

***Interim Unaudited Financial Statements***

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

*These Interim Unaudited Financial Statements do not contain the Interim Management Report of Fund Performance (“MRFP”) of the ETF. You may obtain a copy of the Interim MRFP, at no cost, by calling the toll-free number 1-800-387-0614, by writing to us at Mackenzie Financial Corporation, 180 Queen Street West, Toronto, Ontario M5V 3K1, by visiting our website at [www.mackenzieinvestments.com](http://www.mackenzieinvestments.com) or by visiting the SEDAR website at [www.sedar.com](http://www.sedar.com). Copies of the Annual Financial Statements or Annual MRFP may also be obtained, at no cost, using any of the methods outlined above.*

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

**NOTICE OF NO AUDITOR REVIEW OF THE INTERIM FINANCIAL STATEMENTS**

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

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



# MACKENZIE MAXIMUM DIVERSIFICATION ALL WORLD DEVELOPED EX NORTH AMERICA INDEX ETF

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

STRATEGIC BETA INDEX ETF

## STATEMENTS OF FINANCIAL POSITION

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

	Sep. 30 2018	Mar. 31 2018 (Audited)
	\$	\$
<b>ASSETS</b>		
<b>Current assets</b>		
Investments at fair value	101,462	84,715
Cash and cash equivalents	733	175
Dividends receivable	342	314
Accounts receivable for investments sold	–	–
Accounts receivable for units issued	–	–
Due from manager	–	10
<b>Total assets</b>	<b>102,537</b>	<b>85,214</b>
<b>LIABILITIES</b>		
<b>Current liabilities</b>		
Accounts payable for investments purchased	–	–
Accounts payable for units redeemed	–	–
Distribution payable	467	–
Due to manager	73	145
<b>Total liabilities</b>	<b>540</b>	<b>145</b>
<b>Net assets attributable to unitholders</b>	<b>101,997</b>	<b>85,069</b>
<b>Net assets attributable to unitholders per series (note 3)</b>		
Series E	101,997	85,069
<b>Net assets attributable to unitholders per unit (note 3)</b>		
Series E	22.17	22.99

## STATEMENTS OF COMPREHENSIVE INCOME

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

	2018 \$	2017 \$
<b>Income</b>		
Dividends	1,734	850
Interest income	1	–
Other changes in fair value of investments and other net assets		
Net realized gain (loss)	298	484
Net unrealized gain (loss)	(4,149)	587
Securities lending income	31	4
Other	130	130
<b>Total income (loss)</b>	<b>(1,955)</b>	<b>2,055</b>
<b>Expenses (note 6)</b>		
Management fees	332	195
Management fee rebates	(194)	(9)
Interest charges	1	–
Commissions and other portfolio transaction costs	190	166
Independent Review Committee fees	–	–
<b>Expenses before amounts absorbed by Manager</b>	<b>329</b>	<b>352</b>
Expenses absorbed by Manager	–	–
<b>Net expenses</b>	<b>329</b>	<b>352</b>
<b>Increase (decrease) in net assets attributable to unitholders from operations before tax</b>	<b>(2,284)</b>	<b>1,703</b>
Foreign withholding taxes	138	86
Foreign income taxes paid (recovered)	–	–
<b>Increase (decrease) in net assets attributable to unitholders from operations</b>	<b>(2,422)</b>	<b>1,617</b>
<b>Increase (decrease) in net assets attributable to unitholders from operations per series</b>		
Series E	(2,422)	1,617
<b>Increase (decrease) in net assets attributable to unitholders from operations per unit</b>		
Series E	(0.55)	0.60

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



**MACKENZIE**  
Investments

# MACKENZIE MAXIMUM DIVERSIFICATION ALL WORLD DEVELOPED EX NORTH AMERICA INDEX ETF

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

STRATEGIC BETA INDEX ETF

## STATEMENTS OF CHANGES IN FINANCIAL POSITION

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

	2018	2017
	Series E	
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	\$	
<b>Beginning of period</b>	<b>85,069</b>	<b>49,382</b>
Increase (decrease) in net assets from operations	(2,422)	1,617
Distributions paid to unitholders:		
Investment income	(1,197)	(573)
Capital gains	-	-
Management fee rebates	(194)	(9)
Total distributions paid to unitholders	(1,391)	(582)
Unit transactions:		
Proceeds from units issued	25,232	19,155
Reinvested distributions	-	-
Payments on redemption of units	(4,491)	(14,571)
Total unit transactions	20,741	4,584
<b>Total increase (decrease) in net assets</b>	<b>16,928</b>	<b>5,619</b>
<b>End of period</b>	<b>101,997</b>	<b>55,001</b>
<b>Increase (decrease) in units (note 7):</b>	<b>Units</b>	
<b>Units outstanding – beginning of period</b>	<b>3,700</b>	<b>2,400</b>
Issued	1,100	900
Reinvested distributions	-	-
Redeemed	(200)	(700)
<b>Units outstanding – end of period</b>	<b>4,600</b>	<b>2,600</b>

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



**MACKENZIE**  
Investments

# MACKENZIE MAXIMUM DIVERSIFICATION ALL WORLD DEVELOPED EX NORTH AMERICA INDEX ETF

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

STRATEGIC BETA INDEX ETF

## STATEMENTS OF CASH FLOWS

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

	2018	2017
	\$	\$
<b>Cash flows from operating activities</b>		
Net increase (decrease) in net assets attributable to unitholders from operations	(2,422)	1,617
Adjustments for:		
Net realized loss (gain) on investments	(313)	(484)
Change in net unrealized loss (gain) on investments	4,149	(587)
Purchase of investments	(44,788)	(27,626)
Proceeds from sale and maturity of investments	24,207	23,197
Change in dividends receivable	(28)	(21)
Change in due from manager	10	9
Change in due to manager	(72)	81
<b>Net cash from operating activities</b>	<b>(19,257)</b>	<b>(3,814)</b>
<b>Cash flows from financing activities</b>		
Proceeds from units issued	25,232	19,155
Payments on redemption of units	(4,491)	(14,571)
Distributions paid net of reinvestments	(924)	(582)
<b>Net cash from financing activities</b>	<b>19,817</b>	<b>4,002</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>560</b>	<b>188</b>
Cash and cash equivalents at beginning of period	175	17
Effect of exchange rate fluctuations on cash and cash equivalents	(2)	(2)
<b>Cash and cash equivalents at end of period</b>	<b>733</b>	<b>203</b>
Cash	733	203
Cash equivalents	–	–
<b>Cash and cash equivalents at end of period</b>	<b>733</b>	<b>203</b>
<b>Supplementary disclosures on cash flow from operating activities:</b>		
Dividends received	1,706	829
Foreign taxes paid	138	86
Interest received	1	–
Interest paid	1	–

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



**MACKENZIE**  
Investments

# MACKENZIE MAXIMUM DIVERSIFICATION ALL WORLD DEVELOPED EX NORTH AMERICA INDEX ETF

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

STRATEGIC BETA INDEX ETF

## SCHEDULE OF INVESTMENTS

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>EQUITIES</b>					
A.P. Moller - Maersk AS A	Denmark	Industrials	59	120	100
A.P. Moller - Maersk AS B	Denmark	Industrials	55	118	100
The a2 Milk Co. Ltd.	New Zealand	Consumer Staples	67,051	636	647
ABB Ltd.	Switzerland	Industrials	3,533	110	108
ABC-Mart Inc.	Japan	Consumer Discretionary	1,427	108	103
ABN AMRO Group NV	Netherlands	Financials	3,200	116	113
Adidas AG	Germany	Consumer Discretionary	1,137	292	360
Admiral Group PLC	United Kingdom	Financials	3,525	111	124
Aegon NV	Netherlands	Financials	19,451	150	163
Aeon Co. Ltd.	Japan	Consumer Staples	6,175	132	192
Ageas	Belgium	Financials	2,003	120	139
Aggreko PLC	United Kingdom	Industrials	9,044	117	133
AGL Energy Ltd.	Australia	Utilities	5,911	132	108
AIA Group Ltd.	Hong Kong	Financials	15,103	148	174
AIB Group PLC	Ireland	Financials	69,403	557	460
Ain Holdings Inc.	Japan	Consumer Staples	2,238	201	234
Air France-KLM	France	Industrials	18,866	242	254
Air Liquide SA	France	Materials	1,163	175	198
Ajinomoto Co. Inc.	Japan	Consumer Staples	4,601	117	102
Akzo Nobel NV	Netherlands	Materials	917	114	111
All Nippon Airways Co. Ltd.	Japan	Industrials	2,213	98	100
Alumina Ltd.	Australia	Materials	40,288	99	104
Amadeus IT Group SA	Spain	Information Technology	1,587	130	191
Ambu AS	Denmark	Health Care	3,652	154	113
Ams AG	Austria	Information Technology	6,649	825	483
Anglo American PLC	United Kingdom	Materials	4,338	115	126
Anheuser-Busch InBev NV	Belgium	Consumer Staples	1,166	160	132
Ansell Ltd.	Australia	Health Care	7,782	190	184
APA Group	Australia	Utilities	11,032	102	103
Asahi Group Holdings Ltd.	Japan	Consumer Staples	2,839	156	159
Asahi Intecc Co. Ltd.	Japan	Health Care	4,743	173	268
Asahi Kasei Corp.	Japan	Materials	10,217	149	200
Ashtead Group PLC	United Kingdom	Industrials	2,602	108	107
ASICS Corp.	Japan	Consumer Discretionary	5,394	113	104
ASM Pacific Technology Ltd.	Hong Kong	Information Technology	33,905	572	446
ASML Holding NV	Netherlands	Information Technology	1,936	395	468
Assicurazioni Generali SPA	Italy	Financials	5,946	131	133
Associated British Foods PLC	United Kingdom	Consumer Staples	2,649	123	102
Astellas Pharma Inc.	Japan	Health Care	10,744	196	242
AstraZeneca PLC ADR	United Kingdom	Health Care	8,588	414	439
Aurizon Holdings Ltd.	Australia	Industrials	29,406	141	113
Auto Trader Group PLC	United Kingdom	Information Technology	17,391	113	131
AXA SA	France	Financials	2,991	106	104
B&M European Value Retail SA	United Kingdom	Consumer Discretionary	14,866	108	97
Banco De Sabadell SA	Spain	Financials	56,495	131	114
The Bank of East Asia Ltd.	Hong Kong	Financials	21,356	114	103
Bank of Ireland Group PLC	Ireland	Financials	45,860	497	454
Bankia SA	Spain	Financials	55,963	324	284



**MACKENZIE**  
Investments

# MACKENZIE MAXIMUM DIVERSIFICATION ALL WORLD DEVELOPED EX NORTH AMERICA INDEX ETF

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

STRATEGIC BETA INDEX ETF

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>EQUITIES (cont'd)</b>					
Barclays PLC	United Kingdom	Financials	35,180	116	102
Barratt Developments PLC	United Kingdom	Consumer Discretionary	11,049	107	106
Benesse Holdings Inc.	Japan	Consumer Discretionary	8,347	361	307
The Berkeley Group Holdings PLC	United Kingdom	Consumer Discretionary	1,650	115	102
BHP Billiton PLC	Australia	Materials	3,846	113	108
BlueScope Steel Ltd.	Australia	Materials	22,180	290	352
BNP Paribas SA	France	Financials	1,292	120	102
Brambles Ltd.	Australia	Industrials	11,970	121	122
Brenntag AG	Germany	Industrials	1,613	121	129
Bridgestone Corp.	Japan	Consumer Discretionary	2,702	143	132
BT Group PLC	United Kingdom	Telecommunication Services	29,661	121	113
BTG PLC	United Kingdom	Health Care	11,373	104	106
Bunzl PLC	United Kingdom	Industrials	2,900	104	118
Burberry Group PLC	United Kingdom	Consumer Discretionary	2,799	96	95
CaixaBank SA	Spain	Financials	28,900	159	171
Calbee Inc.	Japan	Consumer Staples	2,472	110	105
Capcom Co. Ltd.	Japan	Information Technology	3,160	104	104
Capita Group PLC	United Kingdom	Industrials	176,931	472	426
CapitaLand Mall Trust	Singapore	Real Estate	58,627	112	123
Carlsberg AS B	Denmark	Consumer Staples	661	104	103
Carnival PLC ADR	United States	Consumer Discretionary	1,235	98	101
Carrefour SA	France	Consumer Staples	4,574	119	113
Central Japan Railway Co.	Japan	Industrials	513	120	138
Centrica PLC	United Kingdom	Utilities	77,904	194	203
CIMIC Group Ltd.	Australia	Industrials	3,605	147	173
Cineworld Group PLC	United Kingdom	Consumer Discretionary	71,720	340	382
CK Asset Holdings Ltd.	Hong Kong	Real Estate	10,208	110	99
CK Hutchison Holdings Ltd.	Hong Kong	Industrials	11,753	183	175
CK Infrastructure Holdings Ltd.	Hong Kong	Utilities	9,936	102	102
Clariant AG Reg.	Switzerland	Materials	4,248	122	144
Cobham PLC	United Kingdom	Industrials	257,871	566	507
Coca-Cola HBC AG-DI	Switzerland	Consumer Staples	2,791	116	123
Coca-Cola West Co. Ltd.	Japan	Consumer Staples	2,895	129	100
Cochlear Ltd.	Australia	Health Care	816	128	153
Coloplast AS	Denmark	Health Care	3,776	399	499
Colowide Co. Ltd.	Japan	Consumer Discretionary	2,850	102	94
Colruyt SA	Belgium	Consumer Staples	1,542	106	113
ComfortDelGro Corp. Ltd.	Singapore	Industrials	53,623	115	123
Commerzbank AG	Germany	Financials	11,603	168	156
Compagnie Financiere Richemont SA	Switzerland	Consumer Discretionary	935	109	99
Compagnie Generale des Etablissements Michelin B	France	Consumer Discretionary	646	108	100
Compass Group PLC	United Kingdom	Consumer Discretionary	3,660	101	105
Continental AG	Germany	Consumer Discretionary	446	131	100
ConvaTec Group PLC	United Kingdom	Health Care	29,627	106	116
Cosmo Energy Holdings Co. Ltd.	Japan	Energy	2,093	92	111
COSMOS Pharmaceutical Corp.	Japan	Consumer Staples	616	166	179
Credit Agricole SA	France	Financials	5,820	122	108
Credit Suisse Group AG	Switzerland	Financials	5,240	119	102



**MACKENZIE**  
Investments

# MACKENZIE MAXIMUM DIVERSIFICATION ALL WORLD DEVELOPED EX NORTH AMERICA INDEX ETF

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

STRATEGIC BETA INDEX ETF

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>EQUITIES (cont'd)</b>					
CSL Ltd.	Australia	Health Care	2,305	313	434
CSR Ltd.	Australia	Materials	28,255	137	100
Cyber Agent Ltd.	Japan	Consumer Discretionary	1,816	87	125
CYBG PLC	United Kingdom	Financials	22,792	117	124
Dai-ichi Life Holdings Inc.	Japan	Financials	6,368	151	171
Daiichi Sankyo Co. Ltd.	Japan	Health Care	4,114	147	231
Dainippon Pharmaceutical Co. Ltd.	Japan	Health Care	3,957	85	117
Dairy Farm International Holdings Ltd.	Hong Kong	Consumer Staples	21,412	245	249
Daito Trust Construction Co. Ltd.	Japan	Real Estate	586	123	97
Danone SA	France	Consumer Staples	1,034	105	104
Danske Bank AS	Denmark	Financials	2,860	129	97
DCC PLC	United Kingdom	Industrials	823	104	97
DeNA Co. Ltd.	Japan	Information Technology	9,913	272	226
Dentsu Inc.	Japan	Consumer Discretionary	1,697	103	102
Deutsche Bank AG Reg.	Germany	Financials	18,626	381	275
Deutsche Boerse AG	Germany	Financials	674	106	117
Deutsche Lufthansa AG Reg.	Germany	Industrials	5,256	160	167
Deutsche Wohnen AG	Germany	Real Estate	2,305	119	143
Dexus Property Group	Australia	Real Estate	11,294	107	112
Diageo PLC ADR	United Kingdom	Consumer Staples	567	110	104
Direct Line Insurance Group PLC	United Kingdom	Financials	18,446	115	101
Domino's Pizza Enterprises Ltd.	Australia	Consumer Discretionary	4,490	198	223
dorma+kaba Holding AG	Switzerland	Industrials	105	102	103
Downer EDI Ltd.	Australia	Industrials	16,134	108	119
DSV AS	Denmark	Industrials	1,609	136	189
E.ON SE	Germany	Utilities	7,806	113	103
East Japan Railway Co.	Japan	Industrials	1,294	156	155
easyJet PLC	United Kingdom	Industrials	4,193	109	93
Eisai Co. Ltd.	Japan	Health Care	2,380	191	300
Electrocomponents PLC	United Kingdom	Information Technology	21,402	279	259
Elekta AB B	Sweden	Health Care	9,535	123	166
EMS-Chemie Holding AG	Switzerland	Materials	131	102	101
Endesa SA	Spain	Utilities	3,868	111	108
Erste Group Bank AG	Austria	Financials	2,010	111	108
Essilor International SA	France	Health Care	667	110	128
Essity Aktiebolag Class B	Sweden	Consumer Staples	12,350	440	401
Eutelsat Communications SA	France	Consumer Discretionary	4,538	136	139
Evolution Mining Ltd.	Australia	Materials	139,651	347	346
Experian PLC	United Kingdom	Industrials	3,827	108	127
Ezaki Glico Co. Ltd.	Japan	Consumer Staples	5,290	341	336
FamilyMart UNY Holdings Co. Ltd.	Japan	Consumer Staples	6,724	644	905
Fast Retailing Co. Ltd.	Japan	Consumer Discretionary	553	276	364
Ferrari NV	Italy	Consumer Discretionary	1,107	144	197
Fiat Chrysler Automobiles NV	United Kingdom	Consumer Discretionary	18,097	375	411
Fisher & Paykel Healthcare Corp. Ltd.	New Zealand	Health Care	11,939	128	154
Fletcher Building Ltd.	New Zealand	Materials	54,328	332	304
Flight Centre Travel Group Ltd.	Australia	Consumer Discretionary	2,000	101	99
Fortescue Metals Group Ltd.	Australia	Materials	58,784	293	216



**MACKENZIE**  
Investments

# MACKENZIE MAXIMUM DIVERSIFICATION ALL WORLD DEVELOPED EX NORTH AMERICA INDEX ETF

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

STRATEGIC BETA INDEX ETF

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>EQUITIES (cont'd)</b>					
Fortum OYJ	Finland	Utilities	5,127	128	166
Fresenius Medical Care AG & Co.	Germany	Health Care	3,878	479	516
Fresenius SE & Co. KGaA	Germany	Health Care	1,733	178	165
Fuji Media Holdings Inc.	Japan	Consumer Discretionary	6,000	136	138
FUJIFILM Holdings Corp.	Japan	Information Technology	2,236	114	130
Furukawa Electric Co. Ltd.	Japan	Industrials	3,983	212	171
Galaxy Entertainment Group Ltd.	Hong Kong	Consumer Discretionary	27,364	241	224
GEA Group AG	Germany	Industrials	2,173	118	100
Geberit AG	Switzerland	Industrials	185	104	111
Genmab AS	Denmark	Health Care	539	116	110
Genting Singapore Ltd.	Singapore	Consumer Discretionary	104,351	108	105
Givaudan SA	Switzerland	Materials	156	422	498
Glanbia PLC	Ireland	Consumer Staples	9,222	215	205
GlaxoSmithKline PLC ADR	United Kingdom	Health Care	8,205	447	426
GMO Payment Gateway Inc.	Japan	Information Technology	1,304	104	104
GPT Group Stapled Securities	Australia	Real Estate	22,424	110	109
Grifols SA	Spain	Health Care	3,887	132	142
GVC Holdings PLC	Isle of Man	Consumer Discretionary	6,275	102	97
GW Pharmaceuticals PLC	United Kingdom	Health Care	1,955	393	437
H. Lundbeck AS	Denmark	Health Care	7,220	492	577
Hammerson PLC	United Kingdom	Real Estate	12,903	119	99
Hang Lung Properties Ltd.	Hong Kong	Real Estate	40,893	123	103
Hang Seng Bank Ltd.	Hong Kong	Financials	3,932	113	138
Hargreaves Lansdown PLC	United Kingdom	Financials	4,631	127	174
Heineken NV	Netherlands	Consumer Staples	818	102	99
Henderson Land Development Co. Ltd.	Hong Kong	Real Estate	15,766	108	102
Henkel AG & Co. KGaA	Germany	Consumer Staples	720	107	99
Hennes & Mauritz AB B	Sweden	Consumer Discretionary	7,113	178	170
Hermes International	France	Consumer Discretionary	162	108	139
Hexagon AB B	Sweden	Information Technology	1,993	124	151
Hikari Tsushin Inc.	Japan	Consumer Discretionary	411	105	105
Hikma Pharmaceuticals PLC	Jordan	Health Care	3,153	99	98
Hisamitsu Pharmaceutical Co. Ltd.	Japan	Health Care	1,133	89	112
Hiscox Ltd.	United Kingdom	Financials	5,131	119	142
HomeServe PLC	United Kingdom	Industrials	5,799	103	100
The Hong Kong and China Gas Co. Ltd.	Hong Kong	Utilities	49,512	110	127
Hongkong Land Holdings Ltd.	Hong Kong	Real Estate	11,977	109	102
Hoshizaki Electric Co. Ltd.	Japan	Industrials	924	106	124
Howden Joinery Group PLC	United Kingdom	Industrials	12,255	99	97
Hoya Corp.	Japan	Health Care	1,944	124	149
HSBC Holdings PLC	United Kingdom	Financials	9,164	116	103
Hutchison Port Holdings Trust	Hong Kong	Industrials	531,602	267	172
Hysan Development Co. Ltd.	Hong Kong	Real Estate	15,548	111	102
Iberdrola SA	Spain	Utilities	24,873	235	237
Idemitsu Kosan Co.	Japan	Energy	4,957	249	339
IG Group Holdings PLC	United Kingdom	Financials	43,266	505	462
Iliad SA	France	Telecommunication Services	570	143	96
Inchcape PLC	United Kingdom	Consumer Discretionary	8,766	115	99



**MACKENZIE**  
Investments



# MACKENZIE MAXIMUM DIVERSIFICATION ALL WORLD DEVELOPED EX NORTH AMERICA INDEX ETF

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

STRATEGIC BETA INDEX ETF

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>EQUITIES (cont'd)</b>					
Indivior PLC	United Kingdom	Health Care	83,456	491	259
Industria de Diseno Textil SA (Inditex)	Spain	Consumer Discretionary	2,783	117	109
Infineon Technologies AG	Germany	Information Technology	5,023	149	148
Informa PLC	United Kingdom	Consumer Discretionary	8,392	109	108
ING Groep NV	Netherlands	Financials	6,045	130	102
Ingenico SA	France	Information Technology	3,841	450	377
Inmarsat PLC	United Kingdom	Telecommunication Services	11,909	101	100
Insurance Australia Group Ltd.	Australia	Financials	14,680	102	101
International Consolidated Airlines Group SA	United Kingdom	Industrials	9,465	109	105
Intertek Group PLC	United Kingdom	Industrials	1,670	128	141
Intesa Sanpaolo SPA	Italy	Financials	53,409	213	176
Isetan Mitsukoshi Holdings Ltd.	Japan	Consumer Discretionary	6,539	103	104
ISS AS	Denmark	Industrials	2,349	112	107
Izumi Co. Ltd.	Japan	Consumer Discretionary	1,525	106	131
J Sainsbury PLC	United Kingdom	Consumer Staples	24,771	113	134
J. Front Retailing Co. Ltd.	Japan	Consumer Discretionary	5,865	116	118
James Hardie Industries PLC	Ireland	Materials	5,904	125	116
Japan Airlines Co. Ltd.	Japan	Industrials	2,693	120	125
Japan Post Holdings Co. Ltd.	Japan	Financials	7,281	115	112
Japan Steel Works Ltd.	Japan	Industrials	3,286	131	103
Jardine Matheson Holdings Ltd.	Hong Kong	Industrials	5,989	482	486
Jardine Strategic Holdings Ltd.	Hong Kong	Industrials	5,615	284	263
JBH Hi-Fi Ltd.	Australia	Consumer Discretionary	6,509	164	153
John Wood Group PLC	United Kingdom	Energy	10,445	111	136
Johnson Matthey PLC	United Kingdom	Materials	1,955	108	117
Just Eat PLC	United Kingdom	Information Technology	9,405	119	106
JXTG Holdings Inc.	Japan	Energy	14,027	113	137
Jyske Bank AS	Denmark	Financials	1,588	111	99
K+S AG	Germany	Materials	7,379	242	200
Kagome Co. Ltd.	Japan	Consumer Staples	5,211	204	195
Kajima Corp.	Japan	Industrials	5,709	123	107
Kaken Pharmaceutical Co. Ltd.	Japan	Health Care	1,618	113	111
Kansai Electric Power Co. Inc.	Japan	Utilities	13,946	227	272
Kao Corp.	Japan	Consumer Staples	3,197	252	334
KBC Groep NV	Belgium	Financials	1,149	114	111
KDDI Corp.	Japan	Telecommunication Services	8,654	295	309
Kerry Group PLC A	Ireland	Consumer Staples	10,786	1,301	1,543
Kerry Properties Ltd.	Hong Kong	Real Estate	32,537	177	143
Kesko OYJ	Finland	Consumer Staples	1,613	112	113
Kewpie Corp.	Japan	Consumer Staples	6,458	212	193
Keyence Corp.	Japan	Information Technology	237	148	178
Kinden Corp.	Japan	Industrials	5,815	114	120
Kingfisher PLC	United Kingdom	Consumer Discretionary	22,615	117	98
Kingspan Group PLC	Ireland	Industrials	2,421	124	146
Kirin Holdings Co. Ltd.	Japan	Consumer Staples	6,268	176	208
Kobe Steel Ltd.	Japan	Materials	21,286	269	245
Kone OYJ B	Finland	Industrials	1,733	111	120
Koninklijke (Royal) KPN NV	Netherlands	Telecommunication Services	130,505	529	445



**MACKENZIE**  
Investments

# MACKENZIE MAXIMUM DIVERSIFICATION ALL WORLD DEVELOPED EX NORTH AMERICA INDEX ETF

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

STRATEGIC BETA INDEX ETF

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>EQUITIES (cont'd)</b>					
Koninklijke Ahold Delhaize NV	Netherlands	Consumer Staples	5,844	165	173
Koninklijke Philips NV	Netherlands	Health Care	5,593	263	329
Kuehne + Nagel International AG	Switzerland	Industrials	534	106	110
Kyowa Hakko Kirin Co. Ltd.	Japan	Health Care	15,446	352	374
Kyushu Electric Power Co. Inc.	Japan	Utilities	7,521	111	117
Land Securities Group PLC	United Kingdom	Real Estate	6,694	111	100
Lawson Inc.	Japan	Consumer Staples	4,786	419	377
Li & Fung Ltd.	Hong Kong	Consumer Discretionary	437,029	197	126
The Link Real Estate Investment Trust	Hong Kong	Real Estate	131,476	1,360	1,674
Lion Corp.	Japan	Consumer Staples	16,583	395	476
Lloyds Banking Group PLC	United Kingdom	Financials	100,195	109	100
Logitech International SA Reg.	Switzerland	Information Technology	4,781	223	277
L'Oréal SA	France	Consumer Staples	415	113	129
Lundin Petroleum AB	Sweden	Energy	4,923	154	243
MAN SE	Germany	Industrials	768	108	108
Marine Harvest ASA	Norway	Consumer Staples	4,827	110	144
Marks & Spencer Group PLC	United Kingdom	Consumer Discretionary	21,459	109	104
Medibank Private Ltd.	Australia	Financials	39,130	113	106
Mediclinic International PLC	South Africa	Health Care	16,982	193	123
Mediobanca SPA	Italy	Financials	8,489	114	110
Meggitt PLC	United Kingdom	Industrials	10,991	106	105
MEIJI Holdings Co. Ltd.	Japan	Consumer Staples	1,567	165	136
Melco International Development Ltd.	Hong Kong	Consumer Discretionary	40,517	138	105
Melco Resorts & Entertainment Ltd. ADR	Hong Kong	Consumer Discretionary	4,567	138	125
Melrose Industries PLC	United Kingdom	Industrials	171,605	632	578
Merck KGaA	Germany	Health Care	862	117	115
Metcash Ltd.	Australia	Consumer Staples	63,798	168	179
Metro Wholesale & Food Specialist	Germany	Consumer Staples	9,058	194	184
MGM China Holdings Ltd.	Macau	Consumer Discretionary	49,274	153	101
Micro Focus International PLC	United Kingdom	Information Technology	20,347	564	490
Mineral Resources Ltd.	Australia	Materials	7,187	126	107
Minth Group Ltd.	Hong Kong	Consumer Discretionary	30,909	181	165
Miraca Holdings Inc.	Japan	Health Care	2,706	101	91
Mirvac Group Stapled Securities	Australia	Real Estate	49,225	107	111
Mitsubishi Motors Corp.	Japan	Consumer Discretionary	59,658	532	544
Mitsubishi Tanabe Pharma Corp.	Japan	Health Care	5,168	136	112
Morinaga & Co. Ltd.	Japan	Consumer Staples	4,802	296	232
MS&AD Insurance Group Holdings Inc.	Japan	Financials	2,473	107	107
MTR Corp. Ltd.	Hong Kong	Industrials	14,930	104	102
MTU Aero Engines AG	Germany	Industrials	719	142	210
Muenchener Rueckversicherungs - Gesellschaft AG (MunichRe)	Germany	Financials	417	113	119
NagaCorp Ltd.	Cambodia	Consumer Discretionary	99,545	123	135
Nagoya Railroad Co. Ltd.	Japan	Industrials	3,302	105	106
Namco Bandai Holdings Inc.	Japan	Consumer Discretionary	3,892	175	196
National Grid PLC ADR	United Kingdom	Utilities	1,498	117	100
Neste Oil OYJ	Finland	Energy	9,281	732	992
Nestlé SA Reg.	Switzerland	Consumer Staples	2,951	316	320
Net One Systems Co. Ltd.	Japan	Information Technology	3,320	97	103



**MACKENZIE**  
Investments

# MACKENZIE MAXIMUM DIVERSIFICATION ALL WORLD DEVELOPED EX NORTH AMERICA INDEX ETF

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

STRATEGIC BETA INDEX ETF

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>EQUITIES (cont'd)</b>					
Newcrest Mining Ltd.	Australia	Materials	71,865	1,480	1,306
Nexon Co. Ltd.	Japan	Information Technology	13,449	204	227
Next PLC	United Kingdom	Consumer Discretionary	6,235	533	577
NIB Holdings Ltd.	Australia	Financials	20,140	128	110
Nichirei Corp.	Japan	Consumer Staples	12,146	390	416
Nihon Kohden Corp.	Japan	Health Care	3,252	121	133
Nikon Corp.	Japan	Consumer Discretionary	5,218	116	127
Nintendo Co. Ltd.	Japan	Information Technology	1,321	551	623
Nippon Express Co. Ltd.	Japan	Industrials	1,278	104	108
Nippon Gas Co. Ltd.	Japan	Utilities	1,488	98	96
Nippon Meat Packers Inc.	Japan	Consumer Staples	2,184	137	104
Nippon Shinyaku Co. Ltd.	Japan	Health Care	2,963	225	251
Nippon Telegraph & Telephone Corp. (NTT)	Japan	Telecommunication Services	5,669	336	331
Nippon Television Holdings Inc.	Japan	Consumer Discretionary	4,656	103	104
Nissan Motor Co. Ltd.	Japan	Consumer Discretionary	8,201	104	99
Nissin Foods Holdings Co. Ltd.	Japan	Consumer Staples	1,226	101	109
Nitori Holdings Co. Ltd.	Japan	Consumer Discretionary	4,293	819	796
NN Group NV	Netherlands	Financials	2,560	131	148
Nokia OYJ	Finland	Information Technology	13,885	100	100
Nokian Renkaat OYJ	Finland	Consumer Discretionary	2,114	112	112
Nomura Research Institute Ltd.	Japan	Information Technology	1,759	91	115
Nordea Bank AB	Sweden	Financials	8,419	120	119
Northern Star Resources Ltd.	Australia	Materials	68,408	345	531
Novartis AG Reg.	Switzerland	Health Care	1,089	115	122
Novo Nordisk AS B ADR	Denmark	Health Care	15,369	884	936
Novozymes AS	Denmark	Materials	2,093	123	149
NTT Data Corp.	Japan	Information Technology	8,008	111	143
NTT DoCoMo Inc.	Japan	Telecommunication Services	8,028	254	279
Obayashi Corp.	Japan	Industrials	22,670	313	278
Ocado Group PLC	United Kingdom	Consumer Discretionary	17,546	248	266
OMV AG	Austria	Energy	1,502	109	109
Ono Pharmaceutical Co. Ltd.	Japan	Health Care	39,819	1,218	1,458
Oracle Corp. Japan	Japan	Information Technology	1,046	95	109
Oriental Land Co. Ltd.	Japan	Consumer Discretionary	6,357	642	859
Orion OYJ	Finland	Health Care	2,716	135	133
Orkla ASA	Norway	Consumer Staples	9,253	103	101
Orsted A/S	Denmark	Utilities	1,225	104	108
Osaka Gas Co. Ltd.	Japan	Utilities	4,393	113	111
Osram Licht AG	Germany	Industrials	1,752	148	90
Otsuka Corp.	Japan	Information Technology	8,900	378	429
Otsuka Holdings Co. Ltd.	Japan	Health Care	2,905	169	189
OZ Minerals Ltd.	Australia	Materials	12,949	121	113
Paddy Power Betfair PLC	Ireland	Consumer Discretionary	869	123	95
Pandora AS	Denmark	Consumer Discretionary	7,451	739	602
Park24 Co. Ltd.	Japan	Industrials	9,588	330	375
Partners Group Holding AG	Switzerland	Financials	156	125	161
PCCW Ltd.	Hong Kong	Telecommunication Services	384,651	286	290
Pearson PLC	United Kingdom	Consumer Discretionary	45,547	710	683



**MACKENZIE**  
Investments

# MACKENZIE MAXIMUM DIVERSIFICATION ALL WORLD DEVELOPED EX NORTH AMERICA INDEX ETF

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

STRATEGIC BETA INDEX ETF

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>EQUITIES (cont'd)</b>					
Pennon Group PLC	United Kingdom	Utilities	9,542	123	115
PeptiDream Inc.	Japan	Health Care	2,493	119	129
Pernod Ricard SA*	France	Consumer Staples	646	117	137
Persimmon PLC	United Kingdom	Consumer Discretionary	2,500	115	100
Philips Lighting NV	Netherlands	Industrials	2,813	124	94
Power Assets Holdings Ltd.	Hong Kong	Utilities	11,567	127	104
Prada SPA	Italy	Consumer Discretionary	45,663	280	283
ProSiebenSat.1 Media SE	Germany	Consumer Discretionary	2,960	131	99
PSA Peugeot Citroen	France	Consumer Discretionary	3,981	111	139
Publicis Groupe SA	France	Consumer Discretionary	1,311	114	101
Puma AG Rudolf Dassler Sport	Germany	Consumer Discretionary	159	101	101
Qantas Airways Ltd.	Australia	Industrials	27,979	134	154
QBE Insurance Group Ltd.	Australia	Financials	11,661	114	121
Qiagen NV	United States	Health Care	3,542	149	173
Raiffeisen International Bank-Holding AG	Austria	Financials	2,637	113	98
Ramsay Health Care Ltd.	Australia	Health Care	1,987	127	102
Randgold Resources Ltd. ADR	Jersey	Materials	4,657	510	425
Reckitt Benckiser Group PLC	United Kingdom	Consumer Staples	9,736	220	231
Recruit Holdings Co. Ltd.	Japan	Industrials	5,908	154	255
Red Electrica Corporacion SA	Spain	Utilities	4,167	109	113
Reliance Worldwide Corp. Ltd.	United States	Industrials	37,129	185	180
RELX PLC	United Kingdom	Industrials	7,740	204	211
Rentokil Initial PLC	United Kingdom	Industrials	27,206	128	146
Resona Holdings Inc.	Japan	Financials	17,656	124	128
Ricoh Co. Ltd.	Japan	Information Technology	9,117	109	127
Roche Holding AG Genusscheine	Switzerland	Health Care	387	115	122
Roche Holding AG	Switzerland	Health Care	2,105	634	665
The Royal Bank of Scotland Group PLC	United Kingdom	Financials	34,268	153	144
Royal Mail PLC	United Kingdom	Industrials	12,533	116	101
RPC Group PLC	United Kingdom	Materials	7,283	103	98
RSA Insurance Group PLC	United Kingdom	Financials	10,008	108	97
RTL Group SA	Luxembourg	Consumer Discretionary	1,129	113	104
RWE AG	Germany	Utilities	3,608	116	115
Ryohin Keikaku Co. Ltd.	Japan	Consumer Discretionary	267	93	103
Samsonite International SA	United States	Consumer Discretionary	122,675	652	588
Sanofi-Aventis ADR	France	Health Care	1,789	98	103
Santos Ltd.	Australia	Energy	15,652	103	106
SAP AG	Germany	Information Technology	2,322	309	370
Sapporo Holdings Ltd.	Japan	Consumer Staples	7,549	264	203
SATS Ltd.	Singapore	Industrials	56,512	271	279
Sawai Pharmaceutical Co. Ltd.	Japan	Health Care	1,468	101	102
SBM Offshore NV	Netherlands	Energy	5,307	111	124
Scentre Group	Australia	Real Estate	26,727	113	99
SCOR SE	France	Financials	1,737	104	104
Sega Sammy Holdings Inc.	Japan	Consumer Discretionary	6,493	124	124
SES SA	Luxembourg	Consumer Discretionary	38,037	874	1,080
Seven & i Holdings Co. Ltd.	Japan	Consumer Staples	2,581	137	149
Severn Trent PLC	United Kingdom	Utilities	3,332	118	104



**MACKENZIE**  
Investments

# MACKENZIE MAXIMUM DIVERSIFICATION ALL WORLD DEVELOPED EX NORTH AMERICA INDEX ETF

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

STRATEGIC BETA INDEX ETF

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>EQUITIES (cont'd)</b>					
SGS SA Reg.*	Switzerland	Industrials	33	100	113
Sharp Corp.	Japan	Consumer Discretionary	5,356	197	141
Shimamura Co. Ltd.	Japan	Consumer Discretionary	2,391	371	293
Shimano Inc.	Japan	Consumer Discretionary	478	101	100
Shimizu Corp.	Japan	Industrials	9,003	115	106
Shire PLC ADR	United States	Health Care	1,396	290	327
Shiseido Co. Ltd.	Japan	Consumer Staples	2,507	146	251
Siemens Gamesa Renewable Energy SA	Spain	Industrials	8,161	169	134
Sika AG	Switzerland	Materials	648	85	123
Sims Metal Management Ltd.	United States	Materials	8,533	125	101
Skanska AB	Sweden	Industrials	4,531	124	115
Skylark Co. Ltd.	Japan	Consumer Discretionary	5,328	102	102
Smith & Nephew PLC	United Kingdom	Health Care	4,550	109	107
Smurfit Kappa Group PLC	Ireland	Materials	1,887	102	97
Societe Generale	France	Financials	7,322	490	406
Sodexo SA	France	Consumer Discretionary	726	102	100
Sonova Holding AG	Switzerland	Health Care	576	112	149
Sony Financial Holdings Inc.	Japan	Financials	5,490	124	156
South32 Ltd.	Australia	Materials	33,281	110	122
Spark New Zealand Ltd.	New Zealand	Telecommunication Services	180,776	599	627
Square Enix Holdings Co. Ltd.	Japan	Information Technology	1,923	93	103
SSE PLC	United Kingdom	Utilities	5,309	123	103
SSP Group PLC	United Kingdom	Consumer Discretionary	8,498	105	104
Standard Chartered PLC	United Kingdom	Financials	9,972	122	107
Standard Life Aberdeen PLC	United Kingdom	Financials	18,677	122	96
Start Today Co. Ltd.	Japan	Consumer Discretionary	6,778	229	265
Statoil ASA	Norway	Energy	2,957	102	108
STMicroelectronics NV	Switzerland	Information Technology	4,794	113	113
Straumann Holding AG	Switzerland	Health Care	184	135	180
Subsea 7 SA	United Kingdom	Energy	5,703	108	109
Sumco Corp.	Japan	Information Technology	5,903	154	111
Sun Art Retail Group Ltd.	Hong Kong	Consumer Staples	115,221	185	194
Sun Hung Kai Properties Ltd.	Hong Kong	Real Estate	5,257	112	99
Suzuki Motor Corp.	Japan	Consumer Discretionary	2,009	126	149
Svenska Cellulosa AB (SCA) B	Sweden	Materials	12,350	144	181
Svenska Handelsbanken AB A	Sweden	Financials	7,345	124	120
The Swatch Group AG	Switzerland	Consumer Discretionary	213	106	110
Swire Pacific Ltd. Class A	Hong Kong	Real Estate	8,180	111	116
Swire Properties Ltd.	Hong Kong	Real Estate	23,758	116	116
Swiss Life Holding AG Reg.	Switzerland	Financials	303	129	149
Swiss Prime Site AG	Switzerland	Real Estate	907	101	100
Swiss Re Ltd.	Switzerland	Financials	922	118	111
Swisscom AG Reg.	Switzerland	Telecommunication Services	168	101	99
Symrise AG	Germany	Materials	1,166	112	138
T&D Holdings Inc.	Japan	Financials	6,358	124	136
Taisei Corp.	Japan	Industrials	2,095	125	123
Taiyo Yuden Co. Ltd.	Japan	Information Technology	3,236	73	94
Takeda Pharmaceutical Co. Ltd.	Japan	Health Care	2,902	178	161



**MACKENZIE**  
Investments

# MACKENZIE MAXIMUM DIVERSIFICATION ALL WORLD DEVELOPED EX NORTH AMERICA INDEX ETF

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

STRATEGIC BETA INDEX ETF

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>EQUITIES (cont'd)</b>					
Tate & Lyle PLC	United Kingdom	Consumer Staples	9,593	109	110
Taylor Wimpey PLC	United Kingdom	Consumer Discretionary	35,099	114	102
TechnipFMC PLC	United Kingdom	Energy	2,560	104	104
Techtronic Industries Co. Ltd.	Hong Kong	Consumer Discretionary	141,299	922	1,168
Telefonaktiebolaget LM Ericsson B	Sweden	Information Technology	57,459	600	659
Telefonica Deutschland Holding AG	Germany	Telecommunication Services	19,355	115	106
Telenet Group Holding NV	Belgium	Consumer Discretionary	1,377	98	98
Telenor ASA	Norway	Telecommunication Services	3,856	101	97
Teleperformance	France	Industrials	709	124	173
Telstra Corp. Ltd.	Australia	Telecommunication Services	39,336	142	117
Temenos Group AG	Switzerland	Information Technology	781	107	165
Tenaris SA	Luxembourg	Energy	6,788	134	147
Terumo Corp.	Japan	Health Care	2,076	121	159
Tesco PLC	United Kingdom	Consumer Staples	25,358	114	102
Tokai Carbon Co. Ltd.	Japan	Materials	4,211	106	107
Tokuyama Corp.	Japan	Materials	2,930	105	103
Tokyo Electron Ltd.	Japan	Information Technology	818	155	145
Tokyo Gas Co. Ltd.	Japan	Utilities	3,893	123	124
Toyo Suisan Kaisha Ltd.	Japan	Consumer Staples	2,267	110	114
Transurban Group Stapled Securities	Australia	Industrials	9,995	111	105
Treasury Wine Estates Ltd.	Australia	Consumer Staples	9,172	129	150
TSUMURA & Co.	Japan	Health Care	5,312	224	237
Tsuruha Holdings Inc.	Japan	Consumer Staples	1,613	249	257
TUI AG	Germany	Consumer Discretionary	5,654	132	140
Tullow Oil PLC	United Kingdom	Energy	122,553	493	544
UBI Banca - Unione di Banche Italiane SCPA	Italy	Financials	84,197	469	437
UBS Group AG	Switzerland	Financials	12,692	278	260
UCB SA	Belgium	Health Care	2,859	274	332
Umicore SA*	Belgium	Materials	2,721	149	197
Unicharm Corp.	Japan	Consumer Staples	3,033	101	130
UniCredit SPA	Italy	Financials	19,300	439	376
Unilever NV CVA	United Kingdom	Consumer Staples	1,782	118	128
Unilever PLC	United Kingdom	Consumer Staples	1,633	114	116
United Utilities Group PLC	United Kingdom	Utilities	8,656	111	103
UPM-Kymmene OYJ	Finland	Materials	2,041	105	104
Valeo SA	France	Consumer Discretionary	1,779	143	100
Venture Corp. Ltd.	Singapore	Information Technology	21,319	387	356
Vestas Wind Systems AS	Denmark	Industrials	3,812	346	333
Vicinity Centres	Australia	Real Estate	42,676	115	105
Vifor Pharma AG	Switzerland	Health Care	2,522	429	568
Vivendi SA	France	Consumer Discretionary	4,033	121	134
Volkswagen AG Pfd.	Germany	Consumer Discretionary	551	122	125
Volvo AB Class B	Sweden	Industrials	6,055	124	138
Vonovia SE	Germany	Real Estate	2,219	119	140
VTech Holdings Ltd.	Hong Kong	Information Technology	6,981	117	104
Wesfarmers Ltd.	Australia	Consumer Staples	2,153	101	100
West Japan Railway Co.	Japan	Industrials	1,189	105	107
WH Group Ltd.	Hong Kong	Consumer Staples	620,265	731	565



**MACKENZIE**  
Investments

# MACKENZIE MAXIMUM DIVERSIFICATION ALL WORLD DEVELOPED EX NORTH AMERICA INDEX ETF

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

STRATEGIC BETA INDEX ETF

## SCHEDULE OF INVESTMENTS (cont'd)

As at September 30, 2018

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000s)	Fair Value (\$ 000s)
<b>EQUITIES (cont'd)</b>					
The Wharf Holdings Ltd.	Hong Kong	Real Estate	27,579	120	97
Wheelock and Co. Ltd.	Hong Kong	Real Estate	12,538	111	97
William Hill PLC	United Kingdom	Consumer Discretionary	54,286	266	231
William Morrison Supermarkets PLC	United Kingdom	Consumer Staples	25,306	109	111
Wilmar International Ltd.	Singapore	Consumer Staples	35,778	112	109
Wirecard AG	Germany	Information Technology	3,898	475	1,094
Woolworths Ltd.	Australia	Consumer Staples	4,204	109	110
WPP PLC	United Kingdom	Consumer Discretionary	5,253	116	100
Xinyi Glass Holdings Ltd.	Hong Kong	Consumer Discretionary	162,126	284	265
Yahoo Japan Corp.	Japan	Information Technology	22,633	117	105
Yakult Hansha Co. Ltd.	Japan	Consumer Staples	1,218	100	129
Yamada Denki Co. Ltd.	Japan	Consumer Discretionary	43,355	305	284
Yamaha Corp.	Japan	Consumer Discretionary	2,669	132	183
Yamato Holdings Co. Ltd.	Japan	Industrials	3,970	119	158
Yamazaki Baking Co. Ltd.	Japan	Consumer Staples	13,184	350	341
Yara International ASA	Norway	Materials	1,912	105	121
Yue Yuen Industrial (Holdings) Ltd.	Hong Kong	Consumer Discretionary	92,163	444	331
Zalando SE	Germany	Consumer Discretionary	4,476	276	225
Zurich Insurance Group AG	Switzerland	Financials	272	115	112
<b>Total equities</b>				<b>98,666</b>	<b>101,462</b>
Transaction costs				(206)	—
<b>Total investments</b>				<b>98,460</b>	<b>101,462</b>
Cash and cash equivalents					733
Other assets less liabilities					(198)
<b>Total net assets</b>					<b>101,997</b>

\* Related to Mackenzie. See Note 1.



**MACKENZIE**  
Investments

# MACKENZIE MAXIMUM DIVERSIFICATION ALL WORLD DEVELOPED EX NORTH AMERICA INDEX ETF

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

STRATEGIC BETA INDEX ETF

## SUMMARY OF INVESTMENT PORTFOLIO

### September 30, 2018

Portfolio Allocation	% of NAV
Equities	99.5
Cash and short-term investments	0.7
Other assets (liabilities)	(0.2)

### Regional Allocation

Regional Allocation	% of NAV
Japan	27.2
United Kingdom	15.0
Hong Kong	9.0
Other	8.9
Australia	7.3
Germany	6.1
Switzerland	5.4
Denmark	4.1
France	3.5
Ireland	3.1
Sweden	2.4
Netherlands	2.3
Finland	1.8
New Zealand	1.7
Italy	1.7
Cash and short-term investments	0.7
Other assets (liabilities)	(0.2)

### Sector Allocation

Sector Allocation	% of NAV
Consumer discretionary	19.1
Health care	14.4
Consumer staples	14.2
Industrials	11.6
Financials	9.9
Information technology	9.5
Materials	7.6
Real estate	4.1
Energy	3.2
Telecommunication services	3.0
Utilities	2.9
Cash and short-term investments	0.7
Other assets (liabilities)	(0.2)

### March 31, 2018

Portfolio Allocation	% of NAV
Equities	99.1
Exchange-traded funds/notes	0.5
Other assets (liabilities)	0.2
Cash and short-term investments	0.2

### Regional Allocation

Regional Allocation	% of NAV
Japan	28.8
United Kingdom	10.6
Other	10.0
Hong Kong	9.6
Germany	8.2
Australia	6.8
Switzerland	5.6
France	3.8
Denmark	3.3
Ireland	3.1
Netherlands	2.4
Sweden	2.4
Spain	1.8
Finland	1.6
Italy	1.6
Other assets (liabilities)	0.2
Cash and short-term investments	0.2

### Sector Allocation

Sector Allocation	% of NAV
Consumer discretionary	17.1
Health care	13.6
Consumer staples	12.8
Industrials	12.3
Financials	11.0
Information technology	10.8
Materials	10.0
Real estate	3.9
Telecommunication services	2.8
Utilities	2.6
Energy	2.2
Exchange-traded funds/notes	0.5
Other assets (liabilities)	0.2
Cash and short-term investments	0.2



**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 an exchange-traded fund (“the ETF”) is established, ‘period’ represents the period from inception to the period end of that fiscal year. Refer to Note 10 for the formation date of the ETF.

The ETF is organized as an open-ended mutual fund trust established under the laws of the Province of Ontario pursuant to a Declaration of Trust as amended and restated from time to time. The address of the ETF’s registered office is 180 Queen Street West, Toronto, Ontario, Canada. The ETF is authorized to issue an unlimited number of units for sale under a Prospectus. The units of the ETF are listed on the Toronto Stock Exchange/Aequitas NEO Exchange (“the Exchange”).

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

### 2. Basis of Preparation and Presentation

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

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

These financial statements were authorized for issue by the Board of Directors of Mackenzie Financial Corporation on November 13, 2018. Standards issued but not yet effective for the current accounting year, as applicable, are described in Note 3.

### 3. Significant Accounting Policies

#### (a) Financial instruments

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

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

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

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

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

**NOTES TO FINANCIAL STATEMENTS****3. Significant Accounting Policies (cont'd)****(a) Financial instruments (cont'd)**

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

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

**(b) Fair value measurement**

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

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

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

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

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

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

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

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

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

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

**NOTES TO FINANCIAL STATEMENTS****3. Significant Accounting Policies (cont'd)**

## (c) Income recognition

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

## (d) Commissions and other portfolio transaction costs

Commissions and other portfolio transaction costs are costs incurred to acquire, issue or dispose of financial assets or liabilities. They include fees and commissions paid to agents, advisers, brokers and dealers. Commissions may be paid to brokerage firms which provide (or pay for) certain services, other than order execution, which may include investment research, analysis and reports, and databases or software in support of these services. Where applicable and ascertainable, the value of third-party services that were paid for by brokers during the periods is disclosed in Note 10. The value of certain proprietary services provided by brokers cannot be reasonably estimated. Mackenzie may reimburse the ETF for certain commissions and other portfolio transaction costs. Mackenzie may make these reimbursements at its discretion and stop these reimbursements at any time without notice. Any such reimbursements are included in expenses absorbed by Manager in the Statement of Comprehensive Income.

## (e) Securities lending, repurchase and reverse repurchase transactions

The ETF is permitted to enter into securities lending, repurchase and reverse repurchase transactions as set out in the ETF's Prospectus. These transactions involve the temporary exchange of securities for collateral with a commitment to redeliver the same securities on a future date. Securities lending transactions are administered by Canadian Imperial Bank of Commerce (the "Securities Lending Agent"). The value of cash or securities held as collateral must be at least 102% of the fair value of the securities loaned, sold or purchased. Income is earned from these transactions in the form of fees paid by the counterparty and, in certain circumstances, interest paid on cash or securities held as collateral. Income earned from these transactions is included in the Statement of Comprehensive Income – Securities lending income and recognized when earned.

Note 10 summarizes the details of securities loaned and collateral received, as well as a reconciliation of securities lending income, if applicable.

## (f) Offsetting

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position only when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously. In the normal course of business, the ETF enters into various master netting agreements or similar agreements that do not meet the criteria for offsetting in the Statement of Financial Position but still allow for the related amounts to be set off in certain circumstances, such as bankruptcy or termination of the contracts. Note 10 summarizes the details of such offsetting, if applicable.

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

## (g) Foreign currency

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

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

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

## (h) Net assets attributable to unitholders per unit

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

## (i) Net asset value per unit

The daily Net Asset Value ("NAV") of an investment fund may be calculated without reference to IFRS as per the Canadian Securities Administrators' ("CSA") regulations. The difference between NAV and Net assets attributable to unitholders (as reported in the financial statements), if any, is mainly due to differences in fair value of investments and other financial assets and liabilities. Refer to Note 10 for the ETF's NAV per unit.

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

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



## NOTES TO FINANCIAL STATEMENTS

### 4. Critical Accounting Estimates and Judgments

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

#### Use of Estimates

##### *Fair value of securities not quoted in an active market*

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

#### Use of Judgments

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

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

##### *Functional currency*

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

##### *Structured entities and associates*

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

### 5. Income Taxes

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

Losses of the ETF cannot be allocated to investors and are retained in the ETF for use in future years. Non-capital losses may be carried forward up to 20 years to reduce taxable income and realized capital gains of future years. Capital losses may be carried forward indefinitely to reduce future realized capital gains. Refer to Note 10 for the ETF's loss carryforwards.

### 6. Management Fees and Operating Expenses

Mackenzie is paid a management fee for managing the investment portfolio, providing investment analysis and recommendations, making investment decisions and making brokerage arrangements relating to the purchase and sale of the investment portfolio. The management fee is calculated as a fixed annual percentage of the daily net asset value of the units of the ETF.

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



**NOTES TO FINANCIAL STATEMENTS****6. Management Fees and Operating Expenses (cont'd)**

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

**7. Units and Unit Transactions**

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

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

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

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

**8. ETF's Capital**

The capital of the ETF is comprised of the net assets attributable to unitholders. The units outstanding for the ETF as at September 30, 2018 and 2017 and units issued, reinvested and redeemed for the periods are presented in the Statement of Changes in Financial Position. Mackenzie manages the capital of the ETF in accordance with the investment objectives as discussed in Note 10.

**9. Financial Instruments Risk****i. Risk exposure and management**

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

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

**ii. Liquidity risk**

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

**NOTES TO FINANCIAL STATEMENTS****9. Financial Instruments Risk (cont'd)**

## iii. Currency risk

Currency risk arises when the fair value of financial instruments that are denominated in a currency other than the Canadian dollar, which is the ETF's reporting currency, fluctuates due to changes in exchange rates. Note 10 summarizes the ETF's exposure, if applicable and significant, to currency risk.

## iv. Interest rate risk

Interest rate risk arises when the fair value of interest-bearing financial instruments fluctuates due to changes in the prevailing levels of market interest rates. Cash and cash equivalents do not expose the ETF to significant amounts of interest rate risk. Note 10 summarizes the ETF's exposure, if applicable and significant, to interest rate risk.

## v. Other price risk

Other price risk is the risk that the value of financial instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer, or all factors affecting all instruments traded in a market or market segment. All investments present a risk of loss of capital. This risk is managed through a careful selection of investments and other financial instruments within the parameters of the investment strategies. Except for certain derivative contracts, the maximum risk resulting from financial instruments is equivalent to their fair value. The maximum risk of loss on certain derivative contracts such as forwards, swaps, and futures contracts is equal to their notional values. In the case of written call (put) options and short futures contracts, the loss to the ETF continues to increase, without limit, as the fair value of the underlying interest increases (decreases). However, these instruments are generally used within the overall investment management process to manage the risk from the underlying investments and do not typically increase the overall risk of loss to the ETF. This risk is mitigated by ensuring that the ETF holds a combination of the underlying interest, cash cover and/or margin that is equal to or greater than the value of the derivative contract. Note 10 summarizes the ETF's exposure, if applicable and significant, to other price risk.

## vi. Credit risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the ETF. Note 10 summarizes the ETF's exposure, if applicable and significant, to credit risk.

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

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

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

## vii. Underlying ETFs

The ETF may invest in underlying ETFs and may be indirectly exposed to currency risk, interest rate risk, other price risk and credit risk from fluctuations in the value of financial instruments held by the underlying ETFs. Note 10 summarizes the ETF's exposure, if applicable and significant, to these risks from underlying ETF.

# MACKENZIE MAXIMUM DIVERSIFICATION ALL WORLD DEVELOPED EX NORTH AMERICA INDEX ETF

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

STRATEGIC BETA INDEX ETF

## NOTES TO FINANCIAL STATEMENTS

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

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

Date of Formation June 3, 2016

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

Series E units were listed on the TSX under the symbol MXU on September 7, 2016. The closing market price, or the midpoint of the bid and ask prices in the absence of a closing market price, at September 30, 2018 was \$22.23 (March 31, 2018 – \$23.11).

The management fee rate for Series E units is 0.50%.

As at September 30, 2018, the ETF's NAV per unit was \$22.23 (March 31, 2018 – \$23.11) and its Net Assets per unit calculated in accordance with IFRS was \$22.17 (March 31, 2018 – \$22.99).

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

As at September 30, 2018, other funds managed by Mackenzie had an investment of \$60,834 (March 31, 2018 – \$51,544) in the ETF.

#### (c) Loss Carryforwards

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

#### (d) Securities Lending

The value of securities loaned and collateral received from securities lending at September 30, 2018 and March 31, 2018, were as follows:

	September 30, 2018	March 31, 2018
	(\$)	(\$)
Value of securities loaned	6,883	5,491
Value of collateral received	7,318	5,805

A reconciliation of the gross amount generated from the securities lending transactions to the security lending income to the ETF for the periods ended September 30, 2018 and 2017 is as follows:

	2018		2017	
	(\$)	(%)	(\$)	(%)
Gross securities lending income	41	100.0	5	100.0
Tax withheld	–	–	–	–
	41	100.0	5	100.0
Payments to Securities Lending Agent	(10)	(24.4)	(1)	(20.0)
Securities lending income	31	75.6	4	80.0

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

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

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

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

The ETF seeks to replicate, to the extent reasonably possible and before fees and expenses, the performance of the TOBAM Maximum Diversification All World Developed ex North America Index, or any successor thereto. It invests primarily in equity securities of developed world markets, excluding North America.



**MACKENZIE**  
Investments

# MACKENZIE MAXIMUM DIVERSIFICATION ALL WORLD DEVELOPED EX NORTH AMERICA INDEX ETF

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2018

STRATEGIC BETA INDEX ETF

## NOTES TO FINANCIAL STATEMENTS

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

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

##### *ii. Currency risk*

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

September 30, 2018				
Currency	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
Japanese yen	27,711	5	–	27,716
Euro	23,216	12	–	23,228
British pound	13,718	29	–	13,747
Hong Kong dollar	8,863	6	–	8,869
Australian dollar	7,775	24	–	7,799
Swiss franc	5,765	1	–	5,766
U.S. dollar	5,158	66	–	5,224
Danish krone	3,286	–	–	3,286
Swedish krona	2,463	3	–	2,466
New Zealand dollar	1,732	–	–	1,732
Singapore dollar	1,095	–	–	1,095
Norwegian krone	680	–	–	680
Total	101,462	146	–	101,608
% of Net Assets	99.5	0.1	–	99.6

March 31, 2018				
Currency	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)
Japanese yen	24,483	12	–	24,495
Euro	21,290	11	–	21,301
British pound	8,771	36	–	8,807
Hong Kong dollar	8,005	7	–	8,012
Australian dollar	6,036	6	–	6,042
Swiss franc	4,799	9	–	4,808
U.S. dollar	4,514	65	–	4,579
Danish krone	2,080	–	–	2,080
Swedish krona	1,782	–	–	1,782
Singapore dollar	1,360	–	–	1,360
New Zealand dollar	1,335	–	–	1,335
Norwegian krone	260	–	–	260
Total	84,715	146	–	84,861
% of Net Assets	99.6	0.2	–	99.8

\* Includes both monetary and non-monetary financial instruments



**NOTES TO FINANCIAL STATEMENTS**

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

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

*ii. Currency risk (cont'd)*

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 \$5,080 or 5.0% of total net assets (March 31, 2018 – \$4,243 or 5.0%). In practice, the actual trading results may differ and the difference could be material.

*iii. Interest rate risk*

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

*iv. Other price risk*

The ETF's most significant exposure to price risk arises from its investment in equity securities and exchange-traded funds/notes. As at September 30, 2018, had the prices on the respective stock exchanges for these securities increased or decreased by 10%, with all other variables held constant, net assets would have increased or decreased by approximately \$10,146 or 9.9% of total net assets (March 31, 2018 – \$8,472 or 10.0%). In practice, the actual trading results may differ and the difference could be material.

*v. Credit risk*

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

(g) Fair Value Classification

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

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

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

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

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

	September 30, 2018				March 31, 2017			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	101,462	–	–	101,462	84,322	–	–	84,322
Exchange-traded funds/notes	–	–	–	–	393	–	–	393
Total	101,462	–	–	101,462	84,715	–	–	84,715

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

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