

# MACKENZIE DIVERSIFIED ALTERNATIVES FUND

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## ***Interim Unaudited Financial Statements***

*For the Six-Month Period Ended September 30, 2023*

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

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

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

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

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



**MACKENZIE**  
Investments

# MACKENZIE DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2023

## STATEMENTS OF FINANCIAL POSITION

at (in \$ 000 except per security amounts)

	Sep. 30 2023	Mar. 31 2023 (Audited)
	\$	\$
<b>ASSETS</b>		
<b>Current assets</b>		
Investments at fair value	268,955	284,360
Cash and cash equivalents	5,921	39,831
Accrued interest receivable	392	399
Dividends receivable	654	291
Accounts receivable for investments sold	991	8
Accounts receivable for securities issued	105	188
Due from manager	26	33
Margin on derivatives	178	840
Derivative assets	130	273
<b>Total assets</b>	<b>277,352</b>	<b>326,223</b>
<b>LIABILITIES</b>		
<b>Current liabilities</b>		
Investments sold short at fair value	–	6,893
Accounts payable for investments purchased	120	58
Accounts payable for securities redeemed	514	453
Due to manager	8	10
Derivative liabilities	1,317	1,051
<b>Total liabilities</b>	<b>1,959</b>	<b>8,465</b>
<b>Net assets attributable to securityholders</b>	<b>275,393</b>	<b>317,758</b>

## STATEMENTS OF COMPREHENSIVE INCOME

for the periods ended September 30 (in \$ 000 except per security amounts)

	2023 \$	2022 \$
<b>Income</b>		
Dividends	6,817	5,132
Interest income for distribution purposes	2,090	1,069
Other changes in fair value of investments and other net assets		
Net realized gain (loss)	(8,551)	(11,543)
Net unrealized gain (loss)	(977)	(33,796)
Fee rebate income	153	67
<b>Total income (loss)</b>	<b>(468)</b>	<b>(39,071)</b>
<b>Expenses (note 6)</b>		
Management fees	1,427	1,790
Management fee rebates	(1)	(2)
Administration fees	236	291
Interest charges	137	1
Borrowing fees	7	–
Commissions and other portfolio transaction costs	132	127
Independent Review Committee fees	–	1
<b>Expenses before amounts absorbed by Manager</b>	<b>1,938</b>	<b>2,208</b>
Expenses absorbed by Manager	–	–
<b>Net expenses</b>	<b>1,938</b>	<b>2,208</b>
<b>Increase (decrease) in net assets attributable to securityholders from operations before tax</b>	<b>(2,406)</b>	<b>(41,279)</b>
Foreign withholding tax expense (recovery)	550	441
Foreign income tax expense (recovery)	–	–
<b>Increase (decrease) in net assets attributable to securityholders from operations</b>	<b>(2,956)</b>	<b>(41,720)</b>

### Net assets attributable to securityholders (note 3)

	per security		per series	
	Sep. 30	Mar. 31	Sep. 30	Mar. 31
	2023	2023 (Audited)	2023	2023 (Audited)
Series A	9.84	10.12	29,340	37,509
Series AR	9.98	10.27	916	986
Series D	9.95	10.23	463	371
Series F	10.02	10.31	97,187	124,902
Series F5	12.11	12.54	355	627
Series F8	11.00	11.58	35	40
Series FB	9.79	10.07	82	87
Series FB5	11.87	12.31	1	1
Series O	9.54	9.81	24,823	25,173
Series PW	10.00	10.29	32,840	37,948
Series PWFB	9.28	9.55	592	748
Series PWFB5	11.78	12.18	1	1
Series PWR	9.20	9.46	679	698
Series PWT5	11.24	11.72	585	503
Series PWT8	10.39	11.01	129	26
Series PWX	9.59	9.86	234	306
Series PWX5	–	12.75	–	1
Series PWX8	10.96	11.48	1	64
Series S	8.95	9.20	2,130	2,338
Series T5	11.03	11.51	1,221	1,860
Series T8	10.27	10.89	80	84
Series UM	9.21	9.47	83,699	83,485
			<b>275,393</b>	<b>317,758</b>

### Increase (decrease) in net assets attributable to securityholders from operations (note 3)

	per security		per series	
	2023	2022	2023	2022
	Series A	(0.15)	(1.29)	(516)
Series AR	(0.17)	(1.29)	(15)	(127)
Series D	(0.13)	(1.31)	(4)	(28)
Series F	(0.09)	(1.23)	(976)	(17,264)
Series F5	(0.10)	(1.60)	(4)	(288)
Series F8	(0.12)	(1.60)	–	(6)
Series FB	(0.11)	(1.25)	(1)	(12)
Series FB5	(0.13)	(1.53)	–	–
Series O	(0.05)	(1.12)	(126)	(2,897)
Series PW	(0.15)	(1.30)	(526)	(5,197)
Series PWFB	(0.08)	(1.15)	(6)	(80)
Series PWFB5	(0.10)	(1.48)	–	–
Series PWR	(0.14)	(1.18)	(9)	(68)
Series PWT5	(0.21)	(1.55)	(9)	(54)
Series PWT8	(0.77)	(1.47)	(3)	(4)
Series PWX	(0.06)	(1.27)	(1)	(28)
Series PWX5	0.83	(1.49)	1	–
Series PWX8	0.39	(1.38)	–	(7)
Series S	(0.05)	(1.04)	(12)	(274)
Series T5	(0.17)	(1.52)	(25)	(284)
Series T8	(0.18)	(1.47)	(1)	(11)
Series UM	(0.08)	(1.14)	(723)	(9,587)
			<b>(2,956)</b>	<b>(41,720)</b>

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

# MACKENZIE DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2023

## STATEMENTS OF CHANGES IN FINANCIAL POSITION

for the periods ended September 30 (in \$ 000 except per security amounts)

	Total		Series A		Series AR		Series D		Series F	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	<b>317,758</b>	<b>385,104</b>	<b>37,509</b>	<b>49,187</b>	<b>986</b>	<b>1,077</b>	<b>371</b>	<b>125</b>	<b>124,902</b>	<b>161,634</b>
Increase (decrease) in net assets from operations	(2,956)	(41,720)	(516)	(5,504)	(15)	(127)	(4)	(28)	(976)	(17,264)
Distributions paid to securityholders:										
Investment income	(5,239)	(5,911)	(414)	(472)	(12)	(11)	(7)	(3)	(2,027)	(2,646)
Capital gains	–	–	–	–	–	–	–	–	–	–
Return of capital	(34)	(90)	–	–	–	–	–	–	–	–
Management fee rebates	(1)	(2)	–	–	–	–	–	–	–	(1)
Total distributions paid to securityholders	(5,274)	(6,003)	(414)	(472)	(12)	(11)	(7)	(3)	(2,027)	(2,647)
Security transactions:										
Proceeds from securities issued	15,657	30,744	1,344	3,622	93	130	215	133	4,193	12,605
Reinvested distributions	3,228	3,918	388	440	12	11	4	3	1,536	2,123
Payments on redemption of securities	(53,020)	(45,706)	(8,971)	(6,647)	(148)	(83)	(116)	(6)	(30,441)	(19,664)
Total security transactions	(34,135)	(11,044)	(7,239)	(2,585)	(43)	58	103	130	(24,712)	(4,936)
<b>Increase (decrease) in net assets attributable to securityholders</b>	<b>(42,365)</b>	<b>(58,767)</b>	<b>(8,169)</b>	<b>(8,561)</b>	<b>(70)</b>	<b>(80)</b>	<b>92</b>	<b>99</b>	<b>(27,715)</b>	<b>(24,847)</b>
<b>End of period</b>	<b>275,393</b>	<b>326,337</b>	<b>29,340</b>	<b>40,626</b>	<b>916</b>	<b>997</b>	<b>463</b>	<b>224</b>	<b>97,187</b>	<b>136,787</b>
<b>Increase (decrease) in fund securities (in thousands) (note 7):</b>			<b>Securities</b>	<b>Securities</b>	<b>Securities</b>	<b>Securities</b>	<b>Securities</b>	<b>Securities</b>	<b>Securities</b>	<b>Securities</b>
Securities outstanding – beginning of period			3,706	4,397	96	95	36	11	12,115	14,222
Issued			134	342	10	12	23	13	411	1,176
Reinvested distributions			39	41	1	1	–	–	151	198
Redeemed			(896)	(629)	(15)	(8)	(12)	(1)	(2,982)	(1,835)
<b>Securities outstanding – end of period</b>			<b>2,983</b>	<b>4,151</b>	<b>92</b>	<b>100</b>	<b>47</b>	<b>23</b>	<b>9,695</b>	<b>13,761</b>

  

	Series F5		Series F8		Series FB		Series FB5		Series O	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	<b>627</b>	<b>3,025</b>	<b>40</b>	<b>70</b>	<b>87</b>	<b>112</b>	<b>1</b>	<b>1</b>	<b>25,173</b>	<b>27,302</b>
Increase (decrease) in net assets from operations	(4)	(288)	–	(6)	(1)	(12)	–	–	(126)	(2,897)
Distributions paid to securityholders:										
Investment income	(8)	(33)	(1)	(1)	(1)	(2)	–	–	(563)	(587)
Capital gains	–	–	–	–	–	–	–	–	–	–
Return of capital	(3)	(32)	(1)	(1)	–	–	–	–	–	–
Management fee rebates	–	–	–	–	–	–	–	–	–	–
Total distributions paid to securityholders	(11)	(65)	(2)	(2)	(1)	(2)	–	–	(563)	(587)
Security transactions:										
Proceeds from securities issued	–	202	–	5	1	7	–	–	5	313
Reinvested distributions	3	50	1	2	1	2	–	–	563	587
Payments on redemption of securities	(260)	(1,379)	(4)	(31)	(5)	(14)	–	–	(229)	(25)
Total security transactions	(257)	(1,127)	(3)	(24)	(3)	(5)	–	–	339	875
<b>Increase (decrease) in net assets attributable to securityholders</b>	<b>(272)</b>	<b>(1,480)</b>	<b>(5)</b>	<b>(32)</b>	<b>(5)</b>	<b>(19)</b>	<b>–</b>	<b>–</b>	<b>(350)</b>	<b>(2,609)</b>
<b>End of period</b>	<b>355</b>	<b>1,545</b>	<b>35</b>	<b>38</b>	<b>82</b>	<b>93</b>	<b>1</b>	<b>1</b>	<b>24,823</b>	<b>24,693</b>
<b>Increase (decrease) in fund securities (in thousands) (note 7):</b>			<b>Securities</b>	<b>Securities</b>	<b>Securities</b>	<b>Securities</b>	<b>Securities</b>	<b>Securities</b>	<b>Securities</b>	<b>Securities</b>
Securities outstanding – beginning of period	50	213	3	5	9	10	–	–	2,567	2,530
Issued	–	15	–	–	–	1	–	–	1	31
Reinvested distributions	–	4	–	–	–	–	–	–	58	58
Redeemed	(21)	(106)	–	(2)	(1)	(1)	–	–	(24)	(2)
<b>Securities outstanding – end of period</b>	<b>29</b>	<b>126</b>	<b>3</b>	<b>3</b>	<b>8</b>	<b>10</b>	<b>–</b>	<b>–</b>	<b>2,602</b>	<b>2,617</b>

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

# MACKENZIE DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2023

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

for the periods ended September 30 (in \$ 000 except per security amounts)

	Series PW		Series PWFB		Series PWFB5		Series PWR		Series PWT5	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	<b>37,948</b>	<b>44,993</b>	<b>748</b>	<b>654</b>	<b>1</b>	<b>1</b>	<b>698</b>	<b>647</b>	<b>503</b>	<b>515</b>
Increase (decrease) in net assets from operations	(526)	(5,197)	(6)	(80)	–	–	(9)	(68)	(9)	(54)
Distributions paid to securityholders:										
Investment income	(475)	(497)	(12)	(12)	–	–	(9)	(6)	(7)	(4)
Capital gains	–	–	–	–	–	–	–	–	–	–
Return of capital	–	–	–	–	–	–	–	–	(7)	(8)
Management fee rebates	(1)	(1)	–	–	–	–	–	–	–	–
Total distributions paid to securityholders	(476)	(498)	(12)	(12)	–	–	(9)	(6)	(14)	(12)
Security transactions:										
Proceeds from securities issued	1,846	4,093	18	138	–	–	36	93	128	–
Reinvested distributions	466	485	12	11	–	–	9	6	7	6
Payments on redemption of securities	(6,418)	(4,930)	(168)	(34)	–	–	(46)	(86)	(30)	(56)
Total security transactions	(4,106)	(352)	(138)	115	–	–	(1)	13	105	(50)
<b>Increase (decrease) in net assets attributable to securityholders</b>	<b>(5,108)</b>	<b>(6,047)</b>	<b>(156)</b>	<b>23</b>	<b>–</b>	<b>–</b>	<b>(19)</b>	<b>(61)</b>	<b>82</b>	<b>(116)</b>
<b>End of period</b>	<b>32,840</b>	<b>38,946</b>	<b>592</b>	<b>677</b>	<b>1</b>	<b>1</b>	<b>679</b>	<b>586</b>	<b>585</b>	<b>399</b>
<b>Increase (decrease) in fund securities (in thousands) (note 7):</b>										
<b>Securities outstanding – beginning of period</b>	<b>3,688</b>	<b>3,959</b>	<b>78</b>	<b>62</b>	<b>–</b>	<b>–</b>	<b>74</b>	<b>62</b>	<b>43</b>	<b>38</b>
Issued	181	376	3	15	–	–	4	9	11	–
Reinvested distributions	46	45	1	1	–	–	1	1	1	1
Redeemed	(631)	(464)	(18)	(4)	–	–	(5)	(8)	(3)	(4)
<b>Securities outstanding – end of period</b>	<b>3,284</b>	<b>3,916</b>	<b>64</b>	<b>74</b>	<b>–</b>	<b>–</b>	<b>74</b>	<b>64</b>	<b>52</b>	<b>35</b>

  

	Series PWT8		Series PWX		Series PWX5		Series PWX8		Series S	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>										
<b>Beginning of period</b>	<b>26</b>	<b>39</b>	<b>306</b>	<b>205</b>	<b>1</b>	<b>1</b>	<b>64</b>	<b>75</b>	<b>2,338</b>	<b>2,635</b>
Increase (decrease) in net assets from operations	(3)	(4)	(1)	(28)	1	–	–	(7)	(12)	(274)
Distributions paid to securityholders:										
Investment income	–	–	(6)	(5)	–	–	–	(1)	(50)	(56)
Capital gains	–	–	–	–	–	–	–	–	–	–
Return of capital	(1)	(1)	–	–	–	–	–	(2)	–	–
Management fee rebates	–	–	–	–	–	–	–	–	–	–
Total distributions paid to securityholders	(1)	(1)	(6)	(5)	–	–	–	(3)	(50)	(56)
Security transactions:										
Proceeds from securities issued	107	–	–	124	–	–	–	–	150	208
Reinvested distributions	1	1	6	5	–	–	–	1	50	56
Payments on redemption of securities	(1)	(10)	(71)	(2)	(2)	–	(63)	(2)	(346)	(291)
Total security transactions	107	(9)	(65)	127	(2)	–	(63)	(1)	(146)	(27)
<b>Increase (decrease) in net assets attributable to securityholders</b>	<b>103</b>	<b>(14)</b>	<b>(72)</b>	<b>94</b>	<b>(1)</b>	<b>–</b>	<b>(63)</b>	<b>(11)</b>	<b>(208)</b>	<b>(357)</b>
<b>End of period</b>	<b>129</b>	<b>25</b>	<b>234</b>	<b>299</b>	<b>–</b>	<b>1</b>	<b>1</b>	<b>64</b>	<b>2,130</b>	<b>2,278</b>
<b>Increase (decrease) in fund securities (in thousands) (note 7):</b>										
<b>Securities outstanding – beginning of period</b>	<b>2</b>	<b>3</b>	<b>31</b>	<b>19</b>	<b>–</b>	<b>–</b>	<b>6</b>	<b>6</b>	<b>254</b>	<b>260</b>
Issued	10	–	–	12	–	–	–	–	16	22
Reinvested distributions	–	–	1	–	–	–	–	–	6	6
Redeemed	–	(1)	(8)	–	–	–	(6)	–	(38)	(31)
<b>Securities outstanding – end of period</b>	<b>12</b>	<b>2</b>	<b>24</b>	<b>31</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>6</b>	<b>238</b>	<b>257</b>

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

# MACKENZIE DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2023

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

for the periods ended September 30 (in \$ 000 except per security amounts)

	Series T5		Series T8		Series UM	
	2023	2022	2023	2022	2023	2022
<b>NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS</b>						
<b>Beginning of period</b>	<b>1,860</b>	<b>2,443</b>	<b>84</b>	<b>97</b>	<b>83,485</b>	<b>90,266</b>
Increase (decrease) in net assets from operations	(25)	(284)	(1)	(11)	(723)	(9,587)
Distributions paid to securityholders:						
Investment income	(20)	(19)	(1)	(1)	(1,626)	(1,555)
Capital gains	–	–	–	–	–	–
Return of capital	(20)	(43)	(2)	(3)	–	–
Management fee rebates	–	–	–	–	–	–
Total distributions paid to securityholders	(40)	(62)	(3)	(4)	(1,626)	(1,555)
Security transactions:						
Proceeds from securities issued	–	37	–	–	7,521	9,034
Reinvested distributions	22	16	3	4	144	109
Payments on redemption of securities	(596)	(30)	(3)	(3)	(5,102)	(12,413)
Total security transactions	(574)	23	–	1	2,563	(3,270)
<b>Increase (decrease) in net assets attributable to securityholders</b>	<b>(639)</b>	<b>(323)</b>	<b>(4)</b>	<b>(14)</b>	<b>214</b>	<b>(14,412)</b>
<b>End of period</b>	<b>1,221</b>	<b>2,120</b>	<b>80</b>	<b>83</b>	<b>83,699</b>	<b>75,854</b>
<b>Increase (decrease) in fund securities (in thousands) (note 7):</b>						
	<b>Securities</b>		<b>Securities</b>		<b>Securities</b>	
Securities outstanding – beginning of period	162	185	8	7	8,819	8,654
Issued	–	3	–	1	803	922
Reinvested distributions	2	1	–	–	15	11
Redeemed	(53)	(2)	–	–	(545)	(1,273)
<b>Securities outstanding – end of period</b>	<b>111</b>	<b>187</b>	<b>8</b>	<b>8</b>	<b>9,092</b>	<b>8,314</b>

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

# MACKENZIE DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2023

## STATEMENTS OF CASH FLOWS

for the periods ended September 30 (in \$ 000)

	2023	2022
	\$	\$
<b>Cash flows from operating activities</b>		
Net increase (decrease) in net assets attributable to securityholders from operations	(2,956)	(41,720)
Adjustments for:		
Net realized loss (gain) on investments	7,659	10,133
Change in net unrealized loss (gain) on investments	977	33,796
Purchase of investments	(140,602)	(60,947)
Proceeds from sale and maturity of investments	139,433	113,772
(Increase) decrease in accounts receivable and other assets	313	(1,286)
Increase (decrease) in accounts payable and other liabilities	(2)	(1)
<b>Net cash provided by (used in) operating activities</b>	<b>4,822</b>	<b>53,747</b>
<b>Cash flows from financing activities</b>		
Proceeds from securities issued	14,114	28,426
Payments on redemption of securities	(51,333)	(43,569)
Distributions paid net of reinvestments	(2,046)	(2,085)
<b>Net cash provided by (used in) financing activities</b>	<b>(39,265)</b>	<b>(17,228)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(34,443)</b>	<b>36,519</b>
Cash and cash equivalents at beginning of period	39,831	21,498
Effect of exchange rate fluctuations on cash and cash equivalents	533	1,479
<b>Cash and cash equivalents at end of period</b>	<b>5,921</b>	<b>59,496</b>
Cash	1,510	59,496
Cash equivalents	4,411	–
<b>Cash and cash equivalents at end of period</b>	<b>5,921</b>	<b>59,496</b>
<b>Supplementary disclosures on cash flow from operating activities:</b>		
Dividends received	6,459	4,982
Dividends paid	5	9
Foreign taxes paid	550	441
Interest received	2,097	996
Interest paid	137	1

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

# MACKENZIE DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2023

## SCHEDULE OF INVESTMENTS

as at September 30, 2023

	Country	Sector	Par Value/ Number of Shares/Units	Average Cost (\$ 000)	Fair Value (\$ 000)
<b>BONDS</b>					
Adtalem Global Education Inc. Term Loan B 1st Lien F/R 02-12-2028	United States	Term Loans	USD 277	–	–
AerCap Ireland Capital DAC 3.00% 10-29-2028	Ireland	Corporate - Non Convertible	USD 27,000	31	31
Albertsons Cos Inc. 3.25% 03-15-2026 144A	United States	Corporate - Non Convertible	USD 71,000	81	89
Algonquin Power & Utilities Corp. F/R 01-18-2082	Canada	Corporate - Non Convertible	105,000	98	83
Allied Universal Holdco LLC 4.63% 06-01-2028 144A	United States	Corporate - Non Convertible	USD 200,000	228	227
Alpha Holding SA de CV 9.00% 02-10-2025 Callable 2023	Mexico	Corporate - Non Convertible	USD 250,000	330	6
Alpha Holdings SA 9.00% 02-10-2025	Mexico	Corporate - Non Convertible	USD 250,000	–	6
Alice International SARL 5.00% 01-15-2028 Callable 2023 144A	Luxembourg	Corporate - Non Convertible	USD 200,000	227	233
Apple Inc. 2.65% 02-08-2051	United States	Corporate - Non Convertible	USD 71,000	68	58
Arc Falcon I Inc. Term Loan 2nd Lien F/R 09-22-2029	United States	Term Loans	USD 21,000	27	26
ARD Finance SA 6.50% 06-30-2027 144A	Luxembourg	Corporate - Non Convertible	USD 200,000	196	205
Ardagh Packaging Finance PLC 5.25% 08-15-2027 144A	United States	Corporate - Non Convertible	USD 80,000	91	90
Ascend Wellness Holdings Inc. Term Loan 1st Lien F/R 08-27-2025	United States	Term Loans	USD 16,000	20	19
AthenaHealth Inc. Term Loan 1st Lien F/R 01-27-2029	United States	Term Loans	USD 70,000	93	94
B&G Foods Inc. 8.00% 09-15-2028 144A	United States	Corporate - Non Convertible	USD 100,000	135	136
The Bank of Nova Scotia F/R 07-27-2081	Canada	Corporate - Non Convertible	60,000	51	43
The Bank of Nova Scotia F/R 07-27-2082	Canada	Corporate - Non Convertible	46,000	46	44
Baytex Energy Corp. 8.50% 04-30-2030 144A	Canada	Corporate - Non Convertible	USD 200,000	263	275
Braskem Idesa SAPI 6.99% 02-20-2032	Mexico	Corporate - Non Convertible	USD 200,000	247	164
Canadian Imperial Bank of Commerce F/R 07-28-2082	Canada	Corporate - Non Convertible	346,000	345	333
Canpack SA / Canpack US LLC 3.88% 11-15-2029 144A	Poland	Corporate - Non Convertible	USD 200,000	214	222
Capital Power Corp. F/R 09-09-2082	Canada	Corporate - Non Convertible	63,000	63	60
Carnival Corp. 9.88% 08-01-2027 144A	United States	Corporate - Non Convertible	USD 65,000	95	92
Carriage Purchaser Inc. 7.88% 10-15-2029 144A	United States	Corporate - Non Convertible	USD 148,000	171	153
CCO Holdings LLC 6.38% 09-01-2029 144A	United States	Corporate - Non Convertible	USD 130,000	167	165
Chesapeake Energy Corp. 6.75% 04-15-2029 144A	United States	Corporate - Non Convertible	USD 216,000	285	287
Clearway Energy Group LLC 3.75% 02-15-2031 144A	United States	Corporate - Non Convertible	USD 43,000	51	46
Clydesdale Acquisition Holdings Inc. 8.75% 04-15-2030 144A	United States	Corporate - Non Convertible	USD 49,000	58	57
Cogent Communications Group Inc. 7.00% 06-15-2027 144A	United States	Corporate - Non Convertible	USD 43,000	54	56
Coinbase Global Inc. 3.63% 10-01-2031 144A	United States	Corporate - Non Convertible	USD 254,000	196	230
CommScope Inc. 4.75% 09-01-2029 144A	United States	Corporate - Non Convertible	USD 140,000	175	139
CommScope Technologies Finance LLC 8.25% 03-01-2027 144A	United States	Corporate - Non Convertible	USD 105,000	139	94
Condor Merger Sub Inc. 7.38% 02-15-2030 144A	United States	Corporate - Non Convertible	USD 29,000	37	33
Country Garden Holdings Co. Ltd. 2.70% 07-12-2026	China	Corporate - Non Convertible	USD 200,000	171	18
Covert Mergeco Inc. 4.88% 12-01-2029 144A	United States	Corporate - Non Convertible	USD 14,000	17	16
Cureleaf Holdings Inc. 8.00% 12-15-2026	United States	Corporate - Non Convertible	USD 80,000	103	90
DCert Buyer Inc. Term Loan 2nd Lien F/R 02-16-2029	United States	Term Loans	USD 75,000	95	96
Diamond Sports Group LLC 5.38% 08-15-2026 144A	United States	Corporate - Non Convertible	USD 710,000	724	24
Diamond Sports Group LLC 6.63% 08-15-2027 144A	United States	Corporate - Non Convertible	USD 575,000	402	17
Digi International Inc. Term Loan B 1st Lien F/R 11-01-2028	United States	Term Loans	USD 12,321	15	17
DISH DBS Corp. 5.25% 12-01-2026 144A	United States	Corporate - Non Convertible	USD 49,000	53	56
DISH Network Corp. 11.75% 11-15-2027 144A	United States	Corporate - Non Convertible	USD 39,000	51	53
Dispatch Terra Acquisition LLC Term Loan B 1st Lien F/R 03-25-2028	United States	Term Loans	USD 15,869	20	20
Domtar Corp. 6.75% 10-01-2028 144A	United States	Corporate - Non Convertible	USD 66,000	83	74
DS Parent Inc. Term Loan B 1st Lien F/R 12-10-2028	United States	Term Loans	USD 8,325	10	11
East West Manufacturing LLC Term Loan B 1st Lien F/R 01-05-2029	United States	Term Loans	USD 12,899	16	15
Ecopetrol SA 4.63% 11-02-2031	Colombia	Corporate - Non Convertible	USD 27,000	28	28
EG Finco Ltd. Term Loan 2nd Lien F/R 04-11-2027	United Kingdom	Term Loans	EUR 75,000	111	99
Eldorado Gold Corp. 6.25% 09-01-2029 144A	Turkey	Corporate - Non Convertible	USD 28,000	35	33
Electrical Components International Inc. Term Loan 2nd Lien F/R 06-22-2026	United States	Term Loans	USD 20,000	25	22
Electronic Arts Inc. 2.95% 02-15-2051	United States	Corporate - Non Convertible	USD 69,000	64	57
Embeta Corp. 5.00% 02-15-2030 144A	United States	Corporate - Non Convertible	USD 22,000	26	24
Emera Inc. F/R 06-15-2076 Callable 2026	Canada	Corporate - Non Convertible	USD 36,000	47	47
Empire Today LLC Term Loan 1st Lien F/R 03-24-2028	United States	Term Loans	USD 69,162	87	77
Enbridge Inc. 5.37% 09-27-2077 Callable 2027	Canada	Corporate - Non Convertible	250,000	235	225
Enbridge Inc. F/R 01-15-2084	Canada	Corporate - Non Convertible	86,000	86	86
Enel SpA 2.25% 07-12-2031 144A	Italy	Corporate - Non Convertible	USD 62,000	63	64
Ensign Drilling Inc. 9.25% 04-15-2024 144A	Canada	Corporate - Non Convertible	USD 144,000	168	195
Evergreen Acqco 1LP Term Loan 1st Lien F/R 03-26-2028	United States	Term Loans	USD 3,936	5	5

# MACKENZIE DIVERSIFIED ALTERNATIVES FUND

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## SCHEDULE OF INVESTMENTS (cont'd)

as at September 30, 2023

	Country	Sector	Par Value/ Number of Shares/Units	Average Cost (\$ 000)	Fair Value (\$ 000)
<b>BONDS (cont'd)</b>					
Expedia Group Inc. 2.95% 03-15-2031	United States	Corporate - Non Convertible	USD 43,000	46	47
Fertitta Entertainment Inc. 6.75% 01-15-2030 144A	United States	Corporate - Non Convertible	USD 150,000	180	166
Flynn America LP Term Loan B 1st Lien F/R 07-23-2028	United States	Term Loans	USD 21,994	27	28
Ford Motor Co. 3.25% 02-12-2032	United States	Corporate - Non Convertible	USD 43,000	45	45
Ford Motor Credit Co. LLC 2.70% 08-10-2026	United States	Corporate - Non Convertible	USD 56,000	68	68
Garda World Security Corp 6.00% 06-01-2029 144A	Canada	Corporate - Non Convertible	USD 20,000	23	22
Go Daddy Operating Co. LLC 3.50% 03-01-2029 144A	United States	Corporate - Non Convertible	USD 10,000	12	11
Gray Escrow Inc. 7.00% 05-15-2027 144A	United States	Corporate - Non Convertible	USD 40,000	49	47
Gray Television Inc. 5.38% 11-15-2031 144A	United States	Corporate - Non Convertible	USD 81,000	100	72
Greenfire Resources Inc. 12.00% 10-01-2028 144A	Canada	Corporate - Non Convertible	USD 200,000	266	268
Gulfport Energy Corp. 8.00% 05-17-2026 144A	United States	Corporate - Non Convertible	USD 125,000	164	170
Heartland Dental LLC 10.50% 04-30-2028 144A	United States	Corporate - Non Convertible	USD 32,000	43	44
Hilton Domestic Operating Co. Inc. 4.88% 01-15-2030 Callable 2025	United States	Corporate - Non Convertible	USD 43,000	52	53
IDB Development Corp. 4.95% 12-18-2025 Inflation Indexed	Israel	Corporate - Non Convertible	ILS 133	—	—
Innovative Industrial Properties Inc. 5.50% 05-25-2026	United States	Corporate - Non Convertible	USD 200,000	232	244
Inter Pipeline Ltd. F/R 03-26-2079 Callable 2029	Canada	Corporate - Non Convertible	585,000	589	540
Inter Pipeline Ltd. F/R 11-19-2079 Callable 2029	Canada	Corporate - Non Convertible	120,000	120	108
Iris Merger Sub 2019 Inc. 9.38% 02-15-2028 Callable 2023 144A	United States	Corporate - Non Convertible	USD 50,000	66	65
Jabil Inc. 3.00% 01-15-2031	United States	Corporate - Non Convertible	USD 86,000	99	95
Jadex Inc. Term Loan 1st Lien F/R 02-12-2028	United States	Term Loans	USD 98,805	129	127
Jaguar Land Rover Automotive PLC 4.50% 10-01-2027 144A	United Kingdom	Corporate - Non Convertible	USD 200,000	214	236
Jazz Pharmaceuticals PLC 4.38% 01-15-2029	United States	Corporate - Non Convertible	USD 200,000	247	238
Kaisa Group Holdings Ltd. 11.70% 11-11-2025	China	Corporate - Non Convertible	USD 200,000	243	16
Keyera Corp. F/R 06-13-2079 Callable 2029	Canada	Corporate - Non Convertible	430,000	431	399
Keyera Corp. F/R 03-10-2081	Canada	Corporate - Non Convertible	150,000	150	128
Kleopatra Finco SARL 4.25% 03-01-2026	Luxembourg	Corporate - Non Convertible	EUR 100,000	121	120
Kleopatra Holdings 2 SCA 6.50% 09-01-2026	Luxembourg	Corporate - Non Convertible	EUR 200,000	241	179
Knight Health Holdings LLC Term Loan B 1st Lien F/R 12-17-2028	United States	Term Loans	USD 22,598	27	8
Kronos Acquisition Holdings Inc. 5.00% 12-31-2026 144A	United States	Corporate - Non Convertible	USD 234,000	290	289
L Brands Inc. 6.63% 10-01-2030	United States	Corporate - Non Convertible	USD 41,000	53	53
LABL Escrow Issuer LLC 10.50% 07-15-2027 144A	United States	Corporate - Non Convertible	USD 49,000	66	62
LABL Inc. 8.25% 11-01-2029 144A	United States	Corporate - Non Convertible	USD 84,000	97	93
Lamb Weston Holdings Inc. 4.38% 01-31-2032 144A	United States	Corporate - Non Convertible	USD 71,000	82	81
LifeScan Global Corp. Term Loan 2nd Lien F/R 12-31-2027	United States	Term Loans	USD 100,000	114	85
Logan Group Co. Ltd. 4.70% 07-06-2026	China	Corporate - Non Convertible	USD 200,000	234	20
Magenta Buyer LLC Term Loan 2nd Lien F/R 05-03-2029	United States	Term Loans	USD 8,000	10	5
Manchester Acquisition Sub LLC Term Loan B 1st Lien F/R 11-16-2026	United States	Term Loans	USD 18,668	22	23
Manulife Financial Corp. F/R 06-19-2082	Canada	Corporate - Non Convertible	46,000	46	44
Mauser Packaging Solutions Holding Co. 7.88% 08-15-2026 144A	United States	Corporate - Non Convertible	USD 64,000	86	84
Mauser Packaging Solutions Holding Co. 9.25% 04-15-2027 144A	United States	Corporate - Non Convertible	USD 117,000	160	139
Mav Acquisition Corp. 5.75% 08-01-2028 144A	United States	Corporate - Non Convertible	USD 100,000	126	118
MEDNAX Inc. 5.38% 02-15-2030 144A	United States	Corporate - Non Convertible	USD 22,000	25	26
MEG Energy Corp. 7.13% 02-01-2027 Callable 2023 144A	Canada	Corporate - Non Convertible	USD 123,000	161	171
MEG Energy Corp. 5.88% 02-01-2029 144A	Canada	Corporate - Non Convertible	USD 200,000	255	254
Merck & Co. Inc. 5.13% 04-30-2031	United States	Corporate - Non Convertible	USD 200,000	240	218
Minerva Merger Sub Inc. 6.50% 02-15-2030 144A	United States	Corporate - Non Convertible	USD 70,000	89	79
Mozart Debt Merger Sub Inc. 5.25% 10-01-2029 144A	United States	Corporate - Non Convertible	USD 185,000	207	217
Nabors Industries Inc. 7.38% 05-15-2027 144A	United States	Corporate - Non Convertible	USD 200,000	252	263
Nabors Industries Ltd. 7.25% 01-15-2026 144A	United States	Corporate - Non Convertible	USD 40,000	45	52
New Look Vision Group Delayed Draw Term Loan F/R 05-26-2028	United States	Term Loans	USD 20,987	27	28
New Look Vision Group Inc. Term Loan 1st Lien Delayed Draw 1 F/R 05-15-2028	Canada	Term Loans	9,257	9	9
New Look Vision Group Inc. Term Loan 1st Lien Delayed Draw F/R 05-15-2028	Canada	Term Loans	4,822	5	5
New Look Vision Group Inc. Term Loan 1st Lien F/R 05-15-2028	Canada	Term Loans	69,934	69	69
New Look Vision Group Inc. Term Loan 1st Lien F/R 05-26-2028	United States	Term Loans	USD 44,186	56	59
Northland Power Inc. F/R 06-30-2083	Canada	Corporate - Non Convertible	150,000	149	152
NuVista Energy Ltd. 7.88% 07-23-2026	Canada	Corporate - Non Convertible	350,000	346	355
Olympus Water US Holding Corp. 9.75% 11-15-2028	United States	Corporate - Non Convertible	USD 200,000	272	271
Open Text Holdings Inc. 4.13% 12-01-2031 144A	Canada	Corporate - Non Convertible	USD 27,000	29	29
Owens & Minor Inc. 6.63% 04-01-2030	United States	Corporate - Non Convertible	USD 100,000	126	121



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## SCHEDULE OF INVESTMENTS (cont'd)

as at September 30, 2023

	Country	Sector	Par Value/ Number of Shares/Units	Average Cost (\$ 000)	Fair Value (\$ 000)
<b>BONDS (cont'd)</b>					
Patrimonio Autonomo Union Del Sur 6.66% 02-28-2041					
Inflation Indexed	Colombia	Corporate - Non Convertible	COP 1,717,701	160	181
Perrigo Co. PLC 3.15% 06-15-2030	United States	Corporate - Non Convertible	USD 222,000	254	259
Petroleos De Venezuela SA 6.00% 05-16-2024	Venezuela	Corporate - Non Convertible	USD 170,000	55	14
Petroleos Mexicanos 6.70% 02-16-2032	Mexico	Corporate - Non Convertible	USD 54,000	69	54
PharmaCann LLC 12.00% 06-30-2025	United States	Corporate - Non Convertible	USD 111,000	133	144
Pilgrim's Pride Corp. 4.25% 04-15-2031	United States	Corporate - Non Convertible	USD 39,000	46	44
Quasar Intermediate Holdings Ltd. Term Loan B 1st Lien F/R 01-20-2029	United States	Term Loans	USD 15,840	20	18
Rogers Communications Inc. F/R 03-15-2082 144A	Canada	Corporate - Non Convertible	USD 190,000	241	229
Royal Bank of Canada F/R 11-24-2081	Canada	Corporate - Non Convertible	264,000	224	192
Royal Caribbean Cruises Ltd. 5.50% 04-01-2028 144A	United States	Corporate - Non Convertible	USD 100,000	115	125
Sabre Global Inc. 8.63% 06-01-2027	United States	Corporate - Non Convertible	USD 39,000	45	45
Secure Acquisition Inc. Delayed Draw Term Loan 1st Lien F/R 12-15-2028	United States	Term Loans	USD 1,940	2	3
Secure Acquisition Inc. Term Loan 1st Lien F/R 12-15-2028	United States	Term Loans	USD 12,864	16	17
Secure Acquisition Inc. Term Loan 2nd Lien F/R 12-15-2029	United States	Term Loans	USD 7,000	9	9
Secure Energy Services Inc. 7.25% 12-30-2026	Canada	Corporate - Non Convertible	230,000	231	227
Source Energy Services Canada LP 10.50% 03-15-2025	Canada	Corporate - Non Convertible	567,007	590	490
Specialty Pharma III Inc. Term Loan B 1st Lien F/R 02-24-2028	United States	Term Loans	USD 73,500	91	98
Sunac China Holdings Ltd. 5.95% 04-26-2024	China	Corporate - Non Convertible	USD 218,000	80	39
Tacora Resources Inc. 8.25% 05-15-2026 144A	Canada	Corporate - Non Convertible	USD 53,000	65	39
Tamarack Valley Energy Ltd. 7.25% 05-10-2027	Canada	Corporate - Non Convertible	457,000	452	435
Telesat Canada 5.63% 12-06-2026 144A	Canada	Corporate - Non Convertible	USD 250,000	198	236
Tervita Corp. 11.00% 12-01-2025 144A	Canada	Corporate - Non Convertible	USD 90,000	116	128
Timber Servicios Empresariales SA Term Loan B 1st Lien F/R 03-29-2029	Spain	Term Loans	EUR 11,000	16	15
The Toronto-Dominion Bank F/R 10-31-2170	Canada	Corporate - Non Convertible	200,000	200	166
Torrid LLC Term Loan B 1st Lien F/R 05-21-2028	United States	Term Loans	USD 68,438	82	76
TransCanada Trust F/R 05-18-2077 Callable 2027	Canada	Corporate - Non Convertible	250,000	230	219
TRC Cos. Inc. Term Loan 2nd Lien F/R 11-19-2029	United States	Term Loans	USD 10,000	13	13
Trulieve Cannabis Corp. 9.75% 06-18-2024	United States	Corporate - Non Convertible	USD 185,000	242	246
Trulieve Cannabis Corp. 8.00% 10-06-2026	United States	Corporate - Non Convertible	USD 333,000	419	369
Uniti Group LP 10.50% 02-15-2028 144A	United States	Corporate - Non Convertible	USD 100,000	133	133
US Foods Inc. 4.75% 02-15-2029 144A	United States	Corporate - Non Convertible	USD 39,000	48	47
US Radiology Specialists Inc. Term Loan 1st Lien Sr F/R 12-15-2027	United States	Term Loans	USD 5,599	7	7
US Renal Care Inc. Term Loan B 1st Lien F/R 06-14-2026	United States	Term Loans	USD 12,866	11	9
Vector WP Holdco Inc. Term Loan B 1st Lien F/R 10-08-2028	United States	Term Loans	USD 18,668	23	25
Verano Holdings Corp. Term Loan 1st Lien Senior F/R 10-30-2026	United States	Term Loans	USD 45,000	59	61
Vermilion Energy Inc. 6.88% 05-01-2030 144A	Canada	Corporate - Non Convertible	USD 166,000	209	214
Vesta Energy Corp. 10% 10-15-2025 144A	Canada	Corporate - Non Convertible	420,000	420	410
VistaJet Malta Finance PLC 7.88% 05-01-2027 144A	Switzerland	Corporate - Non Convertible	USD 100,000	124	117
VistaJet Malta Finance PLC 9.50% 06-01-2028 144A	Switzerland	Corporate - Non Convertible	USD 100,000	134	120
VistaJet Malta Finance PLC 6.38% 02-01-2030 144A	Switzerland	Corporate - Non Convertible	USD 210,000	263	220
WDB Holding PA Inc. Term Loan 1st Lien F/R 12-18-2024	United States	Term Loans	USD 113,734	143	124
Weatherford International Ltd. 8.63% 04-30-2030 144A	United States	Corporate - Non Convertible	USD 312,000	386	427
Whole Earth Brands Inc. Term Loan 1st Lien F/R 02-02-2026	United States	Term Loans	USD 14,552	18	18
Wildbrain Ltd. 5.88% 09-30-2024 Conv.	Canada	Corporate - Convertible	190,000	152	176
Women's Care Holdings Inc. Term Loan B 1st Lien F/R 01-15-2028	United States	Term Loans	USD 16,550	21	20
<b>Total bonds</b>				<b>21,319</b>	<b>18,541</b>
<b>EQUITIES</b>					
Abertis Infraestructuras SA	Spain	Industrials	2,993	65	-
Apollo Investment Corp.	United States	Financials	48,808	861	911
Ares Capital Corp.	United States	Financials	150,798	3,974	3,986
Bain Capital Specialty Finance Inc.	United States	Financials	40,208	765	836
BCE Inc. Pfd. Series AA	Canada	Communication Services	382	6	6
BCE Inc. Pfd. Series AI	Canada	Communication Services	26	-	-
BCE Inc. 4.54% Cum. Red. First Pfd. Series R Callable	Canada	Communication Services	466	8	7
BlackRock Kelso Capital Corp.	United States	Financials	155,449	743	783

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<b>EQUITIES (cont'd)</b>					
Blue Owl Capital Corp.	United States	Financials	42,850	774	806
Calfrac Well Services Ltd.	Canada	Energy	62,351	1,065	350
Cenovus Energy Inc. Pfd. Series 3	Canada	Energy	9,760	189	188
Cenovus Energy Inc. Pfd. Series 7	Canada	Energy	500	10	9
Cenovus Energy Inc. 4.45% 12-31-2049 Pfd. Series 1	Canada	Energy	26,439	343	315
Emera Inc. Pfd. Series L	Canada	Utilities	6,270	157	103
Fairfax Financial Holdings Ltd. Pfd. Series E	Canada	Financials	1,580	23	22
Fairfax Financial Holdings Ltd. Pfd. Series F	Canada	Financials	1,200	18	19
FS KKR Capital Corp.	United States	Financials	28,961	764	774
Golub Capital BDC Inc.	United States	Financials	42,171	800	840
Intelsat Jackson Holdings SA A Purchase Warrants Exp. 12-05-2025	Luxembourg	Communication Services	303	2	3
Intelsat Jackson Holdings SA B Purchase Warrants Exp. 12-05-2025	Luxembourg	Communication Services	303	1	2
Intelsat Jackson Holdings SA	Luxembourg	Communication Services	2,904	124	101
iQor US Inc.	United States	Information Technology	625	10	1
Loblaw Companies Ltd. 5.30% Cum. Red. 2nd Pfd. Series B	Canada	Consumer Staples	400	10	8
Sixth Street Specialty Lending Inc.	United States	Financials	9,711	268	269
Solar Capital Ltd.	United States	Financials	23,785	535	497
Source Energy Services Ltd.	Canada	Energy	29,297	73	164
Technics Oil & Gas Ltd.	Singapore	Energy	7,762	5	–
TransAlta Corp. Perp. Pfd. Series C	Canada	Utilities	1,880	35	31
TransAlta Corp. Pfd. Series A	Canada	Utilities	11,993	164	141
WeWork Inc. Class A	United States	Real Estate	900	22	4
<b>Total equities</b>				<b>11,814</b>	<b>11,176</b>
<b>EXCHANGE-TRADED FUNDS/NOTES</b>					
Global X Aging Population ETF	United States	Exchange-Traded Funds/Notes	39,600	1,399	1,398
Global X Cloud Computing ETF	United States	Exchange-Traded Funds/Notes	55,300	1,377	1,414
iShares Core S&P Small-Cap ETF	United States	Exchange-Traded Funds/Notes	6,300	796	807
iShares Global Infrastructure ETF	United States	Exchange-Traded Funds/Notes	150,457	9,921	8,842
iShares J.P. Morgan USD Emerging Markets Bond ETF	United States	Exchange-Traded Funds/Notes	93,300	10,637	10,453
<sup>1</sup> Mackenzie Floating Rate Income ETF	Canada	Exchange-Traded Funds/Notes	2,352,700	43,147	41,079
<sup>1</sup> Mackenzie US TIPS Index ETF (CAD-Hedged)	Canada	Exchange-Traded Funds/Notes	217,100	18,469	18,118
PowerShares DB Commodity Index Tracking Fund ETF	United States	Exchange-Traded Funds/Notes	182,400	6,202	6,180
SPDR Bloomberg Emerging Markets Local Bond ETF	United States	Exchange-Traded Funds/Notes	1,003,702	28,423	27,020
SPDR Bloomberg High Yield Bond ETF	United States	Exchange-Traded Funds/Notes	3,100	379	380
SPDR Gold Shares ETF	United States	Exchange-Traded Funds/Notes	38,364	9,761	8,929
Utilities Select Sector SPDR Fund	United States	Exchange-Traded Funds/Notes	166,883	14,883	13,351
VanEck India Growth Leaders ETF	United States	Exchange-Traded Funds/Notes	26,800	1,392	1,406
VanEck Vectors Agribusiness ETF	United States	Exchange-Traded Funds/Notes	13,100	1,392	1,400
VanEck Vectors Fallen Angel High Yield Bond ETF	United States	Exchange-Traded Funds/Notes	76,100	2,788	2,796
Vanguard FTSE Canadian Capped REIT Index ETF	Canada	Exchange-Traded Funds/Notes	206,600	6,474	5,673
Vanguard Real Estate ETF	United States	Exchange-Traded Funds/Notes	57,137	6,623	5,868
<b>Total exchange-traded funds/notes</b>				<b>164,063</b>	<b>155,114</b>
<b>MUTUAL FUNDS</b>					
Cortland Credit Institutional LP Unit	Canada	Mutual Funds	1,261,558	12,638	12,639
Four Quadrant Global Real Estate Partners Class J	Canada	Mutual Funds	398,894	4,596	4,494
<sup>2</sup> Mackenzie ChinaAMC All China Bond Fund Series R	Canada	Mutual Funds	69,063	691	651
<sup>2</sup> Mackenzie Emerging Markets Fund Series R	Canada	Mutual Funds	337,858	3,400	3,331
<sup>2</sup> Mackenzie Emerging Markets Small Cap Fund Series R	Canada	Mutual Funds	656,762	7,000	7,029
<sup>2</sup> Mackenzie Global Macro Fund Series R	Canada	Mutual Funds	815,395	8,800	8,834
<sup>2</sup> Mackenzie Global Resource Fund Series R	Canada	Mutual Funds	1,705,148	19,200	19,314
<sup>2</sup> Mackenzie Gold Bullion Fund Series R	Canada	Mutual Funds	374,414	6,719	7,430

# MACKENZIE DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2023

## SCHEDULE OF INVESTMENTS (cont'd)

as at September 30, 2023

	Country	Sector	Par Value/ Number of Shares/Units	Average Cost (\$ 000)	Fair Value (\$ 000)
<b>MUTUAL FUNDS (cont'd)</b>					
<sup>2</sup> Mackenzie Greenchip Global Environmental All Cap Fund Series R	Canada	Mutual Funds	153,044	1,400	1,412
Picton Mahoney Fortified Market Neutral Alternative Fund	Canada	Mutual Funds	1,329,935	18,000	18,990
<b>Total mutual funds</b>				<b>82,444</b>	<b>84,124</b>
Transaction costs				(100)	–
<b>Total investments</b>				<b>279,540</b>	<b>268,955</b>
Derivative instruments (see schedule of derivative instruments)					(1,187)
Cash and cash equivalents					5,921
Other assets less liabilities					1,704
<b>Net assets attributable to securityholders</b>					<b>275,393</b>

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

<sup>2</sup> This fund is managed by Mackenzie.

# MACKENZIE DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2023

## SUMMARY OF INVESTMENT PORTFOLIO

SEPTEMBER 30, 2023

EFFECTIVE PORTFOLIO ALLOCATION	% OF NAV
Bonds	47.8
<i>Bonds</i>	46.6
<i>Long bond futures</i>	1.2
<i>Short bond futures</i>	–
Equities	32.5
<i>Equities</i>	32.1
<i>Long equity futures</i>	0.4
<i>Short equity futures</i>	–
Commodities	0.1
<i>Long commodities futures</i>	0.1
<i>Short commodities futures</i>	–
Cash and cash equivalents	12.1
Commodities	5.9
Exchange-traded funds/notes	0.9
Mutual funds	0.8
Swaps	–
Other assets (liabilities)	(0.1)

EFFECTIVE REGIONAL ALLOCATION	% OF NAV
United States	42.5
Canada	16.5
Other	16.4
Cash and cash equivalents	12.1
China	2.3
South Korea	1.8
Mexico	1.3
Brazil	1.2
Indonesia	1.1
Malaysia	0.9
Luxembourg	0.8
Germany	0.8
France	0.8
South Africa	0.8
India	0.8
Other assets (liabilities)	(0.1)

EFFECTIVE SECTOR ALLOCATION	% OF NAV
Foreign government bonds	20.7
Term loans	14.0
Corporate bonds	12.7
Cash and cash equivalents	12.1
Utilities	6.6
Real estate	6.0
Commodities	5.9
Energy	5.1
Financials	5.0
Materials	3.6
Industrials	2.8
Other	2.2
Health care	1.3
Mutual funds	0.8
Consumer staples	0.5
Federal bonds	0.4
Information technology	0.2
Communication services	0.2
Other assets (liabilities)	(0.1)

MARCH 31, 2023

EFFECTIVE PORTFOLIO ALLOCATION	% OF NAV
Equities	43.7
Bonds	36.1
<i>Bonds</i>	36.1
<i>Short bond futures</i>	–
Cash and short-term investments	17.1
Commodities	3.4
<i>Commodities</i>	2.5
<i>Long commodity futures</i>	0.9
Other assets (liabilities)	0.4
Exchange-traded funds/notes	(0.7)

EFFECTIVE REGIONAL ALLOCATION	% OF NAV
United States	51.3
Cash and short-term investments	17.1
Canada	17.1
Other	5.9
China	1.4
South Korea	1.1
Luxembourg	0.8
Indonesia	0.8
Peru	0.7
Mexico	0.6
Malaysia	0.6
United Kingdom	0.5
Germany	0.5
Philippines	0.4
Brazil	0.4
Poland	0.4
Other assets (liabilities)	0.4

EFFECTIVE SECTOR ALLOCATION	% OF NAV
Cash and short-term investments	17.1
Real estate	15.5
Corporate bonds	13.1
Term loans	12.9
Financials	10.8
Utilities	9.9
Foreign government bonds	8.7
Energy	3.8
Commodities	3.4
Other	1.6
Health care	1.0
Information technology	0.9
Industrials	0.5
Consumer staples	0.5
Materials	0.4
Other assets (liabilities)	0.4
Communication services	0.2
Exchange-traded funds/notes	(0.7)

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

# MACKENZIE DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2023

## SCHEDULE OF DERIVATIVE INSTRUMENTS

as at September 30, 2023

### Schedule of Swap Contracts

Counterparty Credit Rating	Number of Contracts	Maturity	Fund Pays Return on	Fund Receives Return on	Notional Value (\$ 000)	Unrealized Gains (\$ 000)	Unrealized Losses (\$ 000)
A	10,350	Dec. 15, 2023	Morgan Stanley Liquid Alpha Trend Index	Mackenzie Diversified Alternatives Fund	5,690	66	–
<b>Total swap contracts</b>					<b>5,690</b>	<b>66</b>	<b>–</b>

### Schedule of Futures Contracts

Type of Contract	Number of Contracts	Expiration Date	Average Rate of Contracts (\$)	Notional Value* (\$ 000)	Unrealized Gains (\$ 000)	Unrealized Losses (\$ 000)
10 Year Japanese Government Bond Futures December 2023	(1)	Dec. 13, 2023	146.27 JPY	(1,317)	12	–
Ultra United States Treasury Bond Futures December 2023	(2)	Dec. 19, 2023	127.42 USD	(322)	24	–
<b>Total futures contracts</b>				<b>(1,639)</b>	<b>36</b>	<b>–</b>

\* Notional value represents the exposure to the underlying instruments as at September 30, 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	1,347 CAD	(1,020) USD	Oct. 6, 2023	(1,347)	(1,385)	–	(38)
A	41,113 CAD	(31,000) USD	Oct. 19, 2023	(41,113)	(42,083)	–	(970)
AA	273 CAD	(185) EUR	Oct. 20, 2023	(273)	(267)	6	–
A	6,204 CAD	(4,730) USD	Oct. 20, 2023	(6,204)	(6,423)	–	(219)
A	801 CAD	(589) USD	Oct. 20, 2023	(801)	(799)	2	–
A	290 USD	(391) CAD	Oct. 20, 2023	391	394	3	–
A	30 CAD	(20) EUR	Oct. 27, 2023	(30)	(29)	1	–
AA	1,006 CAD	(750) USD	Oct. 27, 2023	(1,006)	(1,019)	–	(13)
A	228 CAD	(170) USD	Oct. 27, 2023	(228)	(230)	–	(2)
AA	1,324 CAD	(1,003) USD	Nov. 3, 2023	(1,324)	(1,361)	–	(37)
AA	336 CAD	(250) USD	Nov. 3, 2023	(336)	(339)	–	(3)
A	61 CAD	(45) USD	Nov. 3, 2023	(61)	(61)	–	–
A	312 USD	(424) CAD	Nov. 3, 2023	424	423	–	(1)
AA	290 USD	(391) CAD	Nov. 3, 2023	391	394	3	–
A	580 USD	(782) CAD	Nov. 3, 2023	782	787	5	–
A	1,144 CAD	(847) USD	Nov. 3, 2023	(1,144)	(1,149)	–	(5)
AA	301 CAD	(223) USD	Nov. 9, 2023	(301)	(302)	–	(1)
A	528 CAD	(390) USD	Nov. 9, 2023	(528)	(529)	–	(1)
AA	290 USD	(391) CAD	Nov. 9, 2023	391	394	3	–
AA	290 USD	(391) CAD	Nov. 9, 2023	391	394	3	–
A	160 USD	(217) CAD	Nov. 9, 2023	217	218	1	–
AA	231 CAD	(170) USD	Jan. 12, 2024	(231)	(230)	1	–
A	1,201 USD	(1,629) CAD	Jan. 12, 2024	1,629	1,627	–	(2)
AA	3,069 CAD	(2,280) USD	Jan. 19, 2024	(3,069)	(3,091)	–	(22)
AA	74 CAD	(55) USD	Jan. 19, 2024	(74)	(75)	–	(1)
AA	418 CAD	(310) USD	Jan. 25, 2024	(418)	(420)	–	(2)
A	128 CAD	(89) EUR	Jan. 26, 2024	(128)	(128)	–	–
<b>Total forward currency contracts</b>						<b>28</b>	<b>(1,317)</b>

Total Derivative assets

130

Total Derivative liabilities

(1,317)

# MACKENZIE DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2023

## NOTES TO FINANCIAL STATEMENTS

### 1. Fiscal Periods and General Information

The information provided in these financial statements and notes thereto is for the six-month periods ended or as at September 30, 2023 and 2022, except for the comparative information presented in the Statements of Financial Position and notes thereto, which is as at March 31, 2023, 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 unaudited interim financial statements ("financial statements") have been prepared in accordance with International Financial Reporting Standards ("IFRS"), including international Accounting Standard ("IAS") 34, *Interim Financial Reporting*, as issued by the International Accounting Standards Board ("IASB"). These financial statements were prepared using the same accounting policies, critical accounting judgements and estimates as applied in the Fund's most recent audited annual financial statements for the year ended March 31, 2023. 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 November 13, 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 ("Underlying Funds") and Exchange-Traded Funds ("ETFs"), if any, at FVTPL. For private funds, the Manager 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 investment in Underlying Funds and ETFs, if any, is presented in the Schedule of Investments at fair value which represents the Fund's maximum exposure on these investments.

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 DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 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 September 30, 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 DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 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 is 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 DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 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 Underlying Fund or an ETF in which the Fund invests, 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 objectives 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 DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 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 September 30, 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 September 30, 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 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 DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 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 DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2023

## NOTES TO FINANCIAL STATEMENTS

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

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

Date of Formation: September 29, 2015

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

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

Series A, Series T5 and Series T8 securities are offered to retail investors investing a minimum of \$500 (\$5,000 for Series T5 and Series T8). Investors in Series T5 and Series T8 securities also want to receive a monthly cash flow of 5% or 8% per year, respectively.

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

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

Series F, Series F5 and Series F8 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 and Series F8); they are also available to employees of Mackenzie and its subsidiaries, and directors of Mackenzie. Investors in Series F5 and Series F8 securities also want to receive a monthly cash flow of 5% or 8% per year, respectively.

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

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

Series PW, Series PWT5 and Series PWT8 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 and Series PWT8 securities also want to receive a monthly cash flow of 5% or 8% per year, respectively.

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

Series 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 and Series PWX8 securities are offered through our Private Wealth Solutions to certain high net worth investors who invest a minimum of \$100,000. Investors are required to negotiate their advisor service fee, which cannot exceed 1.50%, with their financial advisor. Investors in Series PWX8 securities also want to receive a monthly cash flow of 8% per year.

Series PWX5 securities are not available for sale.

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

Series UM securities are offered only to certain institutional investors.

Effective June 1, 2022, an investor may purchase the Fund only under a sales charge purchase option. 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 DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 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	October 26, 2015	1.85%	0.21%
Series AR	October 26, 2015	1.85%	0.24%
Series D	October 26, 2015	0.85% <sup>(3)</sup>	0.16%
Series F	October 26, 2015	0.70%	0.15%
Series F5	October 26, 2015	0.70%	0.15%
Series F8	October 24, 2018	0.70%	0.15%
Series FB	October 26, 2015	0.85%	0.21%
Series FB5	October 26, 2015	0.85%	0.21%
Series O	October 26, 2015	— <sup>(1)</sup>	n/a
Series PW	October 26, 2015	1.70%	0.15%
Series PWFB	April 3, 2017	0.70%	0.15%
Series PWFB5	April 3, 2017	0.70%	0.15%
Series PWR	April 1, 2019	1.70%	0.15%
Series PWT5	October 26, 2015	1.70%	0.15%
Series PWT8	October 24, 2018	1.70%	0.15%
Series PWX	October 26, 2015	— <sup>(2)</sup>	— <sup>(2)</sup>
Series PWX5	None issued <sup>(4)</sup>	— <sup>(2)</sup>	— <sup>(2)</sup>
Series PWX8	October 24, 2018	— <sup>(2)</sup>	— <sup>(2)</sup>
Series S	October 2, 2017	— <sup>(1)</sup>	0.025%
Series T5	October 26, 2015	1.85%	0.21%
Series T8	October 24, 2018	1.85%	0.21%
Series UM	October 16, 2017	0.50%	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 1.10%.

(4) The series' original start date was October 26, 2015. All securities in the series were redeemed on July 31, 2023.

#### (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
37,900	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—

#### (c) Securities Lending

As at September 30, 2023 and March 31, 2023, the Fund did not have any open securities lending, repurchase or reverse repurchase transactions.

#### (d) Commissions

	(\$)
September 30, 2023	45
September 30, 2022	61

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

##### i. Risk exposure and management

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

# MACKENZIE DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2023

## NOTES TO FINANCIAL STATEMENTS

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

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

##### ii. Currency risk

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

September 30, 2023								
Currency	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)	Impact on net assets			
					Strengthened by 5%		Weakened by 5%	
					(\$)	%	(\$)	%
USD	113,356	842	(54,841)	59,357				
COP	181	–	–	181				
EUR	413	35	(424)	24				
MAD	–	7	–	7				
JPY	–	(7)	12	5				
<b>Total</b>	<b>113,950</b>	<b>877</b>	<b>(55,253)</b>	<b>59,574</b>				
% of Net Assets	41.4	0.3	(20.1)	21.6				
Total currency rate sensitivity					(4,605)	(1.7)	4,605	1.7

March 31, 2023								
Currency	Investments (\$)	Cash and Short-Term Investments (\$)	Derivative Instruments (\$)	Net Exposure* (\$)	Impact on net assets			
					Strengthened by 5%		Weakened by 5%	
					(\$)	%	(\$)	%
USD	142,518	18,498	(85,876)	75,140				
EUR	1,498	17	(403)	1,112				
GBP	263	189	–	452				
PHP	246	–	–	246				
COP	153	–	–	153				
JPY	–	124	(54)	70				
AUD	–	19	–	19				
CHF	–	6	–	6				
<b>Total</b>	<b>144,678</b>	<b>18,853</b>	<b>(86,333)</b>	<b>77,198</b>				
% of Net Assets	45.5	5.9	(27.2)	24.2				
Total currency rate sensitivity					(4,538)	(1.4)	4,538	1.4

\* 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.

September 30, 2023	Bonds (\$)	Derivative Instruments (\$)	Impact on net assets			
			Increase by 1%		Decrease by 1%	
			(\$)	(%)	(\$)	(%)
Less than 1 year	494	(1,639)				
1-5 years	8,516	–				
5-10 years	6,137	–				
Greater than 10 years	3,394	–				
<b>Total</b>	<b>18,541</b>	<b>(1,639)</b>				
Total sensitivity to interest rate changes			(3,196)	(1.2)	3,196	1.2

# MACKENZIE DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 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, 2023	Bonds (\$)	Derivative Instruments (\$)	Impact on net assets			
			Increase by 1%		Decrease by 1%	
			(\$)	(%)	(\$)	(%)
Less than 1 year	52	(3,401)				
1-5 years	10,641	–				
5-10 years	6,032	–				
Greater than 10 years	3,418	–				
<b>Total</b>	<b>20,143</b>	<b>(3,401)</b>				
Total sensitivity to interest rate changes			(2,466)	(0.8)	2,466	0.8

##### iv. Other price risk

The table below summarizes the Fund's exposure to other price risk.

Impact on net assets	Increased by 10%		Decreased by 10%	
	(\$)	(%)	(\$)	(%)
September 30, 2023	15,192	5.5	(15,070)	(5.5)
March 31, 2023	17,116	5.4	(17,116)	(5.4)

##### v. Credit risk

The Fund's greatest concentration of credit risk is in debt securities, such as bonds. The fair value of debt securities includes consideration of the creditworthiness of the debt issuer. The maximum exposure to any one debt issuer as at September 30, 2023, was 0.2% of the net assets of the Fund (March 31, 2023 – 0.3%).

As at September 30, 2023 and March 31, 2023, debt securities by credit rating are as follows:

Bond Rating*	September 30, 2023	March 31, 2023
	% of Net Assets	% of Net Assets
BBB	0.6	0.6
Less than BBB	4.9	4.6
Unrated	1.2	1.2
<b>Total</b>	<b>6.7</b>	<b>6.4</b>

\* 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.

	September 30, 2023				March 31, 2023			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Bonds	176	18,365	–	18,541	–	20,143	–	20,143
Equities – Long	11,069	–	107	11,176	39,341	2,666	106	42,113
Equities – Short	–	–	–	–	(6,893)	–	–	(6,893)
Exchange-traded funds/notes	155,114	–	–	155,114	161,123	–	–	161,123
Mutual funds	48,001	17,133	18,990	84,124	14,682	27,769	18,530	60,981
Derivative assets	36	94	–	130	–	273	–	273
Derivative liabilities	–	(1,317)	–	(1,317)	(485)	(566)	–	(1,051)
Short-term investments	–	4,411	–	4,411	–	–	–	–
<b>Total</b>	<b>214,396</b>	<b>38,686</b>	<b>19,097</b>	<b>272,179</b>	<b>207,768</b>	<b>50,285</b>	<b>18,636</b>	<b>276,689</b>

# MACKENZIE DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2023

## NOTES TO FINANCIAL STATEMENTS

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

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

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 September 30, 2023, non-North American equities frequently transferred between Level 1 (unadjusted quoted market prices) and Level 2 (adjusted market prices). As at September 30, 2023, these securities were classified as Level 2 (March 31, 2023 – Level 2).

During the period ended September 30, 2023, equities with a fair value of \$Nil (March 31, 2023 – \$1,648) and bonds with a fair value of \$Nil (March 31, 2023 – \$1,021) were transferred from Level 1 to Level 2 and bonds with a fair value of \$176 (March 31, 2023 – \$Nil) were transferred from Level 2 to Level 1 as a result of changes in the inputs used for valuation.

The table below presents a reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) for the periods ended September 30, 2023 and March 31, 2023:

	September 30, 2023				March 31, 2023			
	Equities (\$)	Bonds (\$)	Mutual funds (\$)	Total (\$)	Equities (\$)	Bonds (\$)	Mutual funds (\$)	Total (\$)
Balance – beginning of period	106	–	18,530	18,636	157	10	–	167
Purchases	–	–	–	–	–	–	18,000	18,000
Sales	–	–	–	–	(3)	(161)	–	(164)
Net transfers in (out)	–	–	–	–	3	–	–	3
Gains (losses) during the period:								
Realized	–	–	–	–	–	(351)	–	(351)
Unrealized	1	–	460	461	(51)	502	530	981
Balance – end of period	107	–	18,990	19,097	106	–	18,530	18,636
Change in unrealized gains (losses) during the period attributable to securities held at end of period	1	–	460	461	(51)	–	530	479

Level 3 investments of \$19,097 (March 31, 2023 – \$18,636) have been valued based on financing transactions and values of comparable indices that are observable. If the value of these investments were to increase or decrease by 10%, the value of the Fund would increase or decrease by \$1,910 (March 31, 2023 – \$1,864).

#### (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:

	September 30, 2023	March 31, 2023
	(\$)	(\$)
The Manager	16	17
Other funds managed by the Manager	–	–
Funds managed by affiliates of the Manager	2,130	2,338

#### (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.

	September 30, 2023			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	49	(6)	–	43
Unrealized losses on derivative contracts	(1,016)	6	178	(832)
Liability for options written	–	–	–	–
Total	(967)	–	178	(789)



# MACKENZIE DIVERSIFIED ALTERNATIVES FUND

INTERIM UNAUDITED FINANCIAL STATEMENTS | September 30, 2023

## NOTES TO FINANCIAL STATEMENTS

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

#### (h) Offsetting of Financial Assets and Liabilities (cont'd)

	March 31, 2023			
	Gross amount of assets/liabilities (\$)	Amount available for offset (\$)	Margin (\$)	Net amount (\$)
Unrealized gains on derivative contracts	198	(192)	–	6
Unrealized losses on derivative contracts	(697)	192	800	295
Liability for options written	–	–	–	–
<b>Total</b>	<b>(499)</b>	<b>–</b>	<b>800</b>	<b>301</b>

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

The Fund's investment details in the Underlying Funds as at September 30, 2023 and March 31, 2023 are as follows:

September 30, 2023	% of Underlying Fund's Net Assets	Fair Value of Fund's Investment (\$)
Cortland Credit Institutional LP Unit	26.0	12,639
Four Quadrant Global Real Estate Partners Class J	0.4	4,494
Global X Aging Population ETF	2.1	1,398
Global X Cloud Computing ETF	0.2	1,414
iShares Core S&P Small-Cap ETF	0.0	807
iShares Global Infrastructure ETF	0.2	8,842
iShares J.P. Morgan USD Emerging Markets Bond ETF	1.4	10,453
Mackenzie ChinaAMC All China Bond Fund Series R	3.2	651
Mackenzie Emerging Markets Fund Series R	0.5	3,331
Mackenzie Emerging Markets Small Cap Fund Series R	13.8	7,029
Mackenzie Floating Rate Income ETF	7.0	41,079
Mackenzie Global Macro Fund Series R	1.6	8,834
Mackenzie Global Resource Fund Series R	6.3	19,314
Mackenzie Gold Bullion Fund Series R	3.0	7,430
Mackenzie Greenchip Global Environmental All Cap Fund Series R	0.1	1,412
Mackenzie US TIPS Index ETF (CAD-Hedged)	4.5	18,118
Picton Mahoney Fortified Market Neutral Alternative Fund	1.7	18,990
PowerShares DB Commodity Index Tracking Fund ETF	0.2	6,180
SPDR Bloomberg Emerging Markets Local Bond ETF	1.1	27,020
SPDR Bloomberg High Yield Bond ETF	0.0	380
SPDR Gold Shares ETF	0.0	8,929
Utilities Select Sector SPDR Fund	0.1	13,351
VanEck India Growth Leaders ETF	1.6	1,406
VanEck Vectors Agribusiness ETF	0.1	1,400
VanEck Vectors Fallen Angel High Yield Bond ETF	0.1	2,796
Vanguard FTSE Canadian Capped REIT Index ETF	2.1	5,673
Vanguard Real Estate ETF	0.0	5,868

# MACKENZIE DIVERSIFIED ALTERNATIVES 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 (cont'd)

<b>March 31, 2023</b>	<b>% of Underlying Fund's Net Assets</b>	<b>Fair Value of Fund's Investment (\$)</b>
Cortland Credit Institutional LP Unit	58.5	21,653
Energy Select Sector SPDR Fund	0.0	11,204
Four Quadrant Global Real Estate Partners Class J	0.5	6,116
Franklin Responsibly Sourced Gold ETF	2.8	4,371
Mackenzie Alternative Enhanced Yield Fund Series R	20.6	6,089
Mackenzie ChinaAMC All China Bond Fund Series R	3.3	702
Mackenzie Floating Rate Income ETF	6.7	45,822
Mackenzie Gold Bullion Fund Series R	2.9	7,891
Picton Mahoney Fortified Market Neutral Alternative Fund	1.8	18,530
SPDR Bloomberg Emerging Markets Local Bond ETF	1.2	27,382
Utilities Select Sector SPDR Fund	0.1	31,248
Vanguard FTSE Canadian Capped REIT Index ETF	6.2	19,816
Vanguard Real Estate ETF	0.0	21,280

#### (j) Dividend income

Included in dividend income for the period ended September 30, 2023 are dividends paid on securities sold short of \$5 (September 30, 2022 - \$10).