

# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## MANAGEMENT REPORT

### Management's Responsibility for Financial Reporting

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

The Board of Directors (the "Board") of Mackenzie Financial Corporation is responsible for reviewing and approving the financial statements and overseeing the Manager's performance of its financial reporting responsibilities. The Board meets regularly with the Manager, internal auditors and external auditors to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues.

Effective March 31, 2023, KPMG LLP was appointed as the external auditor of the Fund. It is appointed by the Board. The external auditor has audited the financial statements in accordance with Canadian generally accepted auditing standards to enable it to express to the securityholders its opinion on the financial statements. Its report is set out below.

On behalf of Mackenzie Financial Corporation,  
Manager of the Fund



Luke Gould  
President and Chief Executive Officer



Terry Rountes  
Chief Financial Officer, Funds

June 5, 2023

## INDEPENDENT AUDITOR'S REPORT

To the Securityholders of Mackenzie Floating Rate Income Fund (the "Fund")

### Opinion

We have audited the financial statements of the Fund, which comprise:

- the statement of financial position as at March 31, 2023
- the statement of comprehensive income for the period then ended as indicated in note 1
- the statement of changes in financial position for the period then ended as indicated in note 1
- the statement of cash flows for the period then ended as indicated in note 1 and
- notes to the financial statements, including a summary of significant accounting policies (Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 2023, and its financial performance and cash flows for the period then ended as indicated in note 1 in accordance with International Financial Reporting Standards (IFRS), as issued by the International Accounting Standards Board (IASB).

### Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our auditor's report.

We are independent of the Fund in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

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

### Other Matter – Comparative Information

The financial statements for the period ended March 31, 2022 were audited by another auditor who expressed an unmodified opinion on those financial statements on June 15, 2022.



**MACKENZIE**  
Investments

# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## INDEPENDENT AUDITOR'S REPORT (cont'd)

### Other Information

Management is responsible for the other information. Other information comprises:

– the information included in the Annual Management Report of Fund Performance of the Fund.

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit and remain alert for indications that the other information appears to be materially misstated.

We obtained the information included in the Annual Management Report of Fund Performance of the Fund filed with the relevant Canadian Securities Commissions as at the date of this auditor's report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in the auditor's report.

We have nothing to report in this regard.

### Responsibilities of Management and Those Charged with Governance for the Financial Statements

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

In preparing the financial statements, management is responsible for assessing the Fund's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the financial reporting process of the Fund.

### Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Chartered Professional Accountants, Licensed Public Accountants  
Toronto, Ontario  
June 5, 2023

# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## STATEMENTS OF FINANCIAL POSITION

at March 31 (in \$ 000 except per security amounts)

	2023 \$	2022 \$	Net assets attributable to securityholders (note 3)				
			per security		per series		
			2023	2022	2023	2022	
<b>ASSETS</b>							
<b>Current assets</b>							
Investments at fair value	524,269	817,739	Series A	8.20	8.89	3,742	6,449
Cash and cash equivalents	6,287	19,543	Series AR	8.07	8.75	1,808	1,505
Accrued interest receivable	4,126	3,914	Series CL	8.06	8.75	225,612	261,690
Accounts receivable for investments sold	20,469	60,974	Series D	7.90	8.57	1,273	1,267
Accounts receivable for securities issued	70	2,109	Series F	8.15	8.85	127,091	260,107
Derivative assets	168	14,910	Series F5	11.04	11.89	1,274	1,408
<b>Total assets</b>	<b>555,389</b>	<b>919,189</b>	Series FB	8.36	9.08	283	414
			Series O	8.15	8.84	7,748	23,603
<b>LIABILITIES</b>			Series PW	8.06	8.74	102,431	125,481
<b>Current liabilities</b>			Series PWFB	8.09	8.78	2,632	4,042
Accounts payable for investments purchased	11,934	67,332	Series PWR	8.20	8.90	1,079	832
Accounts payable for securities redeemed	453	377	Series PWT5	11.36	12.29	882	1,175
Distribution payable	1	–	Series PWT8	8.40	9.38	382	402
Due to manager	672	16	Series PWX	8.01	8.69	1,378	3,121
Liability for options written	–	62	Series R	8.04	8.75	1	70,889
Derivative liabilities	4,547	294	Series SC	8.19	8.89	54,146	78,260
<b>Total liabilities</b>	<b>17,607</b>	<b>68,081</b>	Series S5	10.51	11.38	1,283	2,119
<b>Net assets attributable to securityholders</b>	<b>537,782</b>	<b>851,108</b>	Series LB	8.52	9.24	468	921
			Series LF	8.45	9.17	1,678	2,660
			Series LW	8.46	9.18	2,591	4,763
						<b>537,782</b>	<b>851,108</b>

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

# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## STATEMENTS OF COMPREHENSIVE INCOME

for the periods ended March 31 (in \$ 000 except per security amounts)

	2023 \$	2022 \$	Increase (decrease) in net assets attributable to securityholders from operations (note 3)						
			per security		per series				
			2023	2022	2023	2022			
<b>Income</b>									
Dividends	653	351							
Interest income for distribution purposes	50,077	35,649							
Other changes in fair value of investments and other net assets									
Net realized gain (loss)	(48,696)	(43,283)							
Net unrealized gain (loss)	(15,661)	25,828							
Securities lending income	65	14							
Fee rebate income	6	–							
<b>Total income (loss)</b>	<b>(13,556)</b>	<b>18,559</b>							
<b>Expenses (note 6)</b>									
Management fees	4,103	4,079							
Management fee rebates	(10)	(13)							
Administration fees	714	702							
Interest charges	2	1							
Commissions and other portfolio transaction costs	21	37							
Independent Review Committee fees	2	2							
Other	3	1							
<b>Expenses before amounts absorbed by Manager</b>	<b>4,835</b>	<b>4,809</b>							
Expenses absorbed by Manager	–	–							
<b>Net expenses</b>	<b>4,835</b>	<b>4,809</b>							
<b>Increase (decrease) in net assets attributable to securityholders from operations before tax</b>	<b>(18,391)</b>	<b>13,750</b>							
Foreign withholding tax expense (recovery)	39	8							
Foreign income tax expense (recovery)	–	–							
<b>Increase (decrease) in net assets attributable to securityholders from operations</b>	<b>(18,430)</b>	<b>13,742</b>							
			Series A	(0.38)	0.12	(234)	103		
			Series AR	(0.15)	0.07	(29)	13		
			Series CL	(0.07)	0.21	(2,144)	5,092		
			Series D	(0.20)	0.11	(32)	15		
			Series F	(0.33)	0.12	(7,862)	2,570		
			Series F5	(0.20)	0.29	(27)	37		
			Series FB	(0.18)	0.16	(9)	7		
			Series O	(0.38)	0.22	(652)	444		
			Series PW	(0.19)	0.11	(2,640)	1,426		
			Series PWFB	(0.14)	0.15	(61)	54		
			Series PWR	(0.14)	0.08	(19)	6		
			Series PWT5	(0.23)	0.16	(23)	11		
			Series PWT8	(0.17)	0.14	(8)	6		
			Series PWX	(0.09)	0.25	(31)	85		
			Series R	(1.01)	0.18	(2,501)	2,134		
			Series S	–	0.04	–	778		
			Series SC	(0.24)	0.10	(1,893)	776		
			Series S5	(0.42)	0.10	(69)	14		
			Series T5	–	0.31	–	2		
			Q Series	–	0.09	–	84		
			H Series	–	0.04	–	13		
			HW Series	–	0.04	–	1		
			L Series	–	0.09	–	38		
			N Series	–	0.04	–	52		
			QF Series	–	0.05	–	11		
			QFW Series	–	0.04	–	1		
			Series LB	(0.31)	(0.06)	(20)	(4)		
			Series LF	(0.22)	(0.02)	(54)	(3)		
			Series LW	(0.28)	(0.11)	(122)	(24)		
						<b>(18,430)</b>	<b>13,742</b>		

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

# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## STATEMENTS OF CHANGES IN FINANCIAL POSITION

for the periods ended March 31 (in \$ 000 except per security amounts)

	Total		Series A		Series AR		Series CL		Series D	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	<b>851,108</b>	<b>606,149</b>	<b>6,449</b>	<b>10,526</b>	<b>1,505</b>	<b>1,397</b>	<b>261,690</b>	<b>3,293</b>	<b>1,267</b>	<b>911</b>
Increase (decrease) in net assets from operations	(18,430)	13,742	(234)	103	(29)	13	(2,144)	5,092	(32)	15
Distributions paid to securityholders:										
Investment income	(45,883)	(30,160)	(282)	(200)	(91)	(38)	(18,771)	(10,062)	(88)	(40)
Capital gains	—	—	—	—	—	—	—	—	—	—
Return of capital	(71)	(115)	—	—	—	—	—	—	—	—
Management fee rebates	(10)	(13)	—	—	—	—	—	—	—	—
Total distributions paid to securityholders	(45,964)	(30,288)	(282)	(200)	(91)	(38)	(18,771)	(10,062)	(88)	(40)
Security transactions:										
Proceeds from securities issued	138,420	675,854	1,615	2,610	581	639	36,507	287,236	638	1,171
Reinvested distributions	20,765	13,395	241	184	91	38	1,771	1,099	75	37
Payments on redemption of securities	(408,117)	(213,684)	(4,047)	(6,774)	(249)	(544)	(53,441)	(24,967)	(587)	(827)
Value of securities transferred on reorganization (note 10)	—	(214,060)	—	—	—	—	—	(1)	—	—
Total security transactions	(248,932)	261,505	(2,191)	(3,980)	423	133	(15,163)	263,367	126	381
<b>Increase (decrease) in net assets attributable to securityholders</b>	<b>(313,326)</b>	<b>244,959</b>	<b>(2,707)</b>	<b>(4,077)</b>	<b>303</b>	<b>108</b>	<b>(36,078)</b>	<b>258,397</b>	<b>6</b>	<b>356</b>
<b>End of period</b>	<b>537,782</b>	<b>851,108</b>	<b>3,742</b>	<b>6,449</b>	<b>1,808</b>	<b>1,505</b>	<b>225,612</b>	<b>261,690</b>	<b>1,273</b>	<b>1,267</b>
<b>Increase (decrease) in fund securities (in thousands) (note 7):</b>										
<b>Securities outstanding – beginning of period</b>			<b>725</b>	<b>1,163</b>	<b>172</b>	<b>157</b>	<b>29,899</b>	<b>369</b>	<b>148</b>	<b>104</b>
Issued			183	289	71	72	4,365	32,199	76	135
Reinvested distributions			29	20	11	4	221	124	9	4
Redeemed			(481)	(747)	(30)	(61)	(6,501)	(2,793)	(72)	(95)
Transferred on reorganization			—	—	—	—	—	—	—	—
<b>Securities outstanding – end of period</b>			<b>456</b>	<b>725</b>	<b>224</b>	<b>172</b>	<b>27,984</b>	<b>29,899</b>	<b>161</b>	<b>148</b>

  

	Series F		Series F5		Series FB		Series O		Series PW	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	<b>260,107</b>	<b>138,257</b>	<b>1,408</b>	<b>1,974</b>	<b>414</b>	<b>245</b>	<b>23,603</b>	<b>15,362</b>	<b>125,481</b>	<b>99,790</b>
Increase (decrease) in net assets from operations	(7,862)	2,570	(27)	37	(9)	7	(652)	444	(2,640)	1,426
Distributions paid to securityholders:										
Investment income	(12,397)	(7,047)	(74)	(58)	(29)	(15)	(953)	(866)	(7,075)	(3,736)
Capital gains	—	—	—	—	—	—	—	—	—	—
Return of capital	—	—	(15)	(27)	—	—	—	—	—	—
Management fee rebates	(1)	(2)	—	—	—	—	—	—	(9)	(7)
Total distributions paid to securityholders	(12,398)	(7,049)	(89)	(85)	(29)	(15)	(953)	(866)	(7,084)	(3,743)
Security transactions:										
Proceeds from securities issued	57,584	175,616	456	197	180	400	771	8,971	20,192	51,089
Reinvested distributions	6,631	4,204	47	35	29	15	931	855	6,492	3,417
Payments on redemption of securities	(176,971)	(53,491)	(521)	(750)	(302)	(238)	(15,952)	(1,163)	(40,010)	(26,498)
Value of securities transferred on reorganization (note 10)	—	—	—	—	—	—	—	—	—	—
Total security transactions	(112,756)	126,329	(18)	(518)	(93)	177	(14,250)	8,663	(13,326)	28,008
<b>Increase (decrease) in net assets attributable to securityholders</b>	<b>(133,016)</b>	<b>121,850</b>	<b>(134)</b>	<b>(566)</b>	<b>(131)</b>	<b>169</b>	<b>(15,855)</b>	<b>8,241</b>	<b>(23,050)</b>	<b>25,691</b>
<b>End of period</b>	<b>127,091</b>	<b>260,107</b>	<b>1,274</b>	<b>1,408</b>	<b>283</b>	<b>414</b>	<b>7,748</b>	<b>23,603</b>	<b>102,431</b>	<b>125,481</b>
<b>Increase (decrease) in fund securities (in thousands) (note 7):</b>										
<b>Securities outstanding – beginning of period</b>	<b>29,402</b>	<b>15,343</b>	<b>118</b>	<b>160</b>	<b>46</b>	<b>26</b>	<b>2,669</b>	<b>1,705</b>	<b>14,352</b>	<b>11,206</b>
Issued	6,694	19,538	39	16	21	44	88	998	2,418	5,741
Reinvested distributions	799	468	4	3	3	2	112	95	794	385
Redeemed	(21,306)	(5,947)	(46)	(61)	(36)	(26)	(1,918)	(129)	(4,853)	(2,980)
Transferred on reorganization	—	—	—	—	—	—	—	—	—	—
<b>Securities outstanding – end of period</b>	<b>15,589</b>	<b>29,402</b>	<b>115</b>	<b>118</b>	<b>34</b>	<b>46</b>	<b>951</b>	<b>2,669</b>	<b>12,711</b>	<b>14,352</b>

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

# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## STATEMENTS OF CHANGES IN FINANCIAL POSITION (cont'd)

for the periods ended March 31 (in \$ 000 except per security amounts)

	Series PWFB		Series PWR		Series PWT5		Series PWT8		Series PWX	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	<b>4,042</b>	<b>2,270</b>	<b>832</b>	<b>472</b>	<b>1,175</b>	<b>900</b>	<b>402</b>	<b>409</b>	<b>3,121</b>	<b>3,188</b>
Increase (decrease) in net assets from operations	(61)	54	(19)	6	(23)	11	(8)	6	(31)	85
Distributions paid to securityholders:										
Investment income	(243)	(125)	(65)	(21)	(54)	(31)	(21)	(13)	(198)	(143)
Capital gains	–	–	–	–	–	–	–	–	–	–
Return of capital	–	–	–	–	(15)	(22)	(14)	(22)	–	–
Management fee rebates	–	–	–	–	–	–	–	–	–	–
Total distributions paid to securityholders	(243)	(125)	(65)	(21)	(69)	(53)	(35)	(35)	(198)	(143)
Security transactions:										
Proceeds from securities issued	271	3,759	358	407	285	751	–	–	241	847
Reinvested distributions	241	124	65	21	20	17	23	22	198	143
Payments on redemption of securities	(1,618)	(2,040)	(92)	(53)	(506)	(451)	–	–	(1,953)	(999)
Value of securities transferred on reorganization (note 10)	–	–	–	–	–	–	–	–	–	–
Total security transactions	(1,106)	1,843	331	375	(201)	317	23	22	(1,514)	(9)
<b>Increase (decrease) in net assets attributable to securityholders</b>	<b>(1,410)</b>	<b>1,772</b>	<b>247</b>	<b>360</b>	<b>(293)</b>	<b>275</b>	<b>(20)</b>	<b>(7)</b>	<b>(1,743)</b>	<b>(67)</b>
<b>End of period</b>	<b>2,632</b>	<b>4,042</b>	<b>1,079</b>	<b>832</b>	<b>882</b>	<b>1,175</b>	<b>382</b>	<b>402</b>	<b>1,378</b>	<b>3,121</b>
<b>Increase (decrease) in fund securities (in thousands) (note 7):</b>										
<b>Securities outstanding – beginning of period</b>	<b>460</b>	<b>254</b>	<b>93</b>	<b>52</b>	<b>96</b>	<b>70</b>	<b>43</b>	<b>41</b>	<b>359</b>	<b>360</b>
Issued	33	419	42	45	24	60	–	–	29	96
Reinvested distributions	29	14	8	2	2	1	3	2	24	16
Redeemed	(197)	(227)	(11)	(6)	(44)	(35)	(1)	–	(240)	(113)
Transferred on reorganization	–	–	–	–	–	–	–	–	–	–
<b>Securities outstanding – end of period</b>	<b>325</b>	<b>460</b>	<b>132</b>	<b>93</b>	<b>78</b>	<b>96</b>	<b>45</b>	<b>43</b>	<b>172</b>	<b>359</b>

  

	Series R		Series S		Series SC		Series S5		Series T5	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	<b>70,889</b>	<b>49,983</b>	–	<b>162,579</b>	<b>78,260</b>	<b>65,399</b>	<b>2,119</b>	<b>1,531</b>	–	<b>121</b>
Increase (decrease) in net assets from operations	(2,501)	2,134	–	778	(1,893)	776	(69)	14	–	2
Distributions paid to securityholders:										
Investment income	(1,092)	(4,872)	–	(437)	(3,980)	(2,194)	(79)	(54)	–	(1)
Capital gains	–	–	–	–	–	–	–	–	–	–
Return of capital	–	–	–	–	–	–	(27)	(43)	–	(1)
Management fee rebates	–	–	–	–	–	–	–	–	–	–
Total distributions paid to securityholders	(1,092)	(4,872)	–	(437)	(3,980)	(2,194)	(106)	(97)	–	(2)
Security transactions:										
Proceeds from securities issued	192	77,017	–	2,523	15,842	48,225	407	1,495	–	–
Reinvested distributions	–	584	–	437	3,488	1,919	31	32	–	1
Payments on redemption of securities	(67,487)	(53,957)	–	(957)	(37,571)	(35,865)	(1,099)	(856)	–	(122)
Value of securities transferred on reorganization (note 10)	–	–	–	(164,923)	–	–	–	–	–	–
Total security transactions	(67,295)	23,644	–	(162,920)	(18,241)	14,279	(661)	671	–	(121)
<b>Increase (decrease) in net assets attributable to securityholders</b>	<b>(70,888)</b>	<b>20,906</b>	–	<b>(162,579)</b>	<b>(24,114)</b>	<b>12,861</b>	<b>(836)</b>	<b>588</b>	–	<b>(121)</b>
<b>End of period</b>	<b>1</b>	<b>70,889</b>	–	–	<b>54,146</b>	<b>78,260</b>	<b>1,283</b>	<b>2,119</b>	–	–
<b>Increase (decrease) in fund securities (in thousands) (note 7):</b>										
<b>Securities outstanding – beginning of period</b>	<b>8,101</b>	<b>5,606</b>	–	<b>17,950</b>	<b>8,805</b>	<b>7,224</b>	<b>186</b>	<b>129</b>	–	<b>11</b>
Issued	23	8,610	–	278	1,856	5,333	37	127	–	–
Reinvested distributions	–	66	–	48	419	212	3	3	–	–
Redeemed	(8,124)	(6,181)	–	(105)	(4,472)	(3,964)	(104)	(73)	–	(11)
Transferred on reorganization	–	–	–	(18,171)	–	–	–	–	–	–
<b>Securities outstanding – end of period</b>	<b>–</b>	<b>8,101</b>	–	–	<b>6,608</b>	<b>8,805</b>	<b>122</b>	<b>186</b>	–	–

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

# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## STATEMENTS OF CHANGES IN FINANCIAL POSITION (cont'd)

for the periods ended March 31 (in \$ 000 except per security amounts)

	Q Series		H Series		HW Series		L Series		N Series	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
Beginning of period	–	20,697	–	2,772	–	378	–	9,137	–	11,180
Increase (decrease) in net assets from operations	–	84	–	13	–	1	–	38	–	52
Distributions paid to securityholders:										
Investment income	–	(26)	–	(5)	–	(1)	–	(14)	–	(30)
Capital gains	–	–	–	–	–	–	–	–	–	–
Return of capital	–	–	–	–	–	–	–	–	–	–
Management fee rebates	–	(3)	–	(1)	–	–	–	–	–	–
Total distributions paid to securityholders	–	(29)	–	(6)	–	(1)	–	(14)	–	(30)
Security transactions:										
Proceeds from securities issued	–	438	–	113	–	36	–	407	–	2,208
Reinvested distributions	–	29	–	6	–	1	–	14	–	30
Payments on redemption of securities	–	(790)	–	(105)	–	(3)	–	(223)	–	(259)
Value of securities transferred on reorganization (note 10)	–	(20,429)	–	(2,793)	–	(412)	–	(9,359)	–	(13,181)
Total security transactions	–	(20,752)	–	(2,779)	–	(378)	–	(9,161)	–	(11,202)
<b>Increase (decrease) in net assets attributable to securityholders</b>	–	<b>(20,697)</b>	–	<b>(2,772)</b>	–	<b>(378)</b>	–	<b>(9,137)</b>	–	<b>(11,180)</b>
End of period	–	–	–	–	–	–	–	–	–	–
<b>Increase (decrease) in fund securities (in thousands) (note 7):</b>										
Securities outstanding – beginning of period	–	2,389	–	323	–	43	–	1,041	–	1,275
Issued	–	50	–	12	–	4	–	46	–	252
Reinvested distributions	–	3	–	1	–	–	–	2	–	3
Redeemed	–	(90)	–	(12)	–	–	–	(25)	–	(29)
Transferred on reorganization	–	(2,352)	–	(324)	–	(47)	–	(1,064)	–	(1,501)
Securities outstanding – end of period	–	–	–	–	–	–	–	–	–	–

  

	QF Series		QFW Series		Series LB		Series LF		Series LW	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
Beginning of period	–	2,499	–	384	921	45	2,660	240	4,763	210
Increase (decrease) in net assets from operations	–	11	–	1	(20)	(4)	(54)	(3)	(122)	(24)
Distributions paid to securityholders:										
Investment income	–	(5)	–	(1)	(32)	(13)	(136)	(46)	(223)	(66)
Capital gains	–	–	–	–	–	–	–	–	–	–
Return of capital	–	–	–	–	–	–	–	–	–	–
Management fee rebates	–	–	–	–	–	–	–	–	–	–
Total distributions paid to securityholders	–	(5)	–	(1)	(32)	(13)	(136)	(46)	(223)	(66)
Security transactions:										
Proceeds from securities issued	–	150	–	48	215	1,431	295	2,624	1,790	5,446
Reinvested distributions	–	5	–	1	32	13	136	46	223	66
Payments on redemption of securities	–	(81)	–	(50)	(648)	(551)	(1,223)	(201)	(3,840)	(869)
Value of securities transferred on reorganization (note 10)	–	(2,579)	–	(383)	–	–	–	–	–	–
Total security transactions	–	(2,505)	–	(384)	(401)	893	(792)	2,469	(1,827)	4,643
<b>Increase (decrease) in net assets attributable to securityholders</b>	–	<b>(2,499)</b>	–	<b>(384)</b>	<b>(453)</b>	<b>876</b>	<b>(982)</b>	<b>2,420</b>	<b>(2,172)</b>	<b>4,553</b>
End of period	–	–	–	–	468	921	1,678	2,660	2,591	4,763
<b>Increase (decrease) in fund securities (in thousands) (note 7):</b>										
Securities outstanding – beginning of period	–	266	–	43	100	5	290	26	519	23
Issued	–	16	–	6	23	153	34	281	202	582
Reinvested distributions	–	1	–	–	4	1	16	5	26	7
Redeemed	–	(9)	–	(6)	(72)	(59)	(141)	(22)	(441)	(93)
Transferred on reorganization	–	(274)	–	(43)	–	–	–	–	–	–
Securities outstanding – end of period	–	–	–	–	55	100	199	290	306	519

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

# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## STATEMENTS OF CASH FLOWS

for the periods ended March 31 (in \$ 000)

	2023	2022
	\$	\$
<b>Cash flows from operating activities</b>		
Net increase (decrease) in net assets attributable to securityholders from operations	(18,430)	13,742
Adjustments for:		
Net realized loss (gain) on investments	10,355	35,114
Change in net unrealized loss (gain) on investments	15,661	(25,828)
Purchase of investments	(290,001)	(782,538)
Proceeds from sale and maturity of investments	561,419	495,040
(Increase) decrease in accounts receivable and other assets	(212)	(1,378)
Increase (decrease) in accounts payable and other liabilities	656	3
<b>Net cash provided by (used in) operating activities</b>	<b>279,448</b>	<b>(265,845)</b>
<b>Cash flows from financing activities</b>		
Proceeds from securities issued	128,671	647,698
Payments on redemption of securities	(396,253)	(400,776)
Distributions paid net of reinvestments	(25,198)	(16,893)
<b>Net cash provided by (used in) financing activities</b>	<b>(292,780)</b>	<b>230,029</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(13,332)</b>	<b>(35,816)</b>
Cash and cash equivalents at beginning of period	19,543	55,433
Effect of exchange rate fluctuations on cash and cash equivalents	76	(74)
<b>Cash and cash equivalents at end of period</b>	<b>6,287</b>	<b>19,543</b>
Cash	6,287	15,099
Cash equivalents	–	4,444
<b>Cash and cash equivalents at end of period</b>	<b>6,287</b>	<b>19,543</b>
<b>Supplementary disclosures on cash flow from operating activities:</b>		
Dividends received	653	351
Foreign taxes paid	39	8
Interest received	49,865	34,271
Interest paid	2	1

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



# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## SCHEDULE OF INVESTMENTS

as at March 31, 2023

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000)	Fair Value (\$ 000)
<b>BONDS</b>					
A&V Holdings Midco LLC Term Loan B 1st Lien F/R 02-28-2027	United States	Term Loans	USD 2,276,047	2,659	3,036
Accelerated Health Systems LLC Term Loan 1st Lien F/R 02-02-2029	United States	Term Loans	USD 2,014,775	2,540	2,012
ADS Tactical Inc. Term Loan B 1st Lien F/R 03-04-2028	United States	Term Loans	USD 2,001,987	2,462	2,518
Advantage Sales & Marketing Inc. Term Loan B 1st Lien F/R 10-28-2027	United States	Term Loans	USD 3,087,675	3,974	3,606
AHF Products LLC Term Loan 1st Lien F/R 02-08-2028	United States	Term Loans	USD 1,919,000	2,388	2,499
AI Aqua Merger Sub Inc. Term Loan B 1st Lien F/R 07-30-2028	United States	Term Loans	USD 631,332	774	827
AL NGPL Holdings LLC Term Loan 1st Lien F/R 04-16-2028	United States	Term Loans	USD 1,839,382	2,299	2,467
Albion Acquisitions Ltd. Term Loan 1st Lien F/R 07-31-2026	United Kingdom	Term Loans	USD 1,499,850	1,829	1,982
Albion Financing Ltd. 2 SARL 8.75% 04-15-2027 144A	Luxembourg	Corporate - Non Convertible	USD 800,000	990	939
Alchemy US Holdco LLC Term Loan B 1st Lien F/R 10-01-2025	United States	Term Loans	USD 3,511,722	4,499	4,498
Alexandria Real Estate Equities Inc. 2.00% 05-18-2032	United States	Corporate - Non Convertible	USD 147,000	180	154
Allied Universal Holdco LLC Term Loan B 1st Lien F/R 05-05-2028	United States	Term Loans	USD 1,910,900	2,332	2,459
AltaGas Ltd. F/R 08-17-2082	Canada	Corporate - Non Convertible	USD 450,000	450	437
Altar Bidco Inc. Term Loan 2nd Lien F/R 11-17-2029	United States	Term Loans	USD 1,430,000	1,780	1,712
Altice Financing SA 5.75% 08-15-2029 144A	Luxembourg	Corporate - Non Convertible	USD 500,000	627	541
Altice France SA Term Loan B13 1st Lien F/R 01-31-2026	France	Term Loans	USD 2,446,530	3,252	3,222
Altice France SA Term Loan B2 1st Lien F/R 01-31-2026	France	Term Loans	USD 402,000	532	530
Altice International SARL 5.00% 01-15-2028 Callable 2023 144A	Luxembourg	Corporate - Non Convertible	USD 300,000	341	330
American Public Education Inc. Term Loan B 1st Lien F/R 10-28-2027	United States	Term Loans	USD 1,132,501	1,386	1,448
American Teleconferencing Services Ltd. Term Loan 1st Lien F/R 06-08-2023	United States	Term Loans	USD 6,799,089	7,075	471
Amynta Agency Borrower Inc. Term Loan B 1st Lien F/R 02-14-2028	United States	Term Loans	USD 2,850,000	3,687	3,715
ANI Technologies Private Ltd. Term Loan 1st Lien F/R 12-03-2026	India	Term Loans	USD 2,317,591	2,916	2,994
AP Core Holdings II LLC Term Loan B2 1st Lien F/R 07-21-2027	United States	Term Loans	USD 2,683,000	3,331	3,542
Arc Falcon I Inc. Term Loan 1st Lien F/R 09-22-2028	United States	Term Loans	USD 1,860,621	2,386	2,288
Arc Falcon I Inc. Term Loan 2nd Lien F/R 09-22-2029	United States	Term Loans	USD 2,990,000	3,775	3,458
Ardagh Packaging Finance PLC 5.25% 08-15-2027 144A	United States	Corporate - Non Convertible	USD 200,000	204	214
Arterra Wines Canada Inc. Term Loan 1st Lien F/R 11-18-2027	Canada	Term Loans	1,847,475	1,829	1,774
Ascend Wellness Holdings Inc. Term Loan 1st Lien F/R 08-27-2025	United States	Term Loans	USD 2,170,000	2,725	2,622
AssuredPartners Inc. Term Loan 1st Lien F/R 02-13-2027	United States	Term Loans	USD 2,791,800	3,530	3,743
Astoria Energy LLC Term Loan B 1st Lien F/R 12-04-2027	United States	Term Loans	USD 2,275,992	2,826	3,061
Atlantica Sustainable Infrastructure PLC 4.13% 06-15-2028 144A	Spain	Corporate - Non Convertible	USD 270,000	328	330
Authentic Brands Delayed Draw Term Loan 1st Lien F/R 12-21-2028	United States	Term Loans	USD 634,568	850	850
Authentic Brands Term Loan B 1st Lien F/R 12-21-2028	United States	Term Loans	USD 1,935,432	2,594	2,594
AutoCanada Inc. 5.75% 02-07-2029	Canada	Corporate - Non Convertible	390,000	390	335
Azurity Pharmaceuticals Inc. Term Loan B 1st Lien F/R 09-20-2027	United States	Term Loans	USD 1,581,908	1,946	2,074
Bakelite US Holdco Inc. Term Loan 1st Lien F/R 02-02-2029	United States	Term Loans	USD 645,125	809	834
Bank of America Corp. F/R 03-16-2026	United States	Corporate - Non Convertible	6,500,000	6,421	6,520
Bengal Debt Merger Sub LLC Term Loan 2nd Lien F/R 01-20-2030	United States	Term Loans	USD 2,830,000	3,580	2,935
Bingo Industries Ltd. Term Loan 1st Lien F/R 07-09-2028	Australia	Term Loans	USD 1,477,500	1,826	1,849
BlueLinx Holdings Inc. 6.00% 11-15-2029 144A	United States	Corporate - Non Convertible	USD 227,000	277	255
Broadcast Media Partners Holdings Inc. 4.50% 05-01-2029	United States	Corporate - Non Convertible	USD 520,000	631	591
Brookfield Residential Properties Inc. 5.13% 06-15-2029	Canada	Corporate - Non Convertible	750,000	750	607
C&D Technologies Inc. Term Loan B 1st Lien F/R 12-13-2025	United States	Term Loans	USD 3,528,983	4,148	4,393
Canada Mortgage & Housing Corp. F/R 09-15-2026	Canada	Federal Government	10,000,000	9,974	10,004
Carnival Corp. Term Loan B 1st Lien F/R 06-30-2025	United States	Term Loans	EUR 823,073	1,213	1,192
Carriage Purchaser Inc. 7.88% 10-15-2029 144A	United States	Corporate - Non Convertible	USD 1,750,000	2,195	1,793
CCS-CMGC Holdings Inc. Term Loan 1st Lien F/R 09-25-2025	United States	Term Loans	USD 2,495,370	3,199	2,293
Charlotte Buyer Inc. Term Loan B 1st Lien F/R 02-03-2028	United States	Term Loans	USD 1,750,000	2,090	2,268
Chart Industries Inc. Term Loan B 1st Lien F/R 12-08-2029	United States	Term Loans	USD 2,100,000	2,762	2,837
Chemtrade Logistics Income Fund 4.75% 05-31-2024 Conv.	Canada	Corporate - Convertible	320,000	320	315
Ciena Corp. Term Loan B 1st Lien F/R 01-12-2030	United States	Term Loans	USD 2,000,000	2,659	2,709
CIFI Holdings Group Co. Ltd. 6.00% 07-16-2025	China	Corporate - Non Convertible	USD 363,000	120	104
City Brewing Co. LLC Term Loan B 1st Lien F/R 03-31-2028	United States	Term Loans	USD 778,150	973	445
Clydesdale Acquisition Holdings Inc. 6.63% 04-15-2029 144A	United States	Corporate - Non Convertible	USD 1,000,000	1,271	1,303
Clydesdale Acquisition Holdings Inc. 8.75% 04-15-2030 144A	United States	Corporate - Non Convertible	USD 1,000,000	1,175	1,211
CMBF LLC Term Loan B 1st Lien F/R 07-07-2028	United States	Term Loans	USD 1,856,500	2,272	2,323
Cologix Data Centers Issuer LLC 4.94% 1-25-2052	Canada	Mortgage Backed	780,000	780	723
Cologix Data Centers Issuer LLC 5.68% 1-25-2052	Canada	Mortgage Backed	620,000	620	571
Columbia Care Inc. 6.00% 06-29-2025 Conv.	Canada	Corporate - Convertible	USD 550,000	676	744

# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## SCHEDULE OF INVESTMENTS (cont'd)

as at March 31, 2023

	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000)	Fair Value (\$ 000)
<b>BONDS (cont'd)</b>					
Columbia Care Inc. 9.50% 02-03-2026	Canada	Corporate - Non Convertible	USD 200,000	252	250
CommScope Inc. 4.75% 09-01-2029 144A	United States	Corporate - Non Convertible	USD 400,000	500	452
CommScope Technologies Finance LLC 8.25% 03-01-2027 144A	United States	Corporate - Non Convertible	USD 122,000	160	134
Conair Holdings LLC Term Loan B 1st Lien F/R 05-13-2028	United States	Term Loans	USD 2,883,946	3,532	3,589
Condor Merger Sub Inc. 7.38% 02-15-2030 144A	United States	Corporate - Non Convertible	USD 439,000	557	497
Connect Finco SARL 6.75% 10-01-2026	United Kingdom	Corporate - Non Convertible	USD 470,000	623	599
ConnectWise LLC Term Loan B 1st Lien F/R 09-24-2028	United States	Term Loans	USD 1,609,625	2,027	2,109
CONSOL Energy Inc. Term Loan B 1st Lien F/R 09-28-2024	United States	Term Loans	USD 55,552	68	74
Cook & Boardman Group LLC Term Loan 1st Lien F/R 10-12-2025	United States	Term Loans	USD 1,333,859	1,721	1,627
Corus Entertainment Inc. 5.00% 05-11-2028	Canada	Corporate - Non Convertible	780,000	780	584
Country Garden Holdings Co. Ltd. 2.70% 07-12-2026	China	Corporate - Non Convertible	USD 700,000	594	600
Country Garden Holdings Co. Ltd. 5.63% 01-14-2030	China	Corporate - Non Convertible	USD 706,000	613	517
Creation Technologies Inc. Term Loan B 1st Lien F/R 09-24-2028	Canada	Term Loans	USD 4,524,009	5,542	5,286
Crew Energy Inc. 6.50% 03-14-2024 Callable	Canada	Corporate - Non Convertible	109,000	109	109
Curaleaf Holdings Inc. 8.00% 12-15-2026	United States	Corporate - Non Convertible	USD 2,410,000	3,089	2,683
DCert Buyer Inc. Term Loan 2nd Lien F/R 02-16-2029	United States	Term Loans	USD 1,060,000	1,341	1,333
Diamond Sports Group LLC 6.63% 08-15-2027 144A	United States	Corporate - Non Convertible	USD 430,000	464	8
Digi International Inc. Term Loan B 1st Lien F/R 11-01-2028	United States	Term Loans	USD 1,930,000	2,396	2,604
Directv Financing LLC Term Loan 1st Lien F/R 07-22-2027	United States	Term Loans	USD 1,900,259	2,364	2,480
DIRECTV Holdings LLC 5.88% 08-15-2027 144A	United States	Corporate - Non Convertible	USD 380,000	477	463
Discovery Purchaser Corp. Term Loan 1st Lien F/R 08-04-2029	United States	Term Loans	USD 2,920,000	3,449	3,751
Dispatch Terra Acquisition LLC Term Loan B 1st Lien F/R 03-25-2028	United States	Term Loans	USD 3,086,675	3,821	3,799
Domtar Corp. Term Loan B 1st Lien F/R 10-01-2028	Canada	Term Loans	USD 2,021,310	2,510	2,682
Domtar Corp. 6.75% 10-01-2028 144A	United States	Corporate - Non Convertible	USD 1,702,000	2,151	2,051
DRW Holdings LLC Term Loan 1st Lien F/R 02-24-2028	United States	Term Loans	USD 724,400	925	960
DS Parent Inc. Term Loan B 1st Lien F/R 12-10-2028	United States	Term Loans	USD 2,643,750	3,243	3,464
DT Midstream Inc. Term Loan B 1st Lien F/R 05-25-2028	United States	Term Loans	USD 222,099	266	301
DTI Holdco Inc. Term Loan 1st Lien F/R 04-21-2029	United States	Term Loans	USD 1,174,100	1,448	1,479
East West Manufacturing LLC Delayed Draw Term Loan 1st Lien F/R 01-05-2029	United States	Term Loans	USD 316,190	399	376
East West Manufacturing LLC Term Loan B 1st Lien F/R 01-05-2029	United States	Term Loans	USD 2,152,071	2,711	2,562
EG Finco Ltd. Term Loan 2nd Lien F/R 04-11-2027	United Kingdom	Term Loans	EUR 950,000	1,408	1,190
Einstein Merger Sub Inc. Term Loan 2nd Lien F/R 10-25-2028	United States	Term Loans	USD 1,420,000	1,759	1,911
Electrical Components International Inc. Term Loan 2nd Lien F/R 06-22-2026	United States	Term Loans	USD 910,000	1,135	972
Empire Today LLC Term Loan 1st Lien F/R 03-24-2028	United States	Term Loans	USD 3,539,544	4,437	3,764
Employbridge LLC Term Loan B 1st Lien F/R 07-16-2028	United States	Term Loans	USD 3,125,405	3,903	3,541
Evergreen Acqco LLP Term Loan 1st Lien F/R 03-26-2028	United States	Term Loans	USD 1,109,304	1,403	1,440
Fairfax India Holdings Corp. 5.00% 02-26-2028 144A	India	Corporate - Non Convertible	USD 300,000	375	357
Fanatics Commerce Intermediate Holdco LLC Term Loan 1st Lien F/R 11-18-2028	United States	Term Loans	USD 1,086,250	1,362	1,466
Fertitta Entertainment LLC Term Loan B 1st Lien F/R 01-13-2029	United States	Term Loans	USD 841,500	1,050	1,123
Five Star Lower Holding LLC Term Loan 1st Lien F/R 04-27-2029	United States	Term Loans	USD 2,547,200	3,218	3,409
Florida Food Products LLC Term Loan B 1st Lien F/R 10-08-2028	United States	Term Loans	USD 1,062,270	1,316	1,343
Flynn America LP Term Loan B 1st Lien F/R 07-23-2028	United States	Term Loans	USD 2,877,188	3,508	3,658
Foley Products Co. LLC Term Loan 1st Lien F/R 02-11-2029	United States	Term Loans	USD 780,967	984	1,048
Frontera Generation Holdings LLC Term Loan 1st Lien F/R 07-28-2026	United States	Term Loans	USD 575,627	731	195
Frontera Generation Holdings LLC Term Loan 2nd Lien F/R 04-26-2028	United States	Term Loans	USD 558,711	399	15
Frontier Communications Corp. 6.75% 05-01-2029 144A	United States	Corporate - Non Convertible	USD 300,000	352	322
Garda World Security Corp. Term Loan B 1st Lien F/R 02-10-2029	Canada	Term Loans	USD 2,535,230	3,177	3,333
Gates Global LLC Term Loan B 1st Lien F/R 11-09-2029	United States	Term Loans	USD 1,412,900	1,855	1,910
GFL Environmental Inc. 3.50% 09-01-2028 144A	Canada	Corporate - Non Convertible	USD 80,000	102	98
Gibson Energy Inc. F/R 12-22-2080	Canada	Corporate - Non Convertible	345,000	346	292
Global Business Travel Holdings Ltd. Term Loan B 1st Lien F/R 07-20-2025	United States	Term Loans	USD 1,098,250	1,426	1,408
Go Daddy Operating Co. LLC 3.50% 03-01-2029 144A	United States	Corporate - Non Convertible	USD 20,000	24	23
Government of Bahamas 6.95% 11-20-2029	Bahamas	Foreign Governments	USD 40,000	60	41
Gray Escrow Inc. 7.00% 05-15-2027 144A	United States	Corporate - Non Convertible	USD 120,000	146	136
Gray Television Inc. 5.38% 11-15-2031 144A	United States	Corporate - Non Convertible	USD 2,067,000	2,561	1,839
Greenhill & Co. Inc. Term Loan B 1st Lien F/R 04-05-2024	United States	Term Loans	USD 1,750,111	2,332	2,327
Greystone Select Financial Term Loan 1st Lien F/R 05-10-2028	United States	Term Loans	USD 1,010,547	1,191	1,285

# MACKENZIE FLOATING RATE INCOME FUND

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## SCHEDULE OF INVESTMENTS (cont'd)

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	Country	Sector	Par Value/ No. of Shares/Units	Average Cost (\$ 000)	Fair Value (\$ 000)
<b>BONDS (cont'd)</b>					
Hadrian Merger Sub Inc. 8.50% 05-01-2026 144A	United States	Corporate - Non Convertible	USD 812,000	1,043	905
Hanesbrands Inc. Term Loan B 1st Lien F/R 02-14-2030	United States	Term Loans	USD 2,010,000	2,654	2,712
Herens US Holdco Corp. Term Loan B 1st Lien F/R 04-30-2028	United States	Term Loans	USD 2,603,955	3,156	3,280
Hertz Corp. Term Loan B-EXIT 1st Lien F/R 06-14-2028	United States	Term Loans	USD 1,133,953	1,361	1,527
Hertz Corp. Term Loan C-EXIT 1st Lien F/R 06-14-2028	United States	Term Loans	USD 216,961	260	292
HUB International Ltd Term Loan B 1st Lien F/R 11-10-2029	United States	Term Loans	USD 1,456,350	1,906	1,967
Hunter Douglas Inc. Term Loan B 1st Lien F/R 02-09-2029	Netherlands	Term Loans	USD 5,860,550	7,389	7,157
Hyster-Yale Group Inc. Term Loan B 1st Lien F/R 05-21-2028	United States	Term Loans	USD 339,133	440	430
Indy US Bidco LLC Term Loan B3 1st Lien F/R 03-05-2028	United States	Term Loans	USD 798,625	1,014	917
INEOS Enterprises Holdings US Finco LLC Term Loan B 1st Lien F/R 09-03-2026	United States	Term Loans	USD 694,378	844	930
INEOS Quattro Finance PLC 3.75% 07-15-2026	United Kingdom	Corporate - Non Convertible	EUR 2,724,000	3,146	3,474
INEOS US Finance LLC Term Loan B 1st Lien F/R 02-10-2030	Luxembourg	Term Loans	USD 2,850,000	3,760	3,841
Inter Pipeline Ltd. F/R 11-19-2079 Callable 2029	Canada	Corporate - Non Convertible	450,000	450	422
Intergro Ltd. Refinanced Term Loan 1st Lien F/R 05-08-2023	United States	Term Loans	USD 283,443	355	363
International Textile Group Inc. Term Loan 2nd Lien F/R 04-19-2025	United States	Term Loans	USD 670,000	829	112
Intrado Term Loan B 1st Lien F/R 01-25-2030	United States	Term Loans	USD 430,000	563	575
ION Trading Finance Ltd. Term Loan B 1st Lien F/R 03-26-2028	Ireland	Term Loans	EUR 3,278,062	4,514	4,495
Iris Escrow Issuer Corp. 10.00% 12-15-2028 144A	Canada	Corporate - Non Convertible	USD 875,000	925	875
Iris Holding Inc. Term Loan 1st Lien F/R 06-15-2028	United States	Term Loans	USD 2,832,900	3,361	3,309
Ivanti Software Inc. Term Loan B 1st Lien F/R 12-01-2027	United States	Term Loans	USD 4,351,025	5,523	4,854
Jadex Inc. Term Loan 1st Lien F/R 02-12-2028	United States	Term Loans	USD 3,871,220	5,047	4,762
Jazz Pharmaceuticals PLC 4.38% 01-15-2029	United States	Corporate - Non Convertible	USD 600,000	750	745
Journey Personal Care Corp. Term Loan 1st Lien F/R 02-19-2028	United States	Term Loans	USD 2,109,889	2,278	2,217
Jump Financial LLC. Term Loan 1st Lien F/R 08-04-2028	United States	Term Loans	USD 2,304,655	2,840	2,876
Kaisa Group Holdings Ltd. 8.50% 02-24-2023	China	Corporate - Non Convertible	USD 600,000	243	104
Kaisa Group Holdings Ltd. 8.65% 02-24-2023	China	Corporate - Non Convertible	USD 400,000	180	69
Kaisa Group Holdings Ltd. 10.50% 02-24-2023	China	Corporate - Non Convertible	USD 1,100,000	775	188
Kaisa Group Holdings Ltd. 9.38% 06-30-2024	China	Corporate - Non Convertible	USD 270,000	217	46
Keane Group Holdings LLC Term Loan B 1st Lien F/R 05-18-2025	United States	Term Loans	USD 2,264,977	2,902	3,015
Kleopatra Finco SARL 4.25% 03-01-2026	Luxembourg	Corporate - Non Convertible	EUR 148,000	179	182
Kleopatra Holdings 2 SCA 6.50% 09-01-2026	Luxembourg	Corporate - Non Convertible	EUR 701,000	885	602
Klockner Pentaplast of America Inc. Term Loan 1st Lien F/R 02-04-2026	United States	Term Loans	USD 801,954	992	1,004
Knight Health Holdings LLC Term Loan B 1st Lien F/R 12-17-2028	United States	Term Loans	USD 3,505,625	4,187	2,517
KP Germany Erste GmbH Term Loan B 1st Lien F/R 02-04-2026	Germany	Term Loans	EUR 4,200,000	6,343	5,556
Kruger Products LP 6.00% 04-24-2025	Canada	Corporate - Non Convertible	540,000	540	520
LABL Escrow Issuer LLC 10.50% 07-15-2027 144A	United States	Corporate - Non Convertible	USD 821,000	1,099	1,038
Lancet Merger Sub Inc. Delay Draw Term Loan 1st Lien F/R 08-09-2028	United States	Term Loans	USD 157,409	196	199
Lancet Merger Sub Inc. Term Loan B 1st Lien F/R 08-09-2028	United States	Term Loans	USD 1,744,292	2,166	2,206
LBM Acquisition LLC Term Loan B 1st Lien F/R 12-08-2027	United States	Term Loans	USD 98,545	120	126
LifeScan Global Corp. Term Loan 1st Lien F/R 06-19-2024	United States	Term Loans	USD 3,243,104	4,101	3,318
LifeScan Global Corp. Term Loan 2nd Lien F/R 06-19-2025	United States	Term Loans	USD 2,790,000	3,427	2,448
Logan Group Co. Ltd. 4.70% 07-06-2026	China	Corporate - Non Convertible	USD 1,583,000	1,270	496
LogMeln Inc. Term Loan B 1st Lien F/R 08-14-2027	United States	Term Loans	USD 3,911,834	4,206	3,050
LRS Holdings LLC Term Loan B 1st Lien F/R 08-13-2028	United States	Term Loans	USD 2,882,880	3,582	3,822
LSF10 XL Bidco SCA Term Loan B 1st Lien F/R 03-30-2028	Luxembourg	Term Loans	EUR 1,715,476	2,528	2,177
LTR Intermediate Holdings Inc. Term Loan B 1st Lien F/R 04-23-2028	United States	Term Loans	USD 3,397,162	4,139	4,164
Luxembourg Investment Co. 428 SARL Term Loan B 1st Lien F/R 10-22-2028	Luxembourg	Term Loans	USD 2,480,443	3,026	2,722
Magenta Buyer LLC Term Loan 1st Lien F/R 05-03-2028	United States	Term Loans	USD 4,615,595	5,620	5,171
Magenta Buyer LLC Term Loan 2nd Lien F/R 05-03-2029	United States	Term Loans	USD 1,030,000	1,276	1,050
Manchester Acquisition Sub LLC Term Loan B 1st Lien F/R 11-16-2026	United States	Term Loans	USD 2,752,200	3,267	3,146
Mar Bidco Sarl Term Loan B 1st Lien F/R 04-21-2028	Luxembourg	Term Loans	USD 1,392,375	1,727	1,745
MARB BondCo. PLC 3.95% 01-29-2031	Brazil	Corporate - Non Convertible	USD 200,000	204	207
Mariner LLC Term Loan B 1st Lien F/R 08-12-2028	United States	Term Loans	USD 1,906,233	2,362	2,530
Mattamy Group Corp. 4.63% 03-01-2030 Callable 2025 144A	Canada	Corporate - Non Convertible	USD 331,000	361	397
Mauser Packaging Solutions Holding Co. 7.88% 08-15-2026 144A	United States	Corporate - Non Convertible	USD 624,000	835	845
Mauser Packaging Solutions 9.25% 04-15-2027 144A	United States	Corporate - Non Convertible	USD 1,191,000	1,511	1,490
Mauser Packaging Term Loan B 1st Lien F/R 08-30-2026	United States	Term Loans	USD 1,140,000	1,503	1,532

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<b>BONDS (cont'd)</b>					
Mav Acquisition Corp. 5.75% 08-01-2028 144A	United States	Corporate - Non Convertible	USD 650,000	817	766
MeridianLink Inc. Term Loan B 1st Lien F/R 10-28-2028	United States	Term Loans	USD 2,669,825	3,282	3,520
Minerva Merger Sub Inc. 6.50% 02-15-2030 144A	United States	Corporate - Non Convertible	USD 1,780,000	2,267	1,952
Minotaur Acquisition Inc. Term Loan 1st Lien F/R 02-27-2026	United States	Term Loans	USD 1,565,890	2,018	2,064
Mozart Debt Merger Sub Inc. 3.88% 04-01-2029 144A	United States	Corporate - Non Convertible	USD 1,097,000	1,389	1,287
Mozart Debt Merger Sub Inc. 5.25% 10-01-2029 144A	United States	Corporate - Non Convertible	USD 1,488,000	1,879	1,749
MSCI Inc. 3.25% 08-15-2033 144A	United States	Corporate - Non Convertible	USD 544,000	608	605
Murphy Oil USA Inc. 3.75% 02-15-2031 144A	United States	Corporate - Non Convertible	USD 519,000	592	596
Neptune Bidco US Inc. Term Loan B 1st Lien F/R 04-11-2029	United States	Term Loans	USD 3,420,000	4,071	4,175
New Look Vision Group Delayed Draw Term Loan F/R 05-15-2028	United States	Term Loans	USD 458,730	588	617
New Look Vision Group Inc. Term Loan 1st Lien Delayed Draw 1 F/R 05-15-2028	Canada	Term Loans	202,823	203	203
New Look Vision Group Inc. Term Loan 1st Lien Delayed Draw F/R 05-15-2028	Canada	Term Loans	413,586	412	410
New Look Vision Group Inc. Term Loan 1st Lien F/R 05-15-2028	Canada	Term Loans	1,532,355	1,519	1,521
New Look Vision Group Term Loan 1st Lien F/R 05-26-2028	United States	Term Loans	USD 972,776	1,231	1,303
New Red Finance Inc. 4.00% 10-15-2030	Canada	Corporate - Non Convertible	USD 920,000	1,211	1,068
New Trojan Parent Inc. Term Loan 1st Lien F/R 01-22-2029	United States	Term Loans	USD 1,020,000	1,198	869
NIC Acquisition Corp. Term Loan 2nd Lien F/R 01-14-2029	United States	Term Loans	USD 980,000	1,220	771
Nielsen Indy US Bidco LLC Term Loan B 1st Lien F/R 03-05-2028	United States	Term Loans	USD 930,412	1,105	1,097
NielsenIQ Indy US Bidco LLC Term Loan B 1st Lien F/R 03-05-2028	United States	Term Loans	USD 1,919,588	2,279	2,264
Northstar Group Term Loan B 1st Lien F/R 11-12-2026	United States	Term Loans	USD 2,000,000	2,593	2,692
NuVista Energy Ltd. 7.88% 07-23-2026	Canada	Corporate - Non Convertible	70,000	69	71
Open Text Corp. Term Loan B 1st Lien Sr F/R 01-31-2030	Canada	Term Loans	USD 1,420,000	1,829	1,918
Open Text Corp. 3.88% 12-01-2029 144A	Canada	Corporate - Non Convertible	USD 421,000	498	483
Open Text Holdings Inc. 4.13% 12-01-2031 144A	Canada	Corporate - Non Convertible	USD 120,000	140	135
OpenMarket Inc. Term Loan 1st Lien 09-17-2026	United Kingdom	Term Loans	USD 8,393,750	10,429	11,142
ORBCOMM Inc. Term Loan 1st Lien F/R 06-17-2028	United States	Term Loans	USD 1,763,150	2,165	1,979
Orchid Finco LLC Term Loan B 1st Lien F/R 11-12-2028	United States	Term Loans	USD 3,135,000	3,693	3,488
Owens & Minor Inc. 6.63% 04-01-2030	United States	Corporate - Non Convertible	USD 400,000	503	465
Parkland Corp. 4.38% 03-26-2029	Canada	Corporate - Non Convertible	210,000	210	183
Parkland Fuel Corp. 6.00% 06-23-2028 Callable 2023	Canada	Corporate - Non Convertible	320,000	319	312
Pembina Pipeline Corp. F/R 01-25-2081	Canada	Corporate - Non Convertible	530,000	530	442
Petroleos De Venezuela SA 6.00% 05-16-2024	Venezuela	Corporate - Non Convertible	USD 1,340,000	428	88
PharmaCann LLC 12.00% 06-30-2025	United States	Corporate - Non Convertible	USD 308,000	368	391
Plaskolite PPC Intermediate II LLC Term Loan 1st Lien F/R 12-14-2025	United States	Term Loans	USD 4,323,460	5,587	5,226
Playa Resorts Holding BV Term Loan B 1st Lien F/R 11-22-2028	Netherlands	Term Loans	USD 1,140,000	1,471	1,535
Plaze Inc. Term Loan 1st Lien F/R 08-03-2026	United States	Term Loans	USD 2,909,074	3,639	3,627
Project Sky Merger Sub Inc. Term Loan 2nd Lien F/R 08-10-2029	United States	Term Loans	USD 850,000	1,059	1,024
Quasar Intermediate Holdings Ltd. Term Loan 2nd Lien F/R 01-20-2030	United States	Term Loans	USD 850,000	1,047	713
Quasar Intermediate Holdings Ltd. Term Loan B 1st Lien F/R 01-20-2029	United States	Term Loans	USD 2,517,350	3,117	2,797
Rather Outdoors Corp. Term Loan 1st Lien F/R 01-26-2028	United States	Term Loans	USD 1,662,653	2,089	1,934
Resolute Investment Managers Inc. Term Loan 2nd Lien F/R 04-30-2025	United States	Term Loans	USD 635,140	795	537
Resolute Investment Managers Inc. Term Loan B 1st Lien F/R 04-30-2024	United States	Term Loans	USD 2,044,937	2,550	2,056
Restaurant Technologies Inc. Term Loan B 1st Lien F/R 03-17-2029	United States	Term Loans	USD 2,163,650	2,663	2,898
Rogers Communications Inc. F/R 03-15-2082 144A	Canada	Corporate - Non Convertible	USD 1,440,000	1,827	1,709
Royal Bank of Canada F/R 11-24-2080 Callable 2025	Canada	Corporate - Non Convertible	139,000	139	130
Schweitzer-Mauduit International Term Loan B 1st Lien Senior F/R 04-20-2028	United States	Term Loans	USD 2,245,350	2,760	2,940
Seaspan Corp. 5.50% 08-01-2029 144A	Hong Kong	Corporate - Non Convertible	USD 194,000	242	205
Secure Acquisition Inc. Delayed Draw Term Loan 1st Lien F/R 12-15-2028	United States	Term Loans	USD 202,840	259	272
Secure Acquisition Inc. Term Loan 1st Lien F/R 12-15-2028	United States	Term Loans	USD 1,352,133	1,717	1,683
Secure Acquisition Inc. Term Loan 2nd Lien F/R 12-15-2029	United States	Term Loans	USD 1,120,000	1,403	1,363
Sigma Bidco BV Term Loan B 1st Lien F/R 03-07-2025	Netherlands	Term Loans	EUR 3,296,000	5,159	4,542
Signal Parent Inc. Term Loan B 1st Lien F/R 04-01-2028	United States	Term Loans	USD 3,654,900	4,456	3,313
Signify Health LLC Term Loan B 1st Lien F/R 06-16-2028	United States	Term Loans	USD 822,553	1,003	1,109
Silgan Holdings Inc. 4.13% 02-01-2028	United States	Corporate - Non Convertible	USD 290,000	381	371

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<b>BONDS (cont'd)</b>					
Sinclair Television Group Inc. Term Loan B4 1st Lien F/R 04-13-2029	United States	Term Loans	USD 697,213	850	861
Sino-Ocean Group Holding Ltd. 4.75% 08-05-2029	China	Corporate - Non Convertible	USD 602,000	343	323
Sorenson Communications LLC Term Loan B 1st Lien F/R 03-12-2026	United States	Term Loans	USD 2,580,150	3,229	3,334
Source energy Services 10.50% 03-15-2025	Canada	Corporate - Non Convertible	2,103,489	2,144	1,638
SpA Holdings 3 Oy 4.88% 02-04-2028 144A	Finland	Corporate - Non Convertible	USD 200,000	249	231
Spa US HoldCo Inc. Term Loan B 1st Lien F/R 03-12-2028	United States	Term Loans	USD 2,229,012	2,766	2,947
Specialty Pharma III Inc. Term Loan B 1st Lien F/R 02-24-2028	United States	Term Loans	USD 2,485,590	3,076	3,149
Spectrum Group Buyer Inc. Term Loan B 1st Lien F/R 05-11-2028	United States	Term Loans	USD 3,975,000	5,065	5,113
Stitch Acquisition Corp. Term Loan B 1st Lien F/R 07-27-2028	United States	Term Loans	USD 2,600,400	3,033	2,803
Summer BC Holdco B SARL Term Loan B 1st Lien F/R 12-24-2026	Luxembourg	Term Loans	USD 1,753,300	2,140	2,246
Summit Materials LLC. Term Loan 1st Lien Sr F/R 12-09-2027	United States	Term Loans	USD 840,000	1,135	1,140
Sunac China Holdings Ltd. 5.95% 04-26-2024	China	Corporate - Non Convertible	USD 260,000	93	85
Sunac China Holdings Ltd. 6.50% 01-10-2025	China	Corporate - Non Convertible	USD 200,000	60	65
Superior Plus LP 4.50% 03-15-2029 144A	Canada	Corporate - Non Convertible	USD 470,000	598	571
Syniverse Holding Inc. Term Loan 1st Lien F/R 05-10-2027	United States	Term Loans	USD 1,701,450	2,128	2,049
Tacora Resources Inc. 8.25% 05-15-2026 144A	Canada	Corporate - Non Convertible	USD 142,000	174	145
Tamarack Valley Energy Ltd. 7.25% 05-10-2027	Canada	Corporate - Non Convertible	540,000	540	515
Teneo Holdings LLC Term Loan B 1st Lien F/R 07-12-2025	United States	Term Loans	USD 2,088,608	2,615	2,801
Tenet Healthcare Corp. 4.38% 01-15-2030	United States	Corporate - Non Convertible	USD 405,000	509	494
TerraForm Power Operating LLC 5.00% 01-31-2028 Callable 2027 144A	United States	Corporate - Non Convertible	USD 590,000	757	763
TerraForm Power Operating LLC 4.75% 01-15-2030 Callable 2025 144A	United States	Corporate - Non Convertible	USD 100,000	133	125
Think & Learn Private Ltd. Term Loan B 1st Lien F/R 11-05-2026	India	Term Loans	USD 4,207,500	5,158	4,678
TIBCO Software Inc. Term Loan B 1st Lien F/R 03-2029	United States	Term Loans	USD 4,020,000	4,889	4,962
Timber Servicios Empresariales SA Term Loan B 1st Lien F/R 02-17-2029	Spain	Term Loans	EUR 4,505,000	6,475	5,848
TMC Buyer Inc. Delayed Draw Term Loan B 1st Lien F/R 06-30-2028	United States	Term Loans	USD 196,560	230	247
TMC Buyer Inc. Term Loan B 1st Lien F/R 06-30-2028	United States	Term Loans	USD 2,842,994	3,328	3,576
TopBuild Corp. 4.13% 02-15-2032 144A	United States	Corporate - Non Convertible	USD 480,000	610	557
The Toronto-Dominion Bank F/R 10-31-2081	Canada	Corporate - Non Convertible	69,000	69	51
Torrid LLC Term Loan B 1st Lien F/R 05-21-2028	United States	Term Loans	USD 1,753,125	2,092	2,111
TransAlta Corp. 7.75% 11-15-2029	Canada	Corporate - Non Convertible	USD 370,000	492	527
TransCanada Pipelines Ltd. 4.20% 03-04-2081	Canada	Corporate - Non Convertible	87,000	87	70
Travel + Leisure Term Loan 1st Lien F/R 12/09/2029	United States	Term Loans	USD 2,520,000	3,353	3,407
TRC Cos. Inc. Term Loan 2nd Lien F/R 11-19-2029	United States	Term Loans	USD 1,510,000	1,891	1,884
Tronox Finance LLC Term Loan B 1st Lien F/R 03-02-2028	United States	Term Loans	USD 75,831	93	101
Trulieve Cannabis Corp. 9.75% 06-18-2024	United States	Corporate - Non Convertible	USD 450,000	588	579
Trulieve Cannabis Corp. 8.00% 10-06-2026	United States	Corporate - Non Convertible	USD 787,000	990	855
Uber Technologies Inc. 4.50% 08-15-2029 144A	United States	Corporate - Non Convertible	USD 800,000	1,006	991
Univision Communications Inc. Term Loan B 1st Lien F/R 06-10-2029	United States	Term Loans	USD 835,800	1,029	1,125
UPC Financing Partnership Term Loan 1st Lien F/R 01-31-2029	United States	Term Loans	USD 1,794,000	2,221	2,384
US Renal Care Inc. Term Loan B 1st Lien F/R 06-14-2026	United States	Term Loans	USD 1,428,895	1,271	1,322
Vector WP Holdco Inc. Term Loan B 1st Lien F/R 10-08-2028	United States	Term Loans	USD 2,663,100	3,272	3,530
Verano Holdings Corp. Term Loan 1st Lien Senior F/R 10-30-2026	United States	Term Loans	USD 1,346,000	1,764	1,839
Veregy Term Loan 1st Lien F/R 11-03-2027	United States	Term Loans	USD 3,719,660	4,631	4,314
Vermilion Energy Inc. 6.88% 05-01-2030 144A	Canada	Corporate - Non Convertible	USD 1,060,000	1,330	1,313
Vesta Energy Corp. 10% 10-15-2025 144A	Canada	Corporate - Non Convertible	350,000	349	339
Viad Corp. Term Loan B 1st Lien F/R 07-27-2028	United States	Term Loans	USD 1,453,483	1,791	1,883
Virgin Media Bristol LLC. Term Loan 1st Lien Sr F/R 03-06-2031	United States	Term Loans	USD 1,280,000	1,721	1,712
Vmed O2 UK Financing I PLC 4.25% 01-31-2031	United Kingdom	Corporate - Non Convertible	USD 200,000	264	230
WDB Holding PA Inc. Term Loan 1st Lien F/R 12-18-2024	United States	Term Loans	USD 1,676,316	2,102	2,041
Weber-Stephen Products LLC Term Loan 1st Lien F/R 10-30-2027	United States	Term Loans	USD 1,955,138	2,422	2,295
WeWork Inc. 5.00% 07-10-2025 144A	United States	Corporate - Non Convertible	USD 1,049,000	1,147	726
Whole Earth Brands Inc. Term Loan 1st Lien F/R 02-02-2026	United States	Term Loans	USD 2,288,251	2,898	2,631
Wildbrain Ltd. 5.88% 09-30-2024 Conv.	Canada	Corporate - Convertible	250,000	232	234
WMB Holdings Inc. Term Loan B 1st Lien F/R 08-09-2029	United States	Term Loans	USD 2,524,800	3,140	3,414

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<b>BONDS (cont'd)</b>					
Women's Care Holdings Inc. Term Loan B 1st Lien F/R 01-15-2028	United States	Term Loans	USD 2,162,523	2,727	2,735
World Wide Technology Holding Co. LLC Term Loan B 1st Lien F/R 02-23-2030	United States	Term Loans	USD 950,000	1,274	1,283
<b>Total bonds</b>				<b>529,095</b>	<b>502,491</b>
<b>EQUITIES</b>					
American Addiction Centers Holdings Inc.	United States	Health Care	128,354	1,633	868
BCE Inc. Pfd. Series AA	Canada	Communication Services	7,961	124	140
BCE Inc. Pfd. Series AI	Canada	Communication Services	1,172	18	18
Brookfield Asset Management Inc. Pfd. Series 46	Canada	Real Estate	25,167	631	516
Brookfield Asset Management Inc. Pfd. Series 48	Canada	Real Estate	11,712	293	258
Brookfield Renewable Partners LP Pfd. Series 13	Canada	Utilities	3,707	92	83
Calfrac Well Services Ltd.	Canada	Energy	2,900	45	12
Chef Holdings Inc.	United States	Consumer Staples	75	–	–
Columbia Care Inc. Purchase Warrants Exp. 05-14-2023	Canada	Health Care	12,000	–	–
Dynamic Energy Services International LLC	United States	Utilities	1,950,000	280	260
Frontera Generation Holdings LLC	United States	Energy	40,904	98	104
Fusion Connect Inc.	United States	Communication Services	6	–	–
iQor US Inc.	United States	Information Technology	9,000	151	91
Loblaw Companies Ltd. 5.30% Cum. Red. 2nd Pfd. Series B	Canada	Consumer Staples	9,923	258	226
Source Energy Services Ltd.	Canada	Energy	109,022	307	350
TransAlta Corp. Pfd. Series A	Canada	Utilities	46,667	617	602
TransAlta Corp. 4.60% Perpetual Pfd. Series C	Canada	Utilities	13,310	248	251
<b>Total equities</b>				<b>4,795</b>	<b>3,779</b>
<b>EXCHANGE-TRADED FUNDS/NOTES</b>					
iShares iBoxx \$ High Yield Corporate Bond ETF	United States	Exchange-Traded Funds/Notes	72,875	7,316	7,447
<sup>1</sup> Mackenzie US High Yield Bond Index ETF (CAD-Hedged)	Canada	Exchange-Traded Funds/Notes	18,000	1,573	1,504
<b>Total exchange-traded funds/notes</b>				<b>8,889</b>	<b>8,951</b>
<b>PRIVATE FUNDS</b>					
<sup>2</sup> Northleaf Private Credit II LP	Canada	Financials	575	6,062	6,396
<sup>3</sup> Sagard Credit Partners II LP	Canada	Financials	575	2,651	2,652
<b>Total private funds</b>				<b>8,713</b>	<b>9,048</b>
Transaction costs				(6)	–
<b>Total investments</b>				<b>551,486</b>	<b>524,269</b>
Derivative instruments (see schedule of derivative instruments)					(4,379)
Cash and cash equivalents					6,287
Other assets less liabilities					11,605
<b>Net assets attributable to securityholders</b>					<b>537,782</b>

<sup>1</sup> This exchange-traded fund is managed by Mackenzie.

<sup>2</sup> This fund is managed by Northleaf Capital Partners (Canada) Ltd., an affiliate of Mackenzie.

<sup>3</sup> This fund is managed by Sagard Holdings Inc., an affiliate of Mackenzie.

# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## SUMMARY OF INVESTMENT PORTFOLIO

MARCH 31, 2023

PORTFOLIO ALLOCATION	% OF NAV
Bonds	93.4
Exchange-traded funds/notes	1.7
Private funds	1.7
Other assets (liabilities)	1.3
Cash and short-term investments	1.2
Equities	0.7

REGIONAL ALLOCATION	% OF NAV
United States	73.7
Canada	9.0
United Kingdom	3.5
Luxembourg	2.8
Netherlands	2.5
India	1.5
Other assets (liabilities)	1.3
Cash and short-term investments	1.2
Spain	1.1
Germany	1.0
Ireland	0.8
France	0.7
China	0.5
Australia	0.3
Other	0.1

SECTOR ALLOCATION	% OF NAV
Term loans	79.1
Corporate bonds	12.2
Federal bonds	1.9
Exchange-traded funds/notes	1.7
Private funds	1.7
Other assets (liabilities)	1.3
Cash and short-term investments	1.2
Financials	0.4
Mortgage backed	0.2
Health care	0.2
Energy	0.1

MARCH 31, 2022

PORTFOLIO ALLOCATION	% OF NAV
Bonds	94.6
<i>Bonds</i>	94.6
<i>Purchased options</i>	0.0
<i>Written options</i>	(0.0)
Cash and short-term investments	2.3
Other assets (liabilities)	1.7
Equities	0.9
Private funds	0.5

REGIONAL ALLOCATION	% OF NAV
United States	77.5
Canada	6.1
Luxembourg	3.1
Cash and short-term investments	2.3
United Kingdom	2.0
Netherlands	2.0
Other assets (liabilities)	1.7
India	1.0
Singapore	0.8
Spain	0.8
Germany	0.6
Colombia	0.4
Other	0.4
Australia	0.4
Ireland	0.3
China	0.3
Sweden	0.3

SECTOR ALLOCATION	% OF NAV
Term loans	84.2
Corporate bonds	10.2
Cash and short-term investments	2.3
Other assets (liabilities)	1.7
Financials	0.7
Private funds	0.5
Health care	0.2
Mortgage backed	0.2

# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## SCHEDULE OF DERIVATIVE INSTRUMENTS

as at March 31, 2023

### Schedule of Forward Currency Contracts

Counterparty Credit Rating	Currency to be Received (\$ 000)		Currency to be Delivered (\$ 000)		Settlement Date	Contract Cost (\$ 000)	Current Fair Value (\$ 000)	Unrealized Gains (\$ 000)	Unrealized Losses (\$ 000)
A	3,768	CAD	(2,820)	USD	Apr. 21, 2023	(3,768)	(3,811)	–	(43)
A	2,820	USD	(3,839)	CAD	Apr. 21, 2023	3,839	3,812	–	(27)
A	12,361	CAD	(8,473)	EUR	Apr. 28, 2023	(12,361)	(12,433)	–	(72)
A	860	EUR	(1,255)	CAD	Apr. 28, 2023	1,255	1,262	7	–
A	492	EUR	(723)	CAD	Apr. 28, 2023	723	722	–	(1)
A	27,315	CAD	(20,396)	USD	Apr. 28, 2023	(27,315)	(27,556)	–	(241)
A	85,267	CAD	(63,683)	USD	Apr. 28, 2023	(85,267)	(86,039)	–	(772)
A	3,950	USD	(5,422)	CAD	Apr. 28, 2023	5,422	5,337	–	(85)
A	4,119	CAD	(2,870)	EUR	May 19, 2023	(4,119)	(4,216)	–	(97)
AA	2,225	CAD	(1,666)	USD	May 19, 2023	(2,225)	(2,250)	–	(25)
AA	107,095	CAD	(80,326)	USD	May 19, 2023	(107,095)	(108,479)	–	(1,384)
AA	1,610	USD	(2,191)	CAD	May 19, 2023	2,191	2,175	–	(16)
AA	5,780	CAD	(4,240)	USD	May 19, 2023	(5,780)	(5,726)	54	–
AA	676	CAD	(500)	USD	May 19, 2023	(676)	(675)	1	–
AA	74,337	CAD	(55,688)	USD	May 26, 2023	(74,337)	(75,195)	–	(858)
A	2,897	CAD	(2,120)	USD	May 26, 2023	(2,897)	(2,863)	34	–
AA	15,831	CAD	(11,007)	EUR	Jun. 2, 2023	(15,831)	(16,176)	–	(345)
AA	1,060	EUR	(1,562)	CAD	Jun. 2, 2023	1,562	1,558	–	(4)
A	102,923	CAD	(76,496)	USD	Jun. 2, 2023	(102,923)	(103,279)	–	(356)
A	46,178	CAD	(34,366)	USD	Jun. 2, 2023	(46,178)	(46,399)	–	(221)
A	2,339	CAD	(1,722)	USD	Jun. 9, 2023	(2,339)	(2,324)	15	–
AA	2,896	CAD	(2,120)	USD	Jun. 9, 2023	(2,896)	(2,862)	34	–
A	1,135	CAD	(840)	USD	Jun. 9, 2023	(1,135)	(1,134)	1	–
AA	761	CAD	(556)	USD	Jun. 23, 2023	(761)	(751)	10	–
AA	7,435	CAD	(5,500)	USD	Jun. 23, 2023	(7,435)	(7,423)	12	–
<b>Total forward currency contracts</b>								<b>168</b>	<b>(4,547)</b>
<b>Total Derivative assets</b>									<b>168</b>
<b>Total Derivative liabilities</b>									<b>(4,547)</b>



# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## NOTES TO FINANCIAL STATEMENTS

### 1. Fiscal Periods and General Information

The information provided in these financial statements and notes thereto is for the periods ended or as at March 31, 2023 and 2022, as applicable. In the year a Fund or series is established or reinstated, 'period' represents the period from inception or reinstatement. Where a series of a Fund was terminated during either period, the information for the series is provided up to close of business on the termination date. Refer to Note 10 for the formation date of the Fund and the inception date of each series.

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

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

### 2. Basis of Preparation and Presentation

These audited annual financial statements ("financial statements") have been prepared in accordance with International Financial Reporting Standards ("IFRS"), as issued by the International Accounting Standards Board ("IASB"). A summary of the 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 instruments that have been measured at fair value.

These financial statements were authorized for issue by the Board of Directors of Mackenzie Financial Corporation on June 5, 2023.

### 3. Significant Accounting Policies

#### (a) Financial instruments

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

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

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

The Fund accounts for its holdings in unlisted open-ended investment funds, private funds and exchange-traded funds, if any, at FVTPL. For private funds, Mackenzie will rely on the valuations provided by the managers of the private funds, which represents the Fund's proportionate share of the net assets of these private funds.

The Fund's redeemable securities entitle securityholders the right to redeem their interest in the Fund for cash equal to their proportionate share of the net asset value of the Fund, amongst other contractual rights. The Fund's redeemable securities meet the criteria for classification as financial liabilities under IAS 32, *Financial Instruments: Presentation*. The Fund's obligation for net assets attributable to securityholders is presented at the redemption amount.

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

#### (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.

# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## NOTES TO FINANCIAL STATEMENTS

### 3. Significant Accounting Policies (cont'd)

#### (b) Fair value measurement (cont'd)

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 constituting 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.

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.

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 change in unrealized gains or losses that are best determined at the settlement price. These unrealized gains or losses are recorded and reported as such until the Fund closes out the contract or the contract expires. Margin paid or deposited in respect of futures contracts or swaps is reflected as a receivable in the Statement of Financial Position – Margin on derivatives. Any change in the variation margin requirement is settled daily.

Premiums paid for purchasing an option are recorded in the Statement of Financial Position – Investments at fair value.

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

Refer to the Schedule of Derivative Instruments and Schedule of Options Purchased/Written, as applicable, included in the Schedule of Investments for a listing of derivative and options positions as at March 31, 2023.

The Fund categorizes the fair value of its assets and liabilities into three categories, which are differentiated based on the observable nature of the inputs and extent of estimation required.

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. Examples of Level 2 valuations include quoted prices for similar securities, quoted prices on inactive markets and from recognized investment dealers, and the application of factors derived from observable data to non-North American quoted prices in order to estimate the impact of differences in market closing times.

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

The estimated fair values for these securities may be different from the values that would have been used had a ready market for the investment existed; 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.

See Note 10 for the fair value classifications of the Fund.

#### (c) Income recognition

Interest income for distribution purposes represents the coupon interest received by the Fund which is accounted for on an accrual basis. The Fund does not amortize premiums paid or discounts received on the purchase of fixed income securities except for zero coupon bonds, which are amortized on a straight-line basis. Dividends are accrued as of the ex-dividend date. Unrealized gains or losses on investments, 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, on the ex-dividend or distribution date.

# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## NOTES TO FINANCIAL STATEMENTS

### 3. Significant Accounting Policies (cont'd)

#### (c) Income recognition (cont'd)

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, exchanges, brokers, dealers and other intermediaries. The total brokerage commissions incurred by the Fund in connection with portfolio transactions for the periods, together with other transaction charges, is disclosed in the Statements of Comprehensive Income. Brokerage business is allocated to brokers based on the best net result for the Fund. Subject to this criteria, 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 these services generated during the periods is disclosed in Note 10. 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.

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 included in the Statement of Comprehensive Income and recognized when earned. Securities lending transactions are administered by The Bank of New York Mellon (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.

Note 10 summarizes the details of securities loaned and collateral received as at the end of period, as well as a reconciliation of securities lending income during the period, if applicable. Collateral received is comprised of debt obligations of the Government of Canada and other countries, Canadian provincial and municipal governments, and financial institutions.

#### (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 10 summarizes the details of such offsetting, if applicable, subject to master netting arrangements or other similar agreements and the net impact to the Statements of Financial Position if all such rights were exercised.

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) 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 and is disclosed in Note 10.

#### (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

In a fund merger, the Fund acquires all of the assets and assumes all of the liabilities of the terminating fund at fair value in exchange for securities of the Fund on the effective date of the merger.

#### (l) Future accounting changes

The Fund has determined there are no material implications to the Fund's financial statements arising from IFRS issued but not yet effective.

# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## 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.

The following discusses the most significant accounting judgments and estimates made in preparing the financial statements:

#### 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*

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.

##### *Interest in unconsolidated structured entities*

In determining whether an unlisted open-ended investment fund or an exchange-traded fund in which the Fund invests ("Underlying Funds"), but that it does not consolidate, meets the definition of a structured entity, Mackenzie is required to make significant judgments about whether these underlying funds have the typical characteristics of a structured entity. These Underlying Funds do meet the definition of a structured entity because:

- I. The voting rights in the Underlying Funds are not dominant factors in deciding who controls them;
- II. the activities of the Underlying Funds are restricted by their offering documents; and
- III. the Underlying Funds have narrow and well-defined investment objective to provide investment opportunities for investors while passing on the associated risks and rewards.

As a result, such investments are accounted for at FVTPL. Note 10 summarizes the details of the Funds' interest in these Underlying Funds, if applicable.

### 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. The Fund maintains a December year-end for tax purposes. The Fund may be subject to withholding taxes on foreign income. In general, the Fund treats withholding tax as a charge against income for tax purposes. The Fund will distribute sufficient amounts from net income for tax purposes, as required, so that the Fund will not pay income taxes other than refundable tax on capital gains, 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 10 for the Fund's loss carryforwards.

### 6. Management Fees and Operating Expenses

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

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

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

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

# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## NOTES TO FINANCIAL STATEMENTS

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

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 10 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 March 31, 2023 and 2022 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 10.

### 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 March 31, 2023, 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 become due. The Fund is exposed to liquidity risk due to potential daily cash redemptions of redeemable securities. In order to monitor the liquidity of its assets, the Fund utilizes a liquidity risk management program that calculates the number of days to convert the investments held by the Fund into cash using a multi-day liquidation approach. This liquidity risk analysis assesses the Fund's liquidity against predetermined minimum liquidity percentages established for different time periods and is monitored quarterly. In addition, the Fund has the ability to borrow up to 5% of its net assets for the purposes of funding redemptions.

In order to comply with securities regulations, the Fund must maintain at least 85% of its assets in liquid investments (i.e., investments that can be readily sold).

#### iii. Currency risk

Currency risk is the risk that financial instruments which are denominated or exchanged in a currency other than the Canadian dollar, which is the Fund's functional currency, will fluctuate due to changes in exchange rates. Generally, foreign denominated investments increase in value when the value of the Canadian dollar (relative to foreign currencies) falls. Conversely, when the value of the Canadian dollar rises relative to foreign currencies, the values of foreign denominated investments fall.

Note 10 indicates the foreign currencies, if applicable, to which the Fund had significant exposure, including both monetary and non-monetary financial instruments, and illustrates the potential impact, in Canadian dollar terms, to the Fund's net assets had the Canadian dollar strengthened or weakened by 5% relative to all foreign currencies, all other variables held constant. In practice, the actual trading results may differ and the difference could be material.

The Fund's sensitivity to currency risk illustrated in Note 10 includes potential indirect impacts from underlying funds and Exchange Traded Funds ("ETFs") in which the Fund invests, and/or derivative contracts including forward currency contracts. Other financial assets and liabilities (including dividends and interest receivable, and receivables/payables for investments sold/purchased) that are denominated in foreign currencies do not expose the Fund to significant currency risk.

#### iv. Interest rate risk

Interest rate risk arises on interest-bearing financial instruments. The Fund is exposed to the risk that the value of interest-bearing financial instruments will fluctuate due to changes in the prevailing levels of market interest rates. Generally, these securities increase in value when interest rates fall and decrease in value when interest rates rise.

If significant, Note 10 summarizes the Fund's interest-bearing financial instruments by remaining term to maturity and illustrates the potential impact to the Fund's net assets had prevailing interest rates increased or decreased by 1%, assuming a parallel shift in the yield curve, all other variables held constant. The Fund's sensitivity to interest rate changes was estimated using weighted average duration. In practice, the actual trading results may differ and the difference could be material.

The Fund's sensitivity to interest rate risk illustrated in Note 10 includes potential indirect impacts from underlying funds and ETFs in which the Fund invests, and/or derivative contracts. Cash and cash equivalents and other money market instruments are short term in nature and are not generally subject to significant amounts of 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, theoretically 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.

# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## NOTES TO FINANCIAL STATEMENTS

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

#### v. Other price risk (cont'd)

Other price risk typically arises from exposure to equity and commodity securities. If significant, Note 10 illustrates the potential increase or decrease in the Fund's net assets, had the prices on the respective exchanges for these securities increased or decreased by 10%, all other variables held constant. In practice, the actual trading results may differ and the difference could be material.

The Fund's sensitivity to other price risk illustrated in Note 10 includes potential indirect impacts from underlying funds and ETFs in which the Fund invests, and/or derivative contracts.

#### 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 10 summarizes the Fund's exposure, if applicable and significant, to credit risk.

If presented, credit ratings and rating categories are based on ratings issued by a designated rating organization. Indirect exposure to credit risk may arise from fixed-income securities, such as bonds, held by underlying funds and ETFs, if any. The fair value of debt securities includes consideration of the creditworthiness of the debt issuer.

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 10 summarizes the Fund's exposure, if applicable and significant, to these risks from underlying funds.

### 9. Other Information

#### Abbreviations

Foreign currencies, if any, are presented in these financial statements using the following abbreviated currency codes:

Currency Code	Description	Currency Code	Description	Currency Code	Description
AUD	Australian dollars	HUF	Hungarian forint	PLN	Polish zloty
AED	United Arab Emirates Dirham	IDR	Indonesian rupiah	QAR	Qatar Rial
BRL	Brazilian real	ILS	Israeli shekel	RON	Romanian leu
CAD	Canadian dollars	INR	Indian rupee	RUB	Russian ruble
CHF	Swiss franc	JPY	Japanese yen	SAR	Saudi riyal
CKZ	Czech koruna	KOR	South Korean won	SEK	Swedish krona
CLP	Chilean peso	MXN	Mexican peso	SGD	Singapore dollars
CNY	Chinese yuan	MYR	Malaysian ringgit	THB	Thailand baht
COP	Colombian peso	NGN	Nigerian naira	TRL	Turkish lira
DKK	Danish krone	NOK	Norwegian krona	USD	United States dollars
EGP	Egyptian pound	NTD	New Taiwan dollar	VND	Vietnamese dong
EUR	Euro	NZD	New Zealand dollars	ZAR	South African rand
GBP	United Kingdom pounds	PEN	Peruvian nuevo sol	ZMW	Zambian kwacha
GHS	Ghana Cedi	PHP	Philippine peso		
HKD	Hong Kong dollars	PKR	Pakistani rupee		

# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## NOTES TO FINANCIAL STATEMENTS

### 10. Fund Specific Information (in '000, except for (a))

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

Date of Formation: April 30, 2013

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

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

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

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

Series CL securities are offered exclusively to mutual funds and segregated funds managed by The Canada Life Assurance Company and its subsidiaries.

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

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

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

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

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

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

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

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

Series R securities are offered only to other funds managed by Mackenzie on a non-prospectus basis in connection with fund-of-fund arrangements.

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

Series PWT8 and Series T5 securities are no longer available for sale.

**Series Distributed by Quadrus Investment Services Ltd.** (255 Dufferin Ave., London, Ontario, N6A 4K1; 1-888-532-3322; [www.canadalifeinvest.ca](http://www.canadalifeinvest.ca))

Effective April 16, 2021, Series S, Q Series, H Series, HW Series, L Series, N Series, QF Series and QFW Series securities were transitioned to Canada Life Floating Rate Income Fund, and are no longer offered by the Fund.

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

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

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

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

Effective June 1, 2022, an investor may purchase the Fund under a sales charge purchase option and a no-load purchase option. Not all purchase options are available under each series of the Fund. The sales charge under the sales charge purchase option is negotiated by the investor with their dealer. Securities purchased before June 1, 2022, under the redemption charge purchase option, low-load 3 purchase option and low-load 2 purchase option (collectively the "deferred sales charge purchase options") may continue to be held in investor accounts. Investors may switch from securities of a Mackenzie fund previously purchased under these deferred sales charge purchase options to securities of other Mackenzie funds, under the same purchase option, until such time as the redemption schedule has expired. For further details, please refer to the Fund's Simplified Prospectus and Fund Facts.

# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## NOTES TO FINANCIAL STATEMENTS

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

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

Series	Inception/ Reinstatement Date	Management Fee	Administration Fee
Series A	May 6, 2013	1.55%	0.20%
Series AR	October 21, 2013	1.55%	0.23%
Series CL	January 11, 2021	n/a	n/a
Series D	March 19, 2014	0.75% <sup>(3)</sup>	0.15%
Series F	May 9, 2013	0.65%	0.15%
Series F5	July 8, 2013	0.65%	0.15%
Series FB	October 26, 2015	0.75%	0.20%
Series O	June 7, 2013	— <sup>(1)</sup>	n/a
Series PW	October 16, 2013	1.15%	0.15%
Series PWFB	April 3, 2017	0.65%	0.15%
Series PWR	April 1, 2019	1.15%	0.15%
Series PWT5	April 3, 2017	1.15%	0.15%
Series PWT8	October 30, 2013	1.15%	0.15%
Series PWX	December 9, 2013	— <sup>(2)</sup>	— <sup>(2)</sup>
Series R	August 27, 2013	n/a	n/a
Series SC	May 7, 2013	1.25%	0.20%
Series S5	June 26, 2013	1.25%	0.20%
Series T5	None issued <sup>(4)</sup>	1.55%	0.20%
Series LB	December 9, 2019	1.25%	0.20%
Series LF	December 9, 2019	0.65%	0.15%
Series LW	December 9, 2019	1.15%	0.15%

(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 April 4, 2022, the management fee for Series D was charged to the Fund at a rate of 1.00%.

(4) The series' original start date was May 29, 2013. All securities in the series were redeemed on January 13, 2022.

#### (b) Tax Loss Carryforwards

Total Capital Loss \$	Total Non-Capital Loss \$	Expiration Date of Non-Capital Losses													
		2029	2030	2031	2032	2033	2034	2035	2036	2037	2038	2039	2040	2041	2042
166,233	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—

#### (c) Securities Lending

	March 31, 2023		March 31, 2022	
	(\$)	(%)	(\$)	(%)
Value of securities loaned	9,395		5,148	
Value of collateral received	9,920		6,075	
Gross securities lending income	99	100.0	26	100.0
Tax withheld	(17)	(17.2)	(7)	(26.9)
	82	82.8	19	73.1
Payments to Securities Lending Agent	(17)	(17.2)	(5)	(19.2)
Securities lending income	65	65.6	14	53.9



# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## NOTES TO FINANCIAL STATEMENTS

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

#### (d) Commissions

	(\$)
March 31, 2023	–
March 31, 2022	–

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

##### i. Risk exposure and management

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

##### ii. Currency risk

The tables below summarize the Fund's exposure to currency risk.

Currency	March 31, 2023				Impact on net assets			
	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)	Strengthened by 5%		Weakened by 5%	
					(\$)	%	(\$)	%
USD	461,731	5,066	(465,442)	1,355				
EUR	29,258	1,116	(29,283)	1,091				
Total	490,989	6,182	(494,725)	2,446				
% of Net Assets	91.3	1.1	(92.0)	0.4				
Total currency rate sensitivity					(122)	(0.0)	122	0.0

Currency	March 31, 2022				Impact on net assets			
	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)	Strengthened by 5%		Weakened by 5%	
					(\$)	%	(\$)	%
USD	732,083	30,217	(731,168)	31,132				
EUR	36,083	277	(31,066)	5,294				
Total	768,166	30,494	(762,234)	36,426				
% of Net Assets	90.3	3.6	(89.6)	4.3				
Total currency rate sensitivity					(1,821)	(0.2)	1,821	0.2

\* Includes both monetary and non-monetary financial instruments

##### iii. Interest rate risk

The tables below summarize the Fund's exposure to interest rate risks from its investments in bonds and derivative instruments by term to maturity.

March 31, 2023	Bonds (\$)	Derivative Instruments (\$)	Impact on net assets			
			Increase by 1%		Decrease by 1%	
			(\$)	(%)	(\$)	(%)
Less than 1 year	1,304	–				
1-5 years	236,625	–				
5-10 years	259,110	–				
Greater than 10 years	5,452	–				
Total	502,491	–				
Total sensitivity to interest rate changes			(3,894)	(0.7)	3,894	0.7

# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## NOTES TO FINANCIAL STATEMENTS

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

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

##### iii. Interest rate risk (cont'd)

March 31, 2022	Bonds (\$)	Derivative Instruments (\$)	Impact on net assets			
			Increase by 1%		Decrease by 1%	
			(\$)	(%)	(\$)	(%)
Less than 1 year	3,791	–				
1-5 years	240,659	–				
5-10 years	553,369	–				
Greater than 10 years	8,058	–				
Total	805,877	–				
Total sensitivity to interest rate changes			(4,542)	(0.5)	4,531	0.5

##### iv. Other price risk

As at March 31, 2023 and 2022, the Fund did not have a significant exposure to other price risk.

##### 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 March 31, 2023, was 2.1% of the net assets of the Fund (2022 – 1.4%).

As at March 31, 2023 and 2022, debt securities by credit rating are as follows:

Bond Rating*	March 31, 2023	March 31, 2022
	% of Net Assets	% of Net Assets
AAA	1.9	0.1
AA	0.0	–
A	1.3	–
BBB	1.1	3.5
Less than BBB	77.9	83.1
Unrated	11.2	7.9
Total	93.4	94.6

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

#### (f) Fair Value Classification

The table below summarizes the fair value of the Fund's financial instruments using the fair value hierarchy described in note 3.

	March 31, 2023				March 31, 2022			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Bonds	–	502,491	–	502,491	567	805,310	–	805,877
Equities	2,456	–	1,323	3,779	5,764	3	2,078	7,845
Options	–	–	–	–	–	97	–	97
Exchange-traded funds/notes	8,951	–	–	8,951	–	–	–	–
Private funds	–	–	9,048	9,048	–	–	3,920	3,920
Derivative assets	–	168	–	168	–	14,910	–	14,910
Derivative liabilities	–	(4,547)	–	(4,547)	–	(356)	–	(356)
Short-term investments	–	–	–	–	–	4,444	–	4,444
Total	11,407	498,112	10,371	519,890	6,331	824,408	5,998	836,737

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

During the period ended March 31, 2023, bonds with a fair value of \$549 (2022 – \$Nil) were transferred from Level 1 to Level 2 as a result of changes in the inputs used for valuation.

# MACKENZIE FLOATING RATE INCOME FUND

ANNUAL AUDITED FINANCIAL STATEMENTS | March 31, 2023

## NOTES TO FINANCIAL STATEMENTS

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

#### (f) Fair Value Classification (cont'd)

The table below presents a reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) for the periods ended March 31, 2023 and 2022:

	March 31, 2023			March 31, 2022		
	Equities (\$)	Private funds (\$)	Total (\$)	Equities (\$)	Private funds (\$)	Total (\$)
Balance – beginning of period	2,078	3,920	5,998	1,854	–	1,854
Purchases	–	4,966	4,966	249	3,748	3,997
Sales	–	–	–	–	–	–
Transfers in	–	–	–	–	–	–
Transfers out	–	–	–	–	–	–
Gains (losses) during the period:						
Realized	–	–	–	–	–	–
Unrealized	(755)	162	(593)	(25)	172	147
Balance – end of period	1,323	9,048	10,371	2,078	3,920	5,998
Change in unrealized gains (losses) during the period attributable to securities held at end of period	(755)	162	(593)	(25)	172	147

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

#### (g) Investments by the Manager and Affiliates

The investments held by the Manager, other funds managed by the Manager, and funds managed by affiliates of the Manager, investing in series CL, IG or S of the Fund, as applicable (as described in *Fund Formation and Series Information* in note 10), were as follows:

	March 31, 2023	March 31, 2022
	(\$)	(\$)
The Manager	–	77
Other funds managed by the Manager	1	70,889
Funds managed by affiliates of the Manager	225,612	261,690

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

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

	March 31, 2023			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	49	(49)	–	–
Unrealized losses on derivative contracts	(2,819)	49	–	(2,770)
Liability for options written	–	–	–	–
Total	(2,770)	–	–	(2,770)

	March 31, 2022			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	7,152	(25)	–	7,127
Unrealized losses on derivative contracts	(25)	25	–	–
Liability for options written	(62)	–	–	(62)
Total	7,065	–	–	7,065

# MACKENZIE FLOATING RATE INCOME FUND

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## NOTES TO FINANCIAL STATEMENTS

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

#### (i) Interest in Unconsolidated Structured Entities

The Fund's investment details in the Underlying Funds as at March 31, 2023 and 2022 are as follows:

March 31, 2023	% of Underlying Fund's Net Assets	Fair Value of Fund's Investment (\$)
iShares iBoxx \$ High Yield Corporate Bond ETF	0.0	7,447
Mackenzie US High Yield Bond Index ETF (CAD-Hedged)	4.1	1,504
Northleaf Private Credit II LP	0.8	6,396
Sagard Credit Partners II LP	0.8	2,652

March 31, 2022	% of Underlying Fund's Net Assets	Fair Value of Fund's Investment (\$)
Northleaf Private Credit II LP	0.7	3,369
Sagard Credit Partners II LP	0.5	551

#### (j) Commitment

	March 31, 2023		March 31, 2022	
	Called Amount (\$)	Total Commitment to Invest (US\$)	Called Amount (\$)	Total Commitment to Invest (US\$)
Northleaf Private Credit II LP <sup>(1)</sup>	6,396	5,748	3,369	5,748
Sagard Credit Partners II LP <sup>(2)</sup>	2,652	5,748	551	5,748

<sup>(1)</sup> This fund is managed by Northleaf Capital Partners (Canada) Ltd., an affiliate of Mackenzie.

<sup>(2)</sup> This fund is managed by Sagard Holdings Inc., an affiliate of Mackenzie.

#### (k) Reorganization

On April 16, 2021, the series of the Fund distributed by Quadrus Investment Services Ltd. (see *Fund Formation and Series Information*) were transitioned on a taxable basis to corresponding series of Canada Life Floating Rate Income Fund, a fund managed by Canada Life Investment Management Limited, an affiliate of Mackenzie, with the same investment objectives, strategies and fees as the Fund. In turn, this Canada Life fund substantially invested all its assets into Series CL of the Fund, effectively resulting in no change in the net assets of the Fund. This reorganization received a positive recommendation from the Mackenzie Funds' Independent Review Committee and was approved by the investors in the affected series and securities regulators. Investors in the series offered by Mackenzie and the series distributed by LBC Financial Services Inc. were not affected.

On April 16, 2021, \$214,060 transitioned out of the Fund as a result of the reorganization.