertible	500,000	500	510
Mountain Province Diamonds Inc. 8.00% 12-15-2022 Callable 2019 144A	Canada	Corporate - Non Convertible	USD 250,000	311	331
Neenah Foundry Co. Term Loan B 1st Lien F/R 12-08-2022	United States	Term Loans	USD 47,760	61	61
New Red Finance Inc. 5.00% 10-15-2025 Callable 2020 144A	Canada	Corporate - Non Convertible	USD 180,000	221	223
Numericable-SFR 7.38% 05-01-2026 Callable 2021 144A	France	Corporate - Non Convertible	USD 200,000	260	259
NWH Escrow Corp. 7.50% 08-01-2021 Callable 144A	United States	Corporate - Non Convertible	USD 200,000	220	237
Office Depot Inc. Term Loan B 1st Lien F/R 11-08-2022	United States	Term Loans	USD 111,000	137	147
OpenLink International Inc. Term Loan B 1st Lien F/R 03-21-2025	United States	Term Loans	USD 39,251	50	51
Owens & Minor Inc. Term Loan B 1st Lien F/R 05-01-2025	United States	Term Loans	USD 110,000	139	135
OZ Management LP Term Loan 1st Lien F/R 04-04-2023	United States	Term Loans	USD 82,000	104	107
The Pasha Group Term Loan B 1st Lien F/R 12-13-2022	United States	Term Loans	USD 71,331	89	94



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BONDS (cont'd)					
Petroleos De Venezuela SA 6.00% 05-16-2024	Venezuela	Corporate - Non Convertible	USD 332,000	107	94
PetSmart Inc. Term Loan B2 1st Lien F/R 03-10-2022	United States	Term Loans	USD 927,004	1,007	1,049
PLH Group Inc. Term Loan 1st Lien F/R 08-06-2023	United States	Term Loans	USD 105,000	132	134
PNI Canada Acquireco Corp. Term Loan B 1st Lien F/R 08-23-2022	Canada	Term Loans	USD 29,352	35	38
Polar US Borrower LLC Term Loan 1st Lien F/R 08-21-2025	United States	Term Loans	USD 110,000	138	143
Prospect Medical Holdings Inc. Term Loan B 1st Lien F/R 02-15-2024	United States	Term Loans	USD 159,050	196	209
PS HoldCo LLC Term Loan 1st Lien F/R 03-02-2025	United States	Term Loans	USD 49,875	64	65
PSC Industrial Outsourcing LP Term Loan 2nd Lien F/R 10-05-2025	United States	Term Loans	USD 50,000	62	65
Quad Graphics Inc. 7.00% 05-01-2022	United States	Corporate - Non Convertible	USD 40,000	45	53
R1 RCM Inc. Term Loan B 1st Lien F/R 05-02-2025	United States	Term Loans	USD 80,000	100	104
Rackspace Hosting Inc. 8.63% 11-15-2024 Callable 2019 144A	United States	Corporate - Non Convertible	USD 1,140,000	1,487	1,436
Research Now Group Inc. Term Loan 1st Lien F/R 12-20-2024	United States	Term Loans	USD 148,776	182	193
Research Now Group Inc. Term Loan 2nd Lien F/R 12-20-2025	United States	Term Loans	USD 30,000	36	38
Restaurant Technologies Inc. Term Loan 2nd Lien F/R 09-24-2026	United States	Term Loans	USD 750,000	966	981
Rite Aid Corp. 6.125% 04-01-2023 Callable 2018 144A	United States	Corporate - Non Convertible	USD 500,000	595	581
Rite Aid Corp. 7.70% 02-15-2027	United States	Corporate - Non Convertible	USD 820,000	993	828
Russel Metals Inc. 6.00% 03-16-2026 Callable 2021	Canada	Corporate - Non Convertible	190,000	190	192
Sanchez Energy Corp. 6.125% 01-15-2023	United States	Corporate - Non Convertible	USD 300,000	321	222
Savage Enterprises LLC Term Loan B 1st Lien F/R 07-02-2025	United States	Term Loans	USD 98,500	127	129
Sequel Merger Sub II LLC B Term Loan 1st Lien F/R 07-02-2025	United States	Term Loans	USD 40,000	53	52
SIRVA Worldwide Inc. Term Loan 1st Lien F/R 07-31-2025	United States	Term Loans	USD 97,000	124	126
Source Energy Services Canada LP 10.50% 12-15-2021 Callable 2018 144A	Canada	Corporate - Non Convertible	1,081,000	1,124	1,151
Springs Window Fashion Holdings Inc. Term Loan 2nd Lien F/R 05-24-2026	United States	Term Loans	USD 350,000	431	439
Sprint Capital Corp. 6.875% 11-15-2028	United States	Corporate - Non Convertible	USD 640,000	839	832
Sprint Corp. 7.125% 06-15-2024	United States	Corporate - Non Convertible	USD 360,000	477	483
SRS Distribution Inc. 8.25% 07-01-2026 Callable 2021 144A	United States	Corporate - Non Convertible	USD 439,000	562	555
Star West Generation LLC Term Loan B 1st Lien F/R 03-13-2020	United States	Term Loans	USD 677,119	752	859
Stars Group Holdings BV 7.00% 07-15-2026 Callable 2021 144A	Canada	Corporate - Non Convertible	USD 230,000	305	307
Superior Plus LP 7.00% 07-15-2026 Callable 2021 144A	Canada	Corporate - Non Convertible	USD 400,000	530	521
Talen Energy Supply LLC 9.50% 07-15-2022 Callable 2020 144A	United States	Corporate - Non Convertible	USD 420,000	530	544
Talen Energy Supply LLC 10.50% 01-15-2026 Callable 2022 144A	United States	Corporate - Non Convertible	USD 70,000	87	82
Team Health Holdings Inc. 6.38% 02-01-2025 Callable 2020 144A	United States	Corporate - Non Convertible	USD 510,000	578	579
Tenet Healthcare Corp. 6.75% 06-15-2023	United States	Corporate - Non Convertible	USD 555,000	696	716
Teva Pharmaceutical Finance Netherlands III BV 3.15% 10-01-2026 Callable	Israel	Corporate - Non Convertible	USD 81,000	84	87
Teva Pharmaceutical Industries Ltd. 2.80% 07-21-2023	Israel	Corporate - Non Convertible	USD 250,000	293	288
Titan Acquisition Ltd. Term Loan 1st Lien F/R 03-16-2025	United Kingdom	Term Loans	USD 99,749	122	126
Titan Acquisition Ltd. 7.75% 04-15-2026 Callable 2021 144A	United Kingdom	Corporate - Non Convertible	USD 280,000	367	316
Traverse Midstream Partners LLC Term Loan B 1st Lien F/R 09-21-2024	United States	Term Loans	USD 30,000	37	39
Trico Products Corp. Term Loan 1st Lien F/R 02-02-2024	United States	Term Loans	USD 19,439	23	25
Trilogy International Partners LLC 8.88% 05-01-2022 Callable 2019 144A	United States	Corporate - Non Convertible	USD 180,000	242	236



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BONDS (cont'd)					
Uber Technologies Inc. Term Loan 1st Lien F/R 03-21-2025	United States	Term Loans	USD 169,575	218	221
Ultra Clean Holdings Inc. Term Loan B 1st Lien F/R 08-27-2025	United States	Term Loans	USD 160,000	206	205
Vesta Energy Corp. 8.13% 07-24-2023 Callable 2020 144A	Canada	Corporate - Non Convertible	530,000	530	526
VRX Escrow Corp. 6.125% 04-15-2025 Callable 2020 144A	United States	Corporate - Non Convertible	USD 500,000	608	616
VVC Holding Corp. Term Loan 1st Lien F/R 07-03-2025	United States	Term Loans	USD 120,000	155	153
Vyair Medical Inc. Term Loan B 1st Lien F/R 04-06-2025	United States	Term Loans	USD 49,875	60	63
W/S Packaging Holdings Inc. 9.00% 04-15-2023 Callable 2020 144A	United States	Corporate - Non Convertible	USD 370,000	478	495
WellDyneDx Inc. Term Loan 1st Lien F/R 08-16-2022	United States	Term Loans	USD 105,325	131	135
Werner FinCo LP Term Loan 1st Lien F/R 06-23-2024	United States	Term Loans	USD 98,975	129	128
Western Dental Services Inc. Term Loan B 1st Lien F/R 06-23-2023	United States	Term Loans	USD 612,250	771	795
WeWork Companies Inc. 7.88% 05-01-2025 144A	United States	Corporate - Non Convertible	USD 330,000	410	414
Williams Scotsman International Inc. 7.88% 12-15-2022 Callable 2019 144A	United States	Corporate - Non Convertible	USD 595,000	776	796
Wind Tre SPA 5.00% 01-20-2026 Callable 2020	Italy	Corporate - Non Convertible	USD 300,000	336	334
Xplornet Communications Inc. 9.63% 06-01-2022 Callable 2019 144A	Canada	Corporate - Non Convertible	USD 166,407	220	221
Yak Access LLC Term Loan B 1st Lien F/R 06-26-2025	United States	Term Loans	USD 140,000	179	175
Yak Access LLC Term Loan B 2nd Lien F/R 06-29-2026	United States	Term Loans	USD 20,000	24	25
YRC Worldwide Inc. Term Loan 1st Lien F/R 07-21-2022	United States	Term Loans	USD 210,556	261	277
Zotec Partners LLC Term Loan 1st Lien F/R 02-09-2024	United States	Term Loans	USD 88,627	110	115
Total bonds				56,338	56,860
EQUITIES					
A.O. Smith Corp.	United States	Industrials	4,356	327	300
AAON Inc.	United States	Industrials	1,720	84	84
Abertis Infraestructuras SA	Spain	Industrials	2,993	68	82
Absolute Software Corp.	Canada	Information Technology	17,327	129	130
Advanced Metallurgical Group NV	Netherlands	Materials	12,049	529	722
AECOM	United States	Industrials	4,239	181	179
Aerojet Rocketdyne Holdings Inc.	United States	Industrials	86,258	3,393	3,789
Aeroports de Paris	France	Industrials	400	69	116
The AES Corp.	United States	Utilities	16,344	288	296
AG Mortgage Investment Trust Inc.	United States	Financials	14,714	337	346
AGNC Investment Corp.	United States	Financials	106,916	2,832	2,574
Air Transport Services Group Inc.	United States	Industrials	2,144	63	59
AK Steel Holding Corp.	United States	Materials	10,761	69	68
Akelius Residential Property AB Pfd.	Sweden	Real Estate	7,500	371	372
Alcentra Capital Corp.	United States	Financials	69,744	913	539
Allegion PLC	United States	Industrials	2,419	261	283
Allete Inc.	United States	Utilities	1,422	142	138
Alliance Data Systems Corp.	United States	Information Technology	15,509	4,481	4,733
Alliant Energy Corp.	United States	Utilities	10,192	555	561
AMERCO	United States	Industrials	10,192	4,656	4,698
Ameren Corp.	United States	Utilities	5,907	484	483
American Electric Power Co. Inc.	United States	Utilities	11,620	1,071	1,064
Amiyaki Tei Co. Ltd.	Japan	Consumer Discretionary	1,500	81	78



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EQUITIES (cont'd)					
Andritz AG	Austria	Industrials	39,751	2,823	2,997
Anhui Expressway Co. Ltd.	China	Industrials	265,863	276	208
Annaly Capital Management Inc.	United States	Financials	201,449	2,880	2,663
Annaly Capital Management Inc. 7.50% Pfd. Series D	United States	Financials	9,673	319	317
Anworth Mortgage Asset Corp.	United States	Financials	36,778	260	220
Apogee Enterprises Inc.	United States	Industrials	1,027	63	55
Apollo Commercial Real Estate Finance Inc.	United States	Financials	45,520	1,073	1,110
Apollo Investment Corp.	United States	Financials	206,206	1,633	1,450
Aqua America Inc.	United States	Utilities	4,614	223	220
Arbor Realty Trust Inc.	United States	Financials	243,026	2,760	3,605
ArcBest Corp.	United States	Industrials	975	60	61
Ares Capital Corp.	United States	Financials	273,792	6,145	6,082
Ares Commercial Real Estate Corp.	United States	Financials	68,469	1,177	1,236
ARMOUR Residential REIT Inc. Pfd. Series A	United States	Financials	13,453	420	445
ARMOUR Residential REIT Inc.	United States	Financials	20,277	621	588
Armstrong World Industries Inc.	United States	Industrials	1,473	131	132
Asia Pile Holdings Corp.	Japan	Materials	41,700	315	403
Assured Guaranty Ltd.	United States	Financials	18,137	927	990
Atlantia SPA	Italy	Industrials	17,746	614	476
Atlas Air Worldwide Holdings Inc.	United States	Industrials	860	74	71
Atmos Energy Corp.	United States	Utilities	4,318	497	524
Auckland International Airport Ltd.	New Zealand	Industrials	53,239	310	333
Ayala Land Inc.	Philippines	Real Estate	500,000	553	479
Baoye Group Co. Ltd.	China	Industrials	191,000	181	141
Bapcor Ltd.	Australia	Consumer Discretionary	78,678	431	563
BBA Aviation PLC	United Kingdom	Industrials	15,971	72	81
Belmond Ltd. Class A	United Kingdom	Consumer Discretionary	131,408	2,162	3,099
Big Lots Inc.	United States	Consumer Discretionary	10,000	543	540
Black Hills Corp.	United States	Utilities	1,552	121	117
BlackRock Kelso Capital Corp.	United States	Financials	148,162	1,381	1,130
Blackstone Mortgage Trust Inc.	United States	Financials	20,465	839	886
Bovis Homes Group PLC	United Kingdom	Consumer Discretionary	13,187	215	238
Brookfield Business Partners LP	Canada	Industrials	44,897	2,188	2,658
Brunswick Corp.	United States	Consumer Discretionary	39,887	3,234	3,455
Builders FirstSource Inc.	United States	Industrials	3,798	81	72
Bulten AB	Sweden	Consumer Discretionary	37,197	644	580
C.H. Robinson Worldwide Inc.	United States	Industrials	3,360	415	425
Capstead Mortgage Corp.	United States	Financials	48,362	624	494
Carlisle Companies Inc.	United States	Industrials	29,873	4,294	4,702
Catena AB	Sweden	Real Estate	7,055	152	204
Cavco Industries Inc.	United States	Consumer Discretionary	294	87	96
CenterPoint Energy Inc.	United States	Utilities	10,580	390	378
Centuria Industrial REIT	Australia	Real Estate	56,728	143	150
Chenerie Energy Inc.	United States	Energy	1,136	75	102
Chimera Investment Corp.	United States	Financials	48,738	1,127	1,142
China Everbright Greentech Ltd.	China	Utilities	1,518	2	2
China Everbright International Ltd.	China	Industrials	270,061	448	301
City of London Investment Group PLC	United Kingdom	Financials	74,930	518	511



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EQUITIES (cont'd)					
Clearway Energy Inc. Class A	United States	Utilities	3,329	81	82
Clearway Energy Inc. Class C	United States	Utilities	3,341	81	83
CMS Energy Corp.	United States	Utilities	6,859	437	434
CNH Industrial NV	United Kingdom	Industrials	194,519	2,977	3,019
Cohort PLC	United Kingdom	Industrials	116,519	806	785
Comfort Systems USA Inc.	United States	Industrials	1,230	84	90
Companhia de Saneamento Basico do Estado de Sao Paulo ADR (SABESP)	Brazil	Utilities	60,000	628	457
Consolidated Edison Inc.	United States	Utilities	7,455	758	734
Continental Building Products Inc.	United States	Industrials	1,444	64	70
Cortland Credit Institutional LP Unit	Canada	Financials	3,448,668	34,549	34,549
Covia Holdings Corp.	United States	Energy	4,072	71	47
CryoLife Inc.	United States	Health Care	33,834	926	1,539
CSX Corp.	United States	Industrials	19,420	1,843	1,858
D.R. Horton Inc.	United States	Consumer Discretionary	9,388	514	512
Daido Kogyo Co. Ltd.	Japan	Industrials	41,200	777	547
Danaher Corp.	United States	Health Care	11,879	1,469	1,668
Digi International Inc.	United States	Information Technology	33,693	480	586
Dominion Resources Inc.	United States	Utilities	1,908	184	173
Dream Office Real Estate Investment Trust	Canada	Real Estate	35,000	753	847
DTE Energy Co.	United States	Utilities	4,310	617	608
Duke Energy Corp.	United States	Utilities	16,409	1,727	1,697
Dycom Industries Inc.	United States	Industrials	910	106	99
Dynex Capital Inc.	United States	Financials	86,909	768	717
Eagle Materials Inc.	United States	Materials	45,405	5,110	5,002
Ebara Corp.	Japan	Industrials	41,453	1,911	1,849
Edison International	United States	Utilities	9,652	859	844
Elders Ltd.	Australia	Consumer Staples	78,678	429	521
Elevate Credit Inc.	United States	Financials	18,155	227	189
Eli Lilly and Co.	United States	Health Care	38,695	4,337	5,366
Ellington Residential Mortgage REIT	United States	Financials	65,197	1,138	951
EMCOR Group Inc.	United States	Industrials	1,573	158	153
Emperor Capital Group Ltd.	Hong Kong	Financials	813,950	94	53
Encompass Health Corp.	United States	Health Care	2,510	248	253
Energy Fuels Inc.	United States	Energy	300	–	1
Enplas Corp.	Japan	Information Technology	41,100	1,884	1,524
Entergy Corp.	United States	Utilities	4,755	503	499
Envision Healthcare Corp.	United States	Health Care	3,231	189	191
ESPEC Corp.	Japan	Information Technology	18,700	437	463
Eversource Energy	United States	Utilities	7,584	602	602
Exantas Capital Corp.	United States	Financials	23,839	330	338
Exchange Income Corp.	Canada	Industrials	39,976	1,353	1,322
Exelon Corp.	United States	Utilities	22,678	1,267	1,280
Expeditors International of Washington Inc.	United States	Industrials	4,170	408	396
FedEx Corp.	United States	Industrials	5,735	1,814	1,785
Ferrovial SA	Spain	Industrials	2,616	69	70
Fidus Investment Corp.	United States	Financials	54,327	1,131	1,026
FirstEnergy Corp.	United States	Utilities	11,518	541	553
Flughafen Wien AG	Austria	Industrials	4,503	178	237



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EQUITIES (cont'd)					
Flughafen Zuerich AG	Switzerland	Industrials	797	194	208
Fortum OYJ	Finland	Utilities	26,067	564	844
Fortune Brands Home & Security Inc.	United States	Industrials	3,805	267	257
Forward Air Corp.	United States	Industrials	984	83	91
Foxconn Technology Co. Ltd.	Taiwan	Information Technology	122,000	452	386
Fraport AG	Germany	Industrials	862	81	98
Fuji Oil Co. Ltd.	Japan	Consumer Staples	1,500	48	61
Fuji Pharma Co. Ltd.	Japan	Health Care	4,946	105	101
Fujitsu Frontech Ltd.	Japan	Information Technology	7,332	146	103
The Fukushima Bank Ltd.	Japan	Financials	10,195	107	85
Fusion Partners Co.	Japan	Information Technology	29,700	279	402
Geberit AG	Switzerland	Industrials	3,562	2,038	2,135
Genesee & Wyoming Inc. Class A	United States	Industrials	1,579	180	186
Gilead Sciences Inc.	United States	Health Care	4,300	453	429
Goldman Sachs BDC Inc.	United States	Financials	56,343	1,713	1,615
Granite Point Mortgage Trust Inc.	United States	Financials	26,700	632	665
Grupo Aeroportuario del Centro Norte SAB de CV (OMA)	Mexico	Industrials	7,453	50	69
Grupo Aeroportuario del Pacifico SAB de CV	Mexico	Industrials	10,354	126	146
Halma PLC	United Kingdom	Information Technology	68,325	1,366	1,663
Hawaiian Electric Industries Inc.	United States	Utilities	3,041	140	140
HCA Holdings Inc.	United States	Health Care	7,563	1,246	1,360
HCP Inc.	United States	Real Estate	15,002	592	510
Heartland Bank Ltd.	New Zealand	Financials	190,562	316	282
Heartland Express Inc.	United States	Industrials	2,858	74	73
Hera SPA	Italy	Utilities	342,897	1,490	1,380
Herbalife Ltd.	United States	Consumer Staples	4,069	286	287
High Arctic Energy Services Inc.	Canada	Energy	82,425	378	342
Highland Gold Mining Ltd.	Jersey	Materials	62,196	165	154
Hopewell Highway Infrastructure Ltd.	Hong Kong	Industrials	259,219	188	176
Hub Group Inc. Class A	United States	Industrials	1,186	73	70
Hunt Companies Finance Trust Inc.	United States	Financials	213,895	1,379	1,037
Huntsman Corp.	United States	Materials	30,000	1,218	1,056
Husky Energy Inc. 4.45% 12-31-2049 Pfd. Series 1	Canada	Energy	22,035	373	391
Iberdrola SA	Spain	Utilities	38,000	356	361
IDACORP Inc.	United States	Utilities	1,358	171	174
IDEX ASA	Norway	Information Technology	117,198	122	139
IMF Bentham Ltd.	Australia	Financials	172,345	371	488
Ingersoll-Rand PLC	United States	Industrials	36,978	4,341	4,889
Inland Homes PLC	United Kingdom	Real Estate	60,885	66	61
Integrated Research Ltd.	Australia	Information Technology	31,440	99	80
Interface Inc.	United States	Industrials	2,139	66	65
International Container Terminal Services Inc.	Philippines	Industrials	111,825	249	252
Invesco Mortgage Capital Inc.	United States	Financials	24,674	499	504
iomart Group PLC	United Kingdom	Information Technology	40,790	230	298
Israel Chemicals Ltd.	Israel	Materials	112,885	638	890
J.B. Hunt Transport Services Inc.	United States	Industrials	2,646	417	407
JCU Corp.	Japan	Materials	6,600	175	206
Jiangsu Expressway Co. Ltd. H	China	Industrials	62,085	115	103



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SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
EQUITIES (cont'd)					
Johnson Controls International PLC	United States	Industrials	70,913	3,251	3,207
Johnson Service Group PLC	United Kingdom	Industrials	45,925	102	104
Just Energy Group Inc.	Canada	Utilities	85,124	594	341
Kansas City Southern	United States	Industrials	2,638	393	386
KB Home	United States	Consumer Discretionary	2,884	91	89
KBR Inc.	United States	Industrials	4,217	107	115
Kinder Morgan Inc.	United States	Energy	56,685	1,389	1,299
Kito Corp.	Japan	Industrials	6,520	100	155
Klepierre	France	Real Estate	2,864	165	131
Kotobuki Spirits Co. Ltd.	Japan	Consumer Staples	26,900	1,309	1,637
Kvaerner ASA	Norway	Energy	108,059	215	258
Ladder Capital Corp.	United States	Financials	35,000	761	766
Land Securities Group PLC	United Kingdom	Real Estate	4,330	97	64
Landstar System Inc.	United States	Industrials	1,120	169	177
Lectra	France	Information Technology	18,729	659	631
Lennar Corp. Class A	United States	Consumer Discretionary	8,171	538	493
Lennox International Inc.	United States	Industrials	1,040	287	294
LifePoint Health Inc.	United States	Health Care	1,168	99	97
Malibu Boats Inc. Class A	United States	Consumer Discretionary	77,181	2,553	5,458
Marten Transport Ltd.	United States	Industrials	2,100	60	57
Martin Marietta Materials Inc.	United States	Materials	1,547	417	364
Masco Corp.	United States	Industrials	7,791	382	369
Masonite Worldwide Holdings Inc.	Canada	Industrials	930	81	77
Matson Inc.	United States	Industrials	1,494	72	77
Matthews International Corp. Class A	United States	Industrials	16,209	1,111	1,050
Mazor Robotics Ltd.	Israel	Health Care	27,233	806	1,011
McBride PLC	United Kingdom	Consumer Staples	187,335	610	447
Medley Capital Corp.	United States	Financials	135,850	1,058	671
Meredith Corp.	United States	Consumer Discretionary	59,008	3,998	3,893
MFA Financial Inc.	United States	Financials	107,466	1,102	1,021
Monroe Capital Corp.	United States	Financials	36,387	706	638
National Grid PLC	United Kingdom	Utilities	99,071	1,710	1,320
National HealthCare Corp.	United States	Health Care	609	58	59
National Presto Industries Inc.	United States	Industrials	(7,239)	(1,240)	(1,213)
National Storage REIT	Australia	Real Estate	105,359	158	164
NCI Building Systems Inc.	United States	Industrials	2,708	55	53
New Jersey Resources Corp.	United States	Utilities	2,446	146	146
New Residential Investment Corp.	United States	Financials	40,406	826	931
New York Mortgage Trust Inc.	United States	Financials	13,406	109	105
NextEra Energy Inc.	United States	Utilities	8,213	1,812	1,779
Nexus AG	Germany	Health Care	15,739	544	630
NicOx SA	France	Health Care	71,183	1,024	685
Nippon Systemware Co. Ltd.	Japan	Information Technology	28,800	697	681
Nissei ASB Machine Co. Ltd.	Japan	Industrials	19,000	969	1,029
Nittoc Construction Co. Ltd.	Japan	Industrials	34,376	232	289
Norfolk Southern Corp.	United States	Industrials	9,973	2,141	2,326
NorthWestern Corp.	United States	Utilities	9,093	705	689
Nucor Corp.	United States	Materials	7,619	651	625



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	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
EQUITIES (cont'd)					
NZX Ltd.	New Zealand	Financials	118,866	120	112
Oaktree Capital Group LLC	United States	Financials	17,235	1,003	922
Oeneo SA	France	Materials	5,809	80	97
Oenon Holdings Inc.	Japan	Consumer Staples	175,100	628	815
OGE Energy Corp.	United States	Utilities	5,108	243	240
Old Dominion Freight Line Inc.	United States	Industrials	1,955	393	407
OneMarket Ltd.	Australia	Information Technology	770	1	1
Orchid Island Capital Inc.	United States	Financials	11,420	143	107
Otter Tail Corp.	United States	Utilities	1,293	82	80
Owens Corning Inc.	United States	Industrials	3,111	237	218
Oxford Square Capital Corp.	United States	Financials	59,440	555	547
Patrick Industries Inc.	United States	Industrials	906	73	69
Patterson Companies Inc.	United States	Health Care	110,801	3,363	3,501
Peab AB	Sweden	Industrials	36,958	441	437
PennantPark Investment Corp.	United States	Financials	208,682	2,150	2,012
PennyMac Mortgage Investment Trust	United States	Financials	22,692	522	594
Pentair PLC	United Kingdom	Industrials	50,000	2,927	2,801
Pinnacle West Capital Corp.	United States	Utilities	2,795	292	286
Plains GP Holdings LP	United States	Energy	4,289	136	136
PNM Resources Inc.	United States	Utilities	2,309	117	118
Poly Culture Group Corp. Ltd.	China	Consumer Discretionary	105,532	319	172
Polymetal International PLC	Russia	Materials	50,000	881	517
POLYTEC Holding AG	Austria	Consumer Discretionary	10,548	244	173
Portland General Electric Co.	United States	Utilities	2,456	146	145
PPL Corp.	United States	Utilities	18,102	690	684
PrairieSky Royalty Ltd.	Canada	Energy	36,000	1,071	817
Premier Inc. Class A	United States	Health Care	1,690	89	100
Primoris Services Corp.	United States	Industrials	1,887	65	61
Prospect Capital Corp.	United States	Financials	320,869	3,369	3,039
Public Service Enterprise Group Inc.	United States	Utilities	11,994	814	818
PulteGroup Inc.	United States	Consumer Discretionary	7,504	270	240
Qube Holdings Ltd.	Australia	Industrials	113,579	279	290
Reading International Inc.	United States	Consumer Discretionary	41,261	849	842
Redwood Trust Inc.	United States	Financials	45,797	992	961
Regional Management Corp.	United States	Financials	18,553	755	691
Reliance Steel & Aluminum Co.	United States	Materials	1,887	221	208
Resolute Forest Products Inc.	United States	Materials	50,000	935	837
Restaurant Brands New Zealand Ltd.	New Zealand	Consumer Discretionary	25,722	146	172
Rexnord Corp.	United States	Industrials	73,967	2,506	2,944
Rnb Retail and Brands AB	Sweden	Consumer Discretionary	160,466	312	196
Rural Funds Group	Australia	Real Estate	255,982	505	521
Safestyle UK PLC	United Kingdom	Industrials	97,037	401	86
Saia Inc.	United States	Industrials	812	83	80
Satori Electric Co. Ltd.	Japan	Information Technology	8,773	92	102
SBS Holdings Inc.	Japan	Industrials	34,100	368	623
Seikitokyo Kogyo Co. Ltd.	Japan	Industrials	115,700	834	931
Select Medical Holdings Corp.	United States	Health Care	3,792	99	90
Severn Trent PLC	United Kingdom	Utilities	88,309	3,179	2,750



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As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
EQUITIES (cont'd)					
Shaw Communications Inc. Pfd Series A	Canada	Consumer Discretionary	15,000	253	278
Shenandoah Telecommunications Co.	United States	Telecommunication Services	1,724	78	86
Shinnihon Corp.	Japan	Industrials	39,900	456	562
SIAS SPA	Italy	Industrials	35,000	618	669
Simpson Manufacturing Co. Inc.	United States	Industrials	1,403	121	131
Solar Senior Capital Ltd.	United States	Financials	69,249	1,549	1,495
Source Energy Services Ltd.	Canada	Energy	3,094	29	13
Southern Co.	United States	Utilities	26,548	1,606	1,496
Spectrum ASA	Norway	Energy	18,908	110	185
Sprint Corp.	United States	Telecommunication Services	95,969	732	811
St. Barbara Ltd.	Australia	Materials	75,639	225	247
Standex International Corp.	United States	Industrials	23,774	3,373	3,203
Stanley Black & Decker Inc. 5.75% Pfd.	United States	Industrials	12,564	415	407
Starbucks Corp.	United States	Consumer Discretionary	(7,014)	(470)	(515)
Starwood Property Trust Inc.	United States	Financials	59,872	1,695	1,665
Steel Dynamics Inc.	United States	Materials	5,778	359	337
Stericycle Inc.	United States	Industrials	14,000	1,227	1,062
Stockland Stapled Securities	Australia	Real Estate	35,642	152	138
Sunningdale Tech Ltd.	Singapore	Industrials	132,966	239	189
Sysco Corp.	United States	Consumer Staples	12,207	1,155	1,156
Tahoe Resources Inc.	United States	Materials	241,995	1,990	864
Taiko Pharmaceutical Co. Ltd.	Japan	Health Care	4,934	118	119
Tallgrass Energy GP LP	United States	Energy	4,248	130	129
Tama Home Co. Ltd.	Japan	Consumer Discretionary	15,700	131	201
TCP Capital Corp.	United States	Financials	41,735	879	767
Technics Oil & Gas Ltd.	Singapore	Energy	7,762	5	–
Teck Resources Ltd. Class B	Canada	Materials	40,000	1,452	1,245
Telephone and Data Systems Inc.	United States	Telecommunication Services	3,340	116	131
Terna SPA	Italy	Utilities	10,130	68	70
Teva Pharmaceutical Industries Ltd. Pfd.	Israel	Health Care	1,100	904	574
TFI International Inc.	Canada	Industrials	113,516	4,329	5,322
THL Credit Inc.	United States	Financials	96,843	1,188	1,010
T-Mobile USA Inc.	United States	Telecommunication Services	19,913	1,637	1,806
Tohoku Electric Power Co. Inc.	Japan	Utilities	17,592	305	309
Toll Brothers Inc.	United States	Consumer Discretionary	4,165	190	178
TopBuild Corp.	United States	Consumer Discretionary	1,094	99	80
Toto Ltd.	Japan	Industrials	9,439	593	506
Tourism Holdings Ltd.	New Zealand	Industrials	113,892	461	560
TPG Specialty Lending Inc.	United States	Financials	121,186	3,100	3,193
TransAlta Corp. Pfd. Series A	Canada	Utilities	55,755	752	873
TransCanada Corp.	Canada	Energy	20,000	1,091	1,045
TRI Pointe Group Inc.	United States	Consumer Discretionary	4,728	91	76
Two Harbors Investment Corp.	United States	Financials	37,583	771	725
Unibail-Rodamco SE / WFD Unibail-Rodamco NV CDIs	Netherlands	Real Estate	5,680	82	75
Unibail-Rodamco SE / WFD Unibail-Rodamco NV	Netherlands	Real Estate	583	203	152
Union Pacific Corp.	United States	Industrials	9,435	1,869	1,985
United Natural Foods Inc.	United States	Consumer Staples	1,619	73	63
United Parcel Service Inc. (UPS) Class B	United States	Industrials	11,462	1,793	1,729



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	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
EQUITIES (cont'd)					
United States Cellular Corp.	United States	Telecommunication Services	2,544	125	147
United States Steel Corp.	United States	Materials	4,528	200	178
United Utilities Group PLC	United Kingdom	Utilities	74,266	1,074	880
Universal Health Services Inc. Class B	United States	Health Care	2,270	360	375
US Foods Holding Corp.	United States	Consumer Staples	5,354	256	213
USG Corp.	United States	Industrials	3,657	206	205
Veolia Environnement	France	Utilities	116,774	3,392	3,011
Vertu Motors PLC	United Kingdom	Consumer Discretionary	374,674	296	273
Vinci SA	France	Industrials	15,651	1,892	1,926
Vitrolife AB	Sweden	Health Care	17,545	298	333
Vulcan Materials Co.	United States	Materials	3,266	494	469
Wakachiku Construction Co. Ltd.	Japan	Industrials	21,300	422	401
Warsaw Stock Exchange	Poland	Financials	15,000	218	234
WashTec AG	Germany	Industrials	10,737	1,048	1,218
Webjet Ltd.	Australia	Consumer Discretionary	41,210	459	594
WEC Energy Group Inc.	United States	Utilities	7,590	654	655
Wells Fargo & Co. 7.50% Non-cum. Class A Conv. Pfd. Series L	United States	Financials	1,000	1,660	1,668
Wereldhave NV	Netherlands	Real Estate	12,000	649	545
Werner Enterprises Inc.	United States	Industrials	2,138	103	98
Wesco Aircraft Holdings Inc.	United States	Industrials	11,591	176	169
Western Asset Mortgage Capital Corp.	United States	Financials	11,024	146	143
Westports Holdings BHD	Malaysia	Industrials	106,019	135	126
Westshore Terminals Investment Corp.	Canada	Industrials	3,956	101	106
Whitestone REIT	United States	Real Estate	15,002	266	269
Wincanton PLC	United Kingdom	Industrials	30,255	135	113
Worthington Industries Inc.	United States	Materials	1,751	103	98
Xcel Energy Inc.	United States	Utilities	15,450	945	943
Xylem Inc.	United States	Industrials	23,763	2,041	2,453
Yuexiu Transport Infrastructure Ltd.	China	Industrials	218,814	206	224
Zhejiang Expressway Co. Ltd. H	China	Industrials	54,151	80	58
Total equities				290,920	294,606

OPTIONS

Options purchased (see schedule of options purchased)

Total options

	43	22
Total options	43	22

EXCHANGE-TRADED FUNDS/NOTES

BMO Emerging Markets Bond Hedged to CAD Index ETF	Canada	Exchange-Traded Funds/Notes	260,000	4,312	3,988
BMO Junior Gold Index ETF	Canada	Exchange-Traded Funds/Notes	470,000	4,176	3,168
iShares J.P. Morgan USD Emerging Markets Bond ETF	Multi-Country Index Funds	Exchange-Traded Funds/Notes	50,000	7,340	6,966
iShares Micro-Cap ETF	Multi-Country Index Funds	Exchange-Traded Funds/Notes	69,319	8,910	9,523
iShares Silver Trust ETF	United States	Exchange-Traded Funds/Notes	640,000	13,265	11,356
Mackenzie Floating Rate Income ETF	Canada	Exchange-Traded Funds/Notes	2,520,000	53,891	54,156
Mackenzie Maximum Diversification Emerging Markets Index ETF	Canada	Exchange-Traded Funds/Notes	485,000	12,471	11,359
Mackenzie US TIPS Index ETF (CAD-Hedged)	Canada	Exchange-Traded Funds/Notes	93,600	9,217	9,069
SPDR Barclays Convertible Securities ETF	United States	Exchange-Traded Funds/Notes	228,000	15,477	15,894
SPDR Wells Fargo Preferred Stock ETF	United States	Exchange-Traded Funds/Notes	840,000	46,649	46,277
Vanguard FTSE Emerging Markets ETF	Multi-Country Index Funds	Exchange-Traded Funds/Notes	(180,000)	(9,912)	(9,537)



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SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
EXCHANGE-TRADED FUNDS/NOTES (cont'd)					
Vanguard Global ex-U.S. Real Estate ETF	United States	Exchange-Traded Funds/Notes	200,000	15,221	14,518
Vanguard REIT ETF	United States	Exchange-Traded Funds/Notes	85,000	9,125	8,862
Vanguard Small-Cap Value ETF	United States	Exchange-Traded Funds/Notes	44,000	7,894	7,924
Total exchange-traded funds/notes				198,036	193,523
MUTUAL FUNDS					
Mackenzie Gold Bullion Class Series R	Canada	Mutual Funds	781,392	10,502	9,975
Mackenzie Unconstrained Fixed Income Fund Series R	Canada	Mutual Funds	1,440,962	14,534	14,292
Total mutual funds				25,036	24,267
Transaction costs				(301)	–
Total investments				570,072	569,278
Derivative instruments (see schedule of derivative instruments)					1,321
Liability for options written (see schedule of options written)					(5)
Cash and cash equivalents					77,465
Other assets less liabilities					(27,016)
Total net assets					621,043



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SUMMARY OF INVESTMENT PORTFOLIO

September 30, 2018	
Effective Portfolio Allocation	% of NAV
Equities	62.8
<i>Equities</i>	62.8
<i>Written options</i>	(0.0)
Bonds	22.8
<i>Bonds</i>	22.8
<i>Purchased options</i>	0.0
Cash and short-term investments	13.6
Mutual funds	3.9
Commodities	1.8
Purchased currency options	0.0
Other assets (liabilities)	(4.9)

Effective Regional Allocation	% of NAV
United States	58.6
Canada	15.4
Cash and short-term investments	13.6
Other	6.0
United Kingdom	3.5
Japan	2.8
France	1.3
Australia	0.8
Netherlands	0.8
Austria	0.6
Germany	0.5
Italy	0.5
Israel	0.5
Other assets (liabilities)	(4.9)

Effective Sector Allocation	% of NAV
Financials	15.5
Industrials	14.2
Cash and short-term investments	13.6
Term loans	10.8
Other	9.4
Corporate bonds	8.9
Utilities	5.4
Real estate	4.3
Consumer discretionary	4.0
Mutual funds	3.9
Health care	3.6
Materials	3.1
Foreign government bonds	3.1
Information technology	2.2
Commodities	1.8
Consumer staples	1.1
Other assets (liabilities)	(4.9)

March 31, 2018	
Effective Portfolio Allocation	% of NAV
Equities	66.8
Cash and short-term investments	16.5
Bonds	14.2
<i>Bonds</i>	14.2
<i>Purchased options</i>	0.0
Commodities	4.7
Other assets (liabilities)	(2.2)

Effective Regional Allocation	% of NAV
United States	39.4
Cash and short-term investments	16.5
Canada	12.7
Other	10.4
Japan	6.4
United Kingdom	4.2
China	2.6
Australia	1.6
France	1.5
Taiwan	1.2
Vietnam	1.2
Germany	1.0
India	1.0
Sweden	0.9
Netherlands	0.8
Italy	0.8
Other assets (liabilities)	(2.2)

Effective Sector Allocation	% of NAV
Financials	16.8
Cash and short-term investments	16.5
Term loans	12.2
Industrials	9.9
Real estate	7.8
Corporate bonds	7.8
Other	6.9
Commodities	4.7
Information technology	4.3
Consumer discretionary	4.2
Materials	3.6
Health care	2.6
Energy	2.5
Consumer staples	2.4
Other assets (liabilities)	(2.2)

The effective allocation shows the portfolio, regional or sector exposure of the Fund calculated by combining its direct and indirect investments.



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SCHEDULE OF OPTIONS PURCHASED

As at September 30, 2018

Underlying Interest	Number of Contracts	Option Type	Expiration Date	Strike Price \$	Premium Paid (\$ 000s)	Fair Value (\$ 000s)
Currency Call Option USD/INR	229,400	Call	Oct. 01, 2018	INR 71.00	2	6
iShares iBoxx \$ High Yield Corporate Bond ETF	285	Put	Nov. 16, 2018	USD 84.00	21	6
iShares iBoxx \$ High Yield Corporate Bond ETF	148	Put	Jan. 18, 2019	USD 84.00	20	10
Total options					43	22

SCHEDULE OF OPTIONS WRITTEN

As at September 30, 2018

Underlying Interest	Number of Contracts	Option Type	Expiration Date	Strike Price \$	Premium Received (\$ 000s)	Fair Value (\$ 000s)
Brighthouse Financial Inc.	(50)	Written Put	Oct. 19, 2018	USD 40.00	(2)	(1)
SPDR Gold Trust	(76)	Written Put	Nov. 16, 2018	USD 109.00	(5)	(4)
Tower Semiconductor Ltd.	(20)	Written Put	Jan. 18, 2019	USD 15.00	(1)	–
Total options					(8)	(5)



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SCHEDULE OF DERIVATIVE INSTRUMENTS

As at September 30, 2018

Schedule of Forward Currency Contracts

Counterparty Credit Rating	Bought (\$ 000s)		Sold (\$ 000s)		Settlement Date	Contract Cost (\$ 000s)	Current Fair Value (\$ 000s)	Unrealized Gains (Losses) (\$ 000s)
AA	14,032	Canadian dollar	(160,194,255)	Indonesian rupiah	Oct. 5, 2018	(14,032)	(13,875)	157
AA	52	Canadian dollar	(40)	U.S. dollar	Oct. 5, 2018	(52)	(52)	–
AA	7,449	Canadian dollar	(5,605)	U.S. dollar	Oct. 5, 2018	(7,449)	(7,241)	208
AA	3,268	Canadian dollar	(2,500)	U.S. dollar	Oct. 5, 2018	(3,268)	(3,230)	38
AA	29,965	Canadian dollar	(22,990)	U.S. dollar	Oct. 5, 2018	(29,965)	(29,700)	265
AA	29,961	Canadian dollar	(22,990)	U.S. dollar	Oct. 19, 2018	(29,961)	(29,684)	277
A	5,218	Canadian dollar	(4,000)	U.S. dollar	Oct. 19, 2018	(5,218)	(5,164)	54
AA	5,231	Canadian dollar	(3,957)	U.S. dollar	Oct. 26, 2018	(5,231)	(5,108)	123
AA	615	Canadian dollar	(3,800)	Norwegian krone	Nov. 2, 2018	(615)	(603)	12
AA	38	Canadian dollar	(235)	Norwegian krone	Nov. 2, 2018	(38)	(38)	–
A	148	Canadian dollar	(7,900)	Indian rupee	Nov. 2, 2018	(148)	(140)	8
A	2,942	Canadian dollar	(2,250)	U.S. dollar	Nov. 2, 2018	(2,942)	(2,904)	38
AA	26,495	Canadian dollar	(20,300)	U.S. dollar	Nov. 2, 2018	(26,495)	(26,199)	296
AA	348	Canadian dollar	(267)	U.S. dollar	Nov. 9, 2018	(348)	(344)	4
AA	630	Canadian dollar	(485)	U.S. dollar	Nov. 9, 2018	(630)	(626)	4
AA	153	Canadian dollar	(100)	Euro	Nov. 9, 2018	(153)	(150)	3
AA	156	Canadian dollar	(101)	Euro	Nov. 9, 2018	(156)	(152)	4
AA	1,552	Canadian dollar	(1,175)	U.S. dollar	Nov. 9, 2018	(1,552)	(1,516)	36
AA	3,231	Canadian dollar	(2,460)	U.S. dollar	Nov. 9, 2018	(3,231)	(3,174)	57
AA	1,853	Canadian dollar	(1,980)	Australian dollar	Nov. 28, 2018	(1,853)	(1,847)	6
AA	2,103	Canadian dollar	(1,600)	U.S. dollar	Nov. 30, 2018	(2,103)	(2,064)	39
AA	2,938	Canadian dollar	(2,267)	U.S. dollar	Nov. 30, 2018	(2,938)	(2,924)	14
AA	6,494	Canadian dollar	(4,950)	U.S. dollar	Nov. 30, 2018	(6,494)	(6,385)	109
AA	52	Canadian dollar	(40)	U.S. dollar	Dec. 7, 2018	(52)	(52)	–
A	29,966	Canadian dollar	(22,990)	U.S. dollar	Dec. 7, 2018	(29,966)	(29,649)	317
AA	2,865	Canadian dollar	(3,050)	Australian dollar	Dec. 12, 2018	(2,865)	(2,844)	21
AA	205	Canadian dollar	(215)	Singapore dollar	Dec. 12, 2018	(205)	(203)	2
AA	27,311	Canadian dollar	(21,108)	U.S. dollar	Dec. 14, 2018	(27,311)	(27,215)	96
AA	6,154	Canadian dollar	(4,720)	U.S. dollar	Dec. 14, 2018	(6,154)	(6,085)	69
AA	1,885	Canadian dollar	(1,435)	U.S. dollar	Dec. 14, 2018	(1,885)	(1,851)	34
Unrealized Gains								2,291
AA	160,194,255	Indonesian rupiah	(14,464)	Canadian dollar	Oct. 5, 2018	14,464	13,875	(589)
AA	370	Norwegian krone	(59)	Canadian dollar	Nov. 2, 2018	59	59	–
A	101	Euro	(155)	Canadian dollar	Nov. 2, 2018	155	152	(3)
A	4,600	Indian rupee	(83)	Canadian dollar	Nov. 2, 2018	83	81	(2)
AA	970	Australian dollar	(914)	Canadian dollar	Nov. 28, 2018	914	905	(9)
AA	22,080	Swiss franc	(29,390)	Canadian dollar	Nov. 28, 2018	29,390	29,183	(207)
AA	17	Singapore dollar	(16)	Canadian dollar	Dec. 12, 2018	16	16	–
AA	160,194,255	Indonesian rupiah	(13,775)	Canadian dollar	Jan. 11, 2019	13,775	13,615	(160)
Unrealized (Losses)								(970)
Total forward currency contracts								1,321
Total derivative instruments at fair value								1,321



MACKENZIE
Investments

NOTES TO FINANCIAL STATEMENTS

1. Fiscal Periods and General Information

The information provided in these financial statements and notes thereto is for the six-month periods ended or as at September 30, 2018 and 2017, except for the comparative information presented in the Statements of Financial Position and notes thereto, which is as at March 31, 2018, as applicable. In the year a Fund or series is established or reinstated, 'period' represents the period from inception or reinstatement. Refer to Note 9 for the formation date of the Fund and the inception date of each series.

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

Mackenzie Financial Corporation ("Mackenzie") is the manager of the Fund and is wholly owned by IGM Financial Inc., a subsidiary of Power Financial Corporation, which itself is a subsidiary of Power Corporation of Canada. The Great-West Life Assurance Company, London Life Insurance Company and The Canada Life Assurance Company (collectively, the "Related Insurance Companies") are wholly owned by Great-West Lifeco Inc., which is also a subsidiary of Power Financial Corporation. Investments in companies within the Power Group of companies held by the Fund are identified in the Schedule of Investments.

2. Basis of Preparation and Presentation

These unaudited interim financial statements ("financial statements") have been prepared in accordance with International Financial Reporting Standards ("IFRS"), including international Accounting Standard ("IAS") 34, *Interim Financial Reporting*, as issued by the International Accounting Standards Board ("IASB"). These financial statements were prepared using the same accounting policies, critical accounting judgements and estimates as applied in the Fund's most recent audited annual financial statements for the year ended March 31, 2018. A summary of the Fund's significant accounting policies under IFRS is presented in Note 3.

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

These financial statements were authorized for issue by the Board of Directors of Mackenzie Financial Corporation on November 13, 2018.

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

3. Significant Accounting Policies

(a) Financial instruments

Financial instruments include financial assets and liabilities such as debt and equity securities, open-ended investment funds and derivatives. The Fund classifies and measures financial instruments in accordance with IFRS 9, *Financial Instruments* ("IFRS 9"). Upon initial recognition, financial instruments are classified as fair value through profit or loss ("FVTPL"). All financial instruments are recognized in the Statement of Financial Position when the Fund becomes a party to the contractual requirements of the instrument. Financial assets are derecognized when the right to receive cash flows from the instrument has expired or the Fund has transferred substantially all risks and rewards of ownership. Financial liabilities are derecognized when the obligation is discharged, cancelled and expires. As such, investment purchase and sale transactions are recorded as of the trade date.

Financial instruments are subsequently measured at FVTPL with changes in fair value recognized in the Statement of Comprehensive Income – Other changes in fair value of investments and other net assets – Net unrealized gain (loss).

The Fund's redeemable securities contain multiple dissimilar contractual obligations and therefore meet the criteria for classification as financial liabilities under IAS 32, *Financial Instruments: Presentation*. The Fund's obligation for net assets attributable to securityholders is presented at the redemption amount.

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

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

NOTES TO FINANCIAL STATEMENTS

3. Significant Accounting Policies (cont'd)

(a) Financial instruments (cont'd)

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

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

(b) Fair value measurement

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

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

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

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

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

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

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

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

Premiums received from writing options are included in the Statement of Financial Position as a liability and subsequently adjusted daily to fair value. If a written option expires unexercised, the premium received is recognized as a realized gain. If a written call option is exercised, the difference between the proceeds of the sale plus the value of the premium, and the cost of the security is recognized as a realized gain or loss. If a written put option is exercised, the cost of the security acquired is the exercise price of the option less the premium received.

Refer to the Schedule of Derivative Instruments and Schedule of Options Purchased/Written, as applicable, included in the Schedule of Investments for a listing of derivative and options positions as at September 30, 2018.

NOTES TO FINANCIAL STATEMENTS

3. Significant Accounting Policies (cont'd)

(c) Income recognition

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

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

(d) Commissions and other portfolio transaction costs

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

(e) Securities lending, repurchase and reverse repurchase transactions

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

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

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

(f) Offsetting

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

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

(g) Foreign currency

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

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

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

(h) Net assets attributable to securityholders per security

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

(i) Net asset value per security

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

NOTES TO FINANCIAL STATEMENTS

3. Significant Accounting Policies (cont'd)

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

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

(k) Mergers

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

4. Critical Accounting Estimates and Judgments

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

Use of Estimates

Fair value of securities not quoted in an active market

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

Use of Judgments

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

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

Functional currency

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

Structured entities and associates

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

5. Income Taxes

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

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

NOTES TO FINANCIAL STATEMENTS

6. Management Fees and Operating Expenses

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

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

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

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

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

7. Fund's Capital

The capital of the Fund, which is comprised of the net assets attributable to securityholders, is divided into different series with each series having an unlimited number of securities. The securities outstanding for the Fund as at September 30, 2018 and 2017 and securities issued, reinvested and redeemed for the periods are presented in the Statement of Changes in Financial Position. Mackenzie manages the capital of the Fund in accordance with the investment objectives as discussed in Note 9.

8. Financial Instruments Risk

i. Risk exposure and management

The Fund's investment activities expose it to a variety of financial risks, as defined in IFRS 7 *Financial Instruments: Disclosures* ("IFRS 7"). The Fund's exposure to financial risks is concentrated in its investments, which are presented in the Schedule of Investments, as at September 30, 2018, grouped by asset type, with geographic and sector information.

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

ii. Liquidity risk

Liquidity risk arises when the Fund encounters difficulty in meeting its financial obligations as they come due. The Fund is exposed to liquidity risk due to potential daily cash redemptions of redeemable securities. In accordance with securities regulations, the Fund must maintain at least 90% of its assets in liquid investments (i.e., investments that can be readily sold). In addition, the Fund retains sufficient cash and short-term investment positions to maintain adequate liquidity. The Fund also has the ability to borrow up to 5% of its net assets for the purposes of funding redemptions.

iii. Currency risk

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

NOTES TO FINANCIAL STATEMENTS

8. Financial Instruments Risk (cont'd)

iv. Interest rate risk

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

v. Other price risk

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

vi. Credit risk

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

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

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

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

vii. Underlying funds

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

MACKENZIE DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

ALTERNATIVE FUND

NOTES TO FINANCIAL STATEMENTS

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

(a) Fund Formation and Series Information

Date of Formation September 29, 2015

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 and Series T5 securities are offered to retail investors investing a minimum of \$500 (\$5,000 for Series T5). Investors in Series T5 securities also want to receive a regular monthly cash flow of 5% per year.

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 regular monthly cash flow of 5% per year.

Series FB and Series FB5 securities are offered to retail investors investing a minimum of \$500. Investors are required to negotiate their advisor service fee, which cannot exceed 1.50%, with their financial advisor. Investors in Series FB5 securities also want to receive a monthly cash flow of 5% per year.

Series 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; 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 and Series PWFB5 securities are offered through our Private Wealth Solutions to certain high net worth investors who invest a minimum of \$100,000. Investors are required to negotiate their advisor service fee, which cannot exceed 1.50%, with their financial advisor. Investors in Series PWFB5 securities also want to receive a monthly cash flow of 5% per year.

Series PWX and Series PWX5 securities are offered through our Private Wealth Solutions to certain high net worth investors who invest a minimum of \$100,000. Investors are required to negotiate their advisor service fee, which cannot exceed 1.50%, with their financial advisor. Investors in Series PWX5 securities also want to receive a monthly cash flow of 5% per year.

Series S securities are offered to the Related Insurance Companies and certain other mutual funds, but may be sold to other investors as determined by Mackenzie.

Series UM securities are offered exclusively to National Bank Financial Inc.

Series PWF and Series PWF5 securities are no longer available for sale. Effective June 1, 2018, Series PWF and Series PWF5 securities were consolidated into Series F and Series F5 securities, respectively.

An investor in the Fund may choose among different purchase options that are available under each series. These purchase options are a sales charge purchase option, a redemption charge purchase option and various low-load purchase options. The charges under the sales charge purchase option are negotiated by investors with their dealers. The charges under the redemption charge and low-load purchase options are paid to Mackenzie if an investor redeems securities of the Fund during specific periods. Not all purchase options are available under each series of the Fund, and the charges for each purchase option may vary among the different series. For further details on these purchase options, please refer to the Fund's Simplified Prospectus and Fund Facts.

MACKENZIE DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

ALTERNATIVE 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, 2018	Mar. 31, 2018
Series A	October 26, 2015	1.85%	0.21%	10.63	10.71
Series AR	October 26, 2015	1.85%	0.24%	10.79	10.87
Series D	October 26, 2015	1.10%	0.16%	10.63	10.71
Series F	October 26, 2015	0.70% ⁽³⁾	0.15% ⁽⁶⁾	10.69	10.76
Series F5	October 26, 2015	0.70% ⁽³⁾	0.15% ⁽⁶⁾	14.73	15.00
Series FB	October 26, 2015	0.85%	0.21%	10.47	10.55
Series FB5	October 26, 2015	0.85%	0.21%	14.62	14.91
Series O	October 26, 2015	— ⁽¹⁾	— *	10.58	10.66
Series PW	October 26, 2015	1.70% ⁽⁴⁾	0.15%	10.78	10.85
Series PWF	None issued ⁽⁷⁾	0.80%	0.15%	—	10.76
Series PWF5	None issued ⁽⁸⁾	0.80%	0.15%	—	15.02
Series PWFB	April 3, 2017	0.70% ⁽⁵⁾	0.15%	9.90	9.97
Series PWFB5	April 3, 2017	0.70% ⁽⁵⁾	0.15%	14.31	14.55
Series PWT5	October 26, 2015	1.70% ⁽⁴⁾	0.15%	14.46	14.81
Series PWX	October 26, 2015	— ⁽²⁾	— ⁽²⁾	10.64	10.72
Series PWX5	October 26, 2015	— ⁽²⁾	— ⁽²⁾	15.07	15.26
Series S	October 2, 2017	— ⁽¹⁾	0.025%	9.91	9.99
Series T5	October 26, 2015	1.85%	0.21%	14.36	14.72
Series UM	October 16, 2017	0.50%	0.15%	9.87	9.94

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

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

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

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

(7) The series' original start date was October 26, 2015. All securities in the series were consolidated into Series F on June 1, 2018.

(8) The series' original start date was October 26, 2015. All securities in the series were consolidated into Series F5 on June 1, 2018.

(b) Investments by Mackenzie and Affiliates

As at September 30, 2018, Mackenzie and Related Insurance Companies had an investment of \$11 and \$120 (March 31, 2018 – \$11 and \$95), respectively, in the Fund.

(c) Loss Carryforwards

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

(d) Securities Lending

As at September 30, 2018 and March 31, 2018, the Fund did not have any open securities lending, repurchase or reverse repurchase transactions.

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

(e) Commissions

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

	(\$)
September 30, 2018	76
September 30, 2017	34

(f) Dividend income

Included in dividend income for the period ended September 30, 2018 are dividends paid on securities sold short of \$114 (September 30, 2017 – \$6).

(g) Unfunded Credit Agreements

The Fund has entered into credit agreements whereby the Fund commits to fund a participation in a senior unsecured credit facility (“Commitment Amount”) during an agreed upon period of time (“Commitment Period”). In exchange for providing this potential funding the Fund is entitled to receive a commitment fee (“Commitment Fee”) from the issuer equal to a certain percentage of the Commitment Amount at the end of the Commitment Period. The funding requirement and the Commitment Fee are both contingent on whether or not the issuer of the credit agreement completes a contemplated transaction by the end of the Commitment Period. As at September 30, 2018, none of the Commitment Amounts was funded (March 31, 2018 – \$Nil). The unfunded Commitment Amounts, the Commitment Fee rates and Commitment Period end date are listed below.

	Total Unfunded Commitment Amount (US\$)	Total Number of Commitments	Range of Unfunded Commitment Amounts (US\$)	Range of Commitment Fee Rates (%)	Range of Commitment Period End Date
September 30, 2018	2,900	3	480 - 1,670	0.750	December 17, 2018 - May 18, 2019
March 31, 2018	1,600	3	392 - 678	0.750	June 18, 2018 - August 21, 2018

(h) Investments Pledged as Collateral

As at September 30, 2018, \$1,372 of cash (March 31, 2018 – \$Nil) has been pledged as collateral against written options.

(i) Offsetting of Financial Assets and Liabilities

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

	September 30, 2018			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	528	(141)	–	387
Unrealized losses on derivative contracts	(216)	141	–	(75)
Liability for options written	(6)	–	–	(6)
Total	306	–	–	306

	March 31, 2018			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	506	(494)	–	12
Unrealized losses on derivative contracts	(624)	494	–	(130)
Liability for options written	–	–	–	–
Total	(118)	–	–	(118)



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

(j) Risks Associated with Financial Instruments

i. Risk exposure and management

The Fund seeks long-term capital appreciation and the potential for income by investing directly or indirectly, including through the use of derivatives, in a diversified portfolio of alternative asset classes, including real estate, infrastructure, currencies, non-traditional equities and fixed income, and/or other asset classes of issuers located 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.

Currency	September 30, 2018			
	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	351,672	31,450	(190,871)	192,251
Swiss franc	2,343	–	29,183	31,526
Euro	17,469	–	(150)	17,319
Japanese yen	14,182	–	–	14,182
Indonesian rupiah	–	–	13,615	13,615
British pound	10,345	(1)	–	10,344
Swedish krona	2,122	–	–	2,122
Israeli shekel	1,902	212	–	2,114
New Zealand dollar	1,459	–	–	1,459
Hong Kong dollar	1,438	–	–	1,438
Philippine peso	731	–	–	731
Taiwanese dollar	386	–	–	386
Polish zloty	234	–	–	234
Mexican peso	215	–	–	215
Malaysian ringgit	126	–	–	126
Australian dollar	3,832	(6)	(3,786)	40
Singapore dollar	189	–	(187)	2
Norwegian krone	582	–	(582)	–
Indian rupee	59	–	(355)	(296)
Total	409,286	31,655	(153,133)	287,808
% of Net Assets	65.9	5.1	(24.7)	46.3



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

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

ii. Currency risk (cont'd)

Currency	March 31, 2018			
	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
U.S. dollar	259,779	56,404	(115,233)	200,950
Swiss franc	1,216	–	29,807	31,023
Japanese yen	19,957	3	–	19,960
Euro	15,330	5	(163)	15,172
Indonesian rupiah	–	–	14,994	14,994
British pound	11,848	13	–	11,861
Indian rupee	195	–	5,304	5,499
Swedish krona	2,691	–	–	2,691
New Zealand dollar	1,823	4	–	1,827
Hong Kong dollar	1,694	–	–	1,694
Philippine peso	1,415	–	–	1,415
Israeli shekel	1,104	4	–	1,108
Polish zloty	914	–	–	914
Taiwanese dollar	422	–	–	422
Mexican peso	365	–	–	365
Turkish lira	264	–	–	264
Malaysian ringgit	127	–	–	127
Australian dollar	4,865	1	(4,787)	79
Singapore dollar	300	–	(296)	4
Norwegian krone	543	–	(541)	2
South African rand	171	3	(172)	2
Total	325,023	56,437	(71,087)	310,373
% of Net Assets	59.0	10.3	(12.9)	56.4

* Includes both monetary and non-monetary financial instruments

As at September 30, 2018, had the Canadian dollar increased or decreased by 5% relative to all foreign currencies, with all other variables held constant, net assets would have decreased or increased by approximately \$15,895 or 2.6% of total net assets (March 31, 2018 – \$17,227 or 3.1%). In practice, the actual trading results may differ and the difference could be material.



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

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

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, 2018	March 31, 2018
Bonds	(\$)	(\$)
Less than 1 year	94	94
1-5 years	22,555	18,570
5-10 years	33,168	24,889
Greater than 10 years	1,043	1,423
Total	56,860	44,976

As at September 30, 2018, had prevailing interest rates increased by 1%, assuming a parallel shift in the yield curve, with all other variables held constant, net assets would have decreased by approximately \$2,932 or 0.5% (March 31, 2018 – \$2,160 or 0.4%) 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 \$2,924 or 0.5% (March 31, 2018 – \$2,148 or 0.4%) 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, options on equities, exchange-traded funds/notes and mutual funds. As at September 30, 2018, had the prices on the respective stock exchanges for these securities increased or decreased by 10%, with all other variables held constant, net assets would have increased or decreased by approximately \$43,529 or 7.0% of total net assets (March 31, 2018 – \$36,385 or 6.6%). 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, 2018, was 0.3% of the net assets of the Fund (March 31, 2018 – 0.4%).

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

	September 30, 2018	March 31, 2018
Bond Rating*	% of Net Assets	% of Net Assets
AAA	–	–
AA	–	–
A	–	–
BBB	–	–
Less than BBB	8.8	7.5
Unrated	0.4	0.7
Total	9.2	8.2

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

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NOTES TO FINANCIAL STATEMENTS

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

(k) Fair Value Classification

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

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

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

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

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

	September 30, 2018				March 31, 2018			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Bonds	2,093	54,767	–	56,860	2,124	42,852	–	44,976
Equities	260,057	34,549	–	294,606	125,610	71,675	–	197,285
Options	–	22	–	22	–	91	–	91
Exchange-traded funds/notes	193,523	–	–	193,523	209,179	–	–	209,179
Mutual funds	24,267	–	–	24,267	25,528	–	–	25,528
Derivative assets	–	2,291	–	2,291	–	656	–	656
Derivative liabilities	(5)	(970)	–	(975)	–	(1,195)	–	(1,195)
Short-term investments	–	54,488	–	54,488	–	78,131	–	78,131
Total	479,935	145,147	–	625,082	362,441	192,210	–	554,651

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.

In accordance with the Fund's valuation policy, the Fund applies fair value adjustment factors to the quoted market prices for non-North American equities when North American intraday stock market movements exceed pre-determined tolerances. The adjustment factors are applied in order to estimate the impact on fair values of events occurring between the close of the non-North American stock markets and the close of business for the Fund. If fair value adjustment factors are applied, non-North American equities are classified as Level 2. Consequently, during the period ended September 30, 2018, non-North American equities frequently transferred between Level 1 (unadjusted quoted market prices) and Level 2 (adjusted market prices).

As at September 30, 2018, these securities were classified as Level 1. As at March 31, 2018, fair value adjustments were applied to the majority of securities in non-North American markets (Level 2) that were closed on the last business day. The remaining non-North American securities were classified as Level 1. Other than as described above, there were no significant transfers between Level 1 and Level 2. Equities classified as Level 2 investments are valued based on the prices provided by a third party administrator who prices the securities by incorporating observable market data and using standard market convention practices.

Other financial instruments classified as Level 2 investments are valued based on the prices provided by an independent reputable pricing services company who prices the securities based on recent transactions and quotes received from market participants and through incorporating observable market data and using standard market convention practices. Short-term investments classified as Level 2 investments are valued based on amortized cost plus accrued interest which closely approximates fair value.

(l) Comparative Amounts

Certain prior period comparative amounts have been reclassified to conform to the current period's presentation.



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