MANAGEMENT REPORT

Management's Responsibility for Financial Reporting

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

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

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

On behalf of Mackenzie Financial Corporation,
Manager of the Fund

Signed "Luke Gould"

Luke Gould
President and Chief Executive Officer
Mackenzie Financial Corporation

Signed "Terry Rountes"

Terry Rountes
Chief Financial Officer, Funds
Mackenzie Financial Corporation

June 4, 2025

INDEPENDENT AUDITOR'S REPORT

To the Securityholders of Mackenzie Northleaf Private Credit Fund (the "Fund")

Opinion

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

- the statement of financial position as at March 31, 2025
- the statement of comprehensive income for the period then ended as indicated in note 1
- the statement of changes in financial position for the period then ended as indicated in note 1
- the statement of cash flows for the period then ended as indicated in note 1 and
- notes to the financial statements, including a summary of material accounting policies
  (Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at March 31, 2025, and its financial performance and cash flows for the period then ended as indicated in note 1 in accordance with IFRS Accounting Standards.

Basis for Opinion

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

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

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

INDEPENDENT AUDITOR'S REPORT (cont'd)

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

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

We also:

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

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

KPMG LLP

Chartered Professional Accountants, Licensed Public Accountants
Toronto, Canada
June 4, 2025

MACKENZIE NORTHLEAF PRIVATE CREDIT FUND

STATEMENTS OF FINANCIAL POSITION

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

	2025 $	2024 $
ASSETS		
Current assets		
Investments at fair value	80,877	48,579
Cash and cash equivalents	16,316	6,424
Accounts receivable for investments sold	2	1,655
Accounts receivable for securities issued	–	–
Due from manager	7	5
Margin on derivatives	–	921
Derivative assets	451	76
Total assets	**97,653**	**57,660**
LIABILITIES		
Current liabilities		
Accounts payable for investments purchased	–	–
Accounts payable for securities redeemed	–	1
Distributions payable	1,796	1,263
Due to manager	5	3
Margin on derivatives	1,212	–
Derivative liabilities	5	159
Total liabilities	**3,018**	**1,426**
Net assets attributable to securityholders	**94,635**	**56,234**

STATEMENTS OF COMPREHENSIVE INCOME

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

	2025 $	2024 $
Income		
Dividends	–	81
Interest income for distribution purposes	8,672	4,561
Other changes in fair value of investments and other net assets		
Net realized gain (loss)	(5,261)	(399)
Net unrealized gain (loss)	2,516	428
Fee rebate income	67	43
Total income (loss)	**5,994**	**4,714**
Expenses (note 6)		
Management fees	866	374
Administration fees	108	46
Interest charges	43	3
Borrowing fees	13	–
Commissions and other portfolio transaction costs	37	15
Independent Review Committee fees	–	–
Expenses before amounts absorbed by Manager	**1,067**	**438**
Expenses absorbed by Manager	521	202
Net expenses	**546**	**236**
Increase (decrease) in net assets attributable to securityholders from operations before tax	**5,448**	**4,478**
Foreign withholding tax expense (recovery)	–	(1)
Foreign income tax expense (recovery)	–	–
Increase (decrease) in net assets attributable to securityholders from operations	**5,448**	**4,479**

	Net assets attributable to securityholders (note 3)			
	per security		per series	
	2025	2024	2025	2024
Series A	9.24	9.47	2,211	2,275
Series F	9.39	9.63	57,686	32,160
Series FC	9.83	10.08	17,869	12,456
Series O	9.56	–	2,965	–
Series RR	9.39	9.64	13,904	9,343
			94,635	**56,234**

	Increase (decrease) in net assets attributable to securityholders from operations (note 3)			
	per security		per series	
	2025	2024	2025	2024
Series A	0.55	0.83	144	173
Series F	0.65	0.96	3,138	1,756
Series FC	0.72	1.06	1,122	820
Series O	0.32	–	26	–
Series RR	0.73	1.01	1,018	1,730
			5,448	**4,479**

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

STATEMENTS OF CHANGES IN FINANCIAL POSITION

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

	Total		Series A		Series F		Series FC	
	2025	2024	2025	2024	2025	2024	2025	2024
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS								
Beginning of period	**56,234**	**37,174**	**2,275**	**1,465**	**32,160**	**12,857**	**12,456**	**3,435**
Increase (decrease) in net assets from operations	5,448	4,479	144	173	3,138	1,756	1,122	820
Distributions paid to securityholders:								
Investment income	(7,798)	(4,825)	(211)	(193)	(4,600)	(1,955)	(1,579)	(875)
Capital gains	–	–	–	–	–	–	–	–
Total distributions paid to securityholders	(7,798)	(4,825)	(211)	(193)	(4,600)	(1,955)	(1,579)	(875)
Security transactions:								
Proceeds from securities issued	44,476	29,506	512	675	29,532	20,191	4,416	8,429
Reinvested distributions	5,964	3,489	211	156	2,984	883	1,495	648
Payments on redemption of securities	(9,689)	(13,589)	(720)	(1)	(5,528)	(1,572)	(41)	(1)
Total security transactions	40,751	19,406	3	830	26,988	19,502	5,870	9,076
Increase (decrease) in net assets attributable to securityholders	**38,401**	**19,060**	**(64)**	**810**	**25,526**	**19,303**	**5,413**	**9,021**
End of period	**94,635**	**56,234**	**2,211**	**2,275**	**57,686**	**32,160**	**17,869**	**12,456**
Increase (decrease) in fund securities (in thousands) (note 7):			**Securities**		**Securities**		**Securities**	
Securities outstanding – beginning of period			**240**	**153**	**3,339**	**1,324**	**1,235**	**338**
Issued			53	71	3,071	2,085	438	833
Reinvested distributions			23	16	313	92	150	64
Redeemed			(77)	–	(579)	(162)	(4)	–
Securities outstanding – end of period			**239**	**240**	**6,144**	**3,339**	**1,819**	**1,235**

	Series O		Series RR	
	2025	2024	2025	2024
NET ASSETS ATTRIBUTABLE TO SECURITYHOLDERS				
Beginning of period	–	–	**9,343**	**19,417**
Increase (decrease) in net assets from operations	26	–	1,018	1,730
Distributions paid to securityholders:				
Investment income	(62)	–	(1,346)	(1,802)
Capital gains	–	–	–	–
Total distributions paid to securityholders	(62)	–	(1,346)	(1,802)
Security transactions:				
Proceeds from securities issued	3,001	–	7,015	211
Reinvested distributions	–	–	1,274	1,802
Payments on redemption of securities	–	–	(3,400)	(12,015)
Total security transactions	3,001	–	4,889	(10,002)
Increase (decrease) in net assets attributable to securityholders	**2,965**	–	**4,561**	**(10,074)**
End of period	**2,965**	–	**13,904**	**9,343**
Increase (decrease) in fund securities (in thousands) (note 7):	**Securities**		**Securities**	
Securities outstanding – beginning of period	–	–	**970**	**2,002**
Issued	310	–	730	9
Reinvested distributions	–	–	133	201
Redeemed	–	–	(352)	(1,242)
Securities outstanding – end of period	**310**	–	**1,481**	**970**

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

STATEMENTS OF CASH FLOWS

for the periods ended March 31 (in $ 000)

	2025 $	2024 $
Cash flows from operating activities		
Net increase (decrease) in net assets attributable to securityholders from operations	5,448	4,479
Adjustments for:		
Net realized loss (gain) on investments	251	(5)
Change in net unrealized loss (gain) on investments	(2,516)	(428)
Distributions received in-kind from underlying funds	(3,557)	(935)
Purchase of investments	(41,373)	(14,843)
Proceeds from sale and maturity of investments	16,006	41
(Increase) decrease in accounts receivable and other assets	919	373
Increase (decrease) in accounts payable and other liabilities	1,214	3
Net cash provided by (used in) operating activities	**(23,608)**	**(11,315)**
Cash flows from financing activities		
Proceeds from securities issued	40,757	29,506
Payments on redemption of securities	(5,971)	(13,588)
Distributions paid net of reinvestments	(1,301)	(691)
Net cash provided by (used in) financing activities	**33,485**	**15,227**
Net increase (decrease) in cash and cash equivalents	**9,877**	**3,912**
Cash and cash equivalents at beginning of period	6,424	2,523
Effect of exchange rate fluctuations on cash and cash equivalents	15	(11)
Cash and cash equivalents at end of period	**16,316**	**6,424**
Cash	14,052	1,676
Cash equivalents	2,264	4,748
Cash and cash equivalents at end of period	**16,316**	**6,424**
Supplementary disclosures on cash flow from operating activities:		
Dividends received	–	81
Foreign taxes paid (recovered)	–	(1)
Interest received	8,672	5,237
Interest paid	43	3

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

SCHEDULE OF INVESTMENTS

as at March 31, 2025

	Investment Name	Country	Sector	Par Value/ Number of Shares/Units	Average Cost ($ 000)	Fair Value ($ 000)
	EXCHANGE-TRADED FUNDS/NOTES					
[1]	Mackenzie Canadian All Corporate Bond Index ETF	Canada	Exchange-Traded Funds/Notes	10,636	998	1,029
[1]	Mackenzie Floating Rate Income ETF	Canada	Exchange-Traded Funds/Notes	132,651	2,330	2,233
[1]	Mackenzie Global High Yield Fixed Income ETF	Canada	Exchange-Traded Funds/Notes	142,171	2,547	2,546
[1]	Mackenzie US High Yield Bond Index ETF (CAD-Hedged)	Canada	Exchange-Traded Funds/Notes	1,675	144	137
[1]	Mackenzie US Investment Grade Corporate Bond Index ETF (CAD-Hedged)	Canada	Exchange-Traded Funds/Notes	13,550	1,181	1,161
	Total exchange-traded funds/notes				**7,200**	**7,106**
	PRIVATE FUNDS					
[2]	Northleaf Senior Private Credit-L LP	Canada	Financials	4,450	70,958	73,771
	Total private funds				**70,958**	**73,771**
	Transaction costs				(9)	–
	Total investments				**78,149**	**80,877**
	Derivative instruments (see schedule of derivative instruments)					446
	Cash and cash equivalents					16,316
	Other assets less liabilities					(3,004)
	Net assets attributable to securityholders					**94,635**

[1] This exchange-traded fund is managed by Mackenzie.
[2] This fund is managed by Northleaf Capital Partners (Canada) Ltd., an affiliate of Mackenzie.

SUMMARY OF INVESTMENT PORTFOLIO

MARCH 31, 2025

EFFECTIVE PORTFOLIO ALLOCATION	% OF NAV
Private loans	78.0
First Lien	*56.9*
Unitranche	*21.1*
Cash and cash equivalents	17.7
Bonds	7.1
Other assets (liabilities)	(2.8)

EFFECTIVE REGIONAL ALLOCATION	% OF NAV
North America – Private loans	56.9
Europe – Private loans	18.7
Cash and cash equivalents	17.7
North America – Other	6.6
Asia – Private loans	2.3
Europe – Other	0.3
Other	0.3
Other assets (liabilities)	(2.8)

EFFECTIVE SECTOR ALLOCATION	% OF NAV
Cash and cash equivalents	17.7
Private loans – Financials	14.8
Private loans – Health care equipment and services	13.3
Private loans – Commercial and professional services	12.5
Private loans – Software and services	8.6
Private loans – Consumer services	5.5
Private loans – Capital goods	5.5
Corporate bonds	4.6
Private loans – Transportation	3.9
Private loans – Retailing	3.9
Other	2.3
Term loans	2.2
Private loans – Insurance	1.6
Private loans – Utilities	1.6
Private loans – Household and personal products	1.6
Private loans – Automobiles and components	1.6
Private loans – Telecommunication services	1.6
Other assets (liabilities)	(2.8)

MARCH 31, 2024

EFFECTIVE PORTFOLIO ALLOCATION	% OF NAV
Private loans	66.3
First Lien	*47.1*
Unitranche	*19.2*
Bonds	19.0
Cash and cash equivalents	11.7
Other assets (liabilities)	2.7
Equities	0.2
Exchange-traded funds/notes	0.1

EFFECTIVE REGIONAL ALLOCATION	% OF NAV
North America – Private loans	50.4
North America – Other	16.5
Europe – Private loans	13.9
Cash and cash equivalents	11.7
Other assets (liabilities)	2.7
Asia – Private loans	2.0
Europe – Other	2.0
Other	0.8

EFFECTIVE SECTOR ALLOCATION	% OF NAV
Private loans – Financials	11.9
Cash and cash equivalents	11.7
Private loans – Health care equipment and services	11.3
Corporate bonds	10.8
Private loans – Commercial and professional services	9.3
Private loans – Software and services	8.0
Term loans	6.2
Private loans – Consumer services	6.0
Private loans – Transportation	4.0
Private loans – Retailing	3.3
Private loans – Capital goods	3.3
Other assets (liabilities)	2.7
Other	2.4
Foreign government bonds	1.9
Private loans – Insurance	1.3
Private loans – Utilities	1.3
Private loans – Household and personal products	1.3
Private loans – Media and entertainment	1.3
Private loans – Other	1.3
Private loans – Materials	0.7

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

SCHEDULE OF DERIVATIVE INSTRUMENTS

as at March 31, 2025

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)
British Pound Future June 2025	(86)	Jun. 16, 2025	129.40 USD	(9,981)	23	–
Euro FX Futures June 2025	(30)	Jun. 16, 2025	1.10 USD	(5,858)	66	–
Swedish Krona Futures June 2025	(2)	Jun. 16, 2025	9.91 USD	(576)	–	(5)
Canadian Dollar Currency Futures June 2025	817	Jun. 17, 2025	69.80 USD	82,051	362	–
Total futures contracts				**65,636**	**451**	**(5)**

** Notional value represents the exposure to the underlying instruments as at March 31, 2025*

Total Derivative assets	**451**
Total Derivative liabilities	**(5)**

NOTES TO FINANCIAL STATEMENTS

1. Fiscal Periods and General Information

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 an exempt distribution option through an Offering Memorandum.

The information provided in these financial statements and notes thereto is for the periods ended or as at March 31, 2025 and 2024. 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 (a) for the formation date of the Fund and the inception date of each series.

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.

The Fund will generally have exposure to: (i) illiquid private credit investments and other debt instruments (the portion of the Fund's assets allocated to such securities, the "Private Portfolio"); and (ii) public securities and other debt instruments (the "Public Portfolio"). The Fund will generally allocate its Private Portfolio to a private fund (the "Private Fund") managed by Northleaf Capital Partners (Canada) Ltd. ("Northleaf"), a company in which Mackenzie holds a significant equity interest. Refer to Note 10 for further details of the Private Fund.

2. Basis of Preparation and Presentation

These audited annual financial statements ("financial statements") have been prepared in accordance with IFRS Accounting Standards ("IFRS"). A summary of the Fund's material 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 on June 4, 2025.

3. Material Accounting Policies

(a) Financial instruments

Financial instruments include financial assets and liabilities such as debt and equity securities, 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, Mackenzie will rely on the valuations provided by the managers of the private funds, which represents the Fund's proportionate share of the net assets of these private funds. The Fund's 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 contain multiple dissimilar contractual obligations and entitle securityholders to the right to redeem their interest in the Fund for cash equal to their proportionate share of the net asset value of the Fund and therefore meet the criteria for classification as financial liabilities under IAS 32, *Financial Instruments: Presentation*. The Fund's obligation for net assets attributable to securityholders is presented at the redemption amount.

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

NOTES TO FINANCIAL STATEMENTS

3. Material Accounting Policies (cont'd)

(b) Fair value measurement

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

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

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 and short-term investments 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. Short-term investments that are not considered cash equivalents are separately disclosed in the Schedule of Investments.

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

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

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

Refer to the Schedule of Derivative Instruments and Schedule of Options Purchased/Written, as applicable, included in the Schedule of Investments for a listing of derivative and options positions as at March 31, 2025.

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.

NOTES TO FINANCIAL STATEMENTS

3. Material Accounting Policies (cont'd)

(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 a weighted average cost basis. Distributions received from an Underlying Fund or ETF are included in Interest income for distribution purposes, Dividends income, Net realized gain (loss) or Fee rebate income, as appropriate, on the ex-dividend or distribution date.

Income, realized gains (losses) and unrealized gains (losses) are allocated monthly 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 period, 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 period is disclosed in Note 10. The value of certain proprietary services provided by brokers cannot be reasonably estimated.

(e) 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.

(f) 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.

(g) 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.

(h) Net asset value per security

The monthly 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, if applicable.

(i) 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.

(j) 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.

(k) Future accounting changes

In April 2024, the International Accounting Standards Board ("IASB") issued IFRS 18, *Presentation and Disclosure in Financial Statements* ("IFRS 18"). IFRS 18, which replaces IAS 1, *Presentation of financial statements*, introduces new requirements to present specified categories and defined subtotals in the statement of comprehensive income, new disclosure for management-defined performance measures, and additional requirements for aggregation and disaggregation of information.

The standard is effective for annual reporting periods beginning on or after January 1, 2027, with earlier application permitted. Mackenzie is assessing the impact of the adoption of this standard.

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:

NOTES TO FINANCIAL STATEMENTS

4. Critical Accounting Estimates and Judgments (cont'd)

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 Fund's 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, Incentive Allocation 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 monthly net asset value of the series.

In order to avoid a duplication of management fees, Mackenzie intends to partially reduce the monthly management fee to offset those management fees paid to the Private Fund held by the Fund. Mackenzie also intends to ensure that a management fee rebate is paid to the Fund on a monthly basis to offset the management fees paid by the Fund to the Mackenzie exchange-traded funds held by the Fund within its Public Portfolio. Refer to Note 10 for further details of the Fund's investment objective and strategies.

The interests of the Private Fund held by the Fund is subject to an incentive allocation payable to an affiliate of Northleaf, as described below, that will be borne indirectly by the Fund.

Subject to a high water mark, with respect to a Performance Period (as defined below), an affiliate of Northleaf will receive an allocation (an "Incentive Allocation") equal to 10% of the aggregate increases in the Private Fund's net asset value allocated to a capital account (and current income distributed, if applicable) during any Performance Period where such aggregate increases (and amounts distributed, if applicable) equals or exceeds the Hurdle (as defined below).

The "Hurdle" means, with respect to a capital account, the amount that such capital account would have earned during such Performance Period if it had achieved a non-compounded, non-cumulative rate of return of 5% per annum.

"Performance Period" means, with respect to a capital account, the period that (a) commences with (i) the open of business on the capital contribution payment date for the first capital contribution to such capital account or (ii) the day following the last day of the preceding Performance Period and (b) ends on the close of business on (i) the last day of a fiscal year or (ii) if earlier (A) a withdrawal date with respect to such capital account or (B) termination of the Private Fund.

NOTES TO FINANCIAL STATEMENTS

6. Management Fees, Incentive Allocation and Operating Expenses (cont'd)

Each series of the Fund, except Series RR, 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 monthly net asset value of the series.

Other fund costs include taxes (including, but not limited to GST/HST and income tax), initial organizational costs, 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 issued offering memorandum, and the costs of complying with any new regulatory requirements, including, without limitation, any new fees introduced after the date of the most recently issued offering memorandum.

Mackenzie may waive or absorb management fees and/or Administration Fees at its discretion and stop waiving or absorbing such fees at any time without notice. Refer to Note 10 for the management fee and Administration Fee rates charged to each series of securities.

7. Fund's Capital

The capital of the Fund, which is comprised of the net assets attributable to securityholders, is divided into different series with each series having an unlimited number of securities. The securities outstanding for the Fund as at March 31, 2025 and 2024 and securities issued, reinvested and redeemed for the period 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

(a) Risk exposure and management

The Fund's investment activities expose it to a variety of financial risks, as defined in IFRS 7, *Financial Instruments: Disclosures* ("IFRS 7"). The Fund's exposure to financial risks is concentrated in its investments, which are presented in the Schedule of Investments, as at March 31, 2025, 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.

(b) 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 monthly (series RR) and quarterly (series A and F) cash redemptions of redeemable securities. In order to monitor the liquidity of its assets, the Fund requires notice of a redemption at least 30 days prior to the relevant redemption date. In addition, for any securities redeemed within one year of their purchase, Mackenzie will deduct an early redemption fee of 2% of the net asset value of the redeemed securities from the redemption proceeds, which will be retained by the Fund.

(c) 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.

(d) 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.

NOTES TO FINANCIAL STATEMENTS

8. Financial Instruments Risk (cont'd)

(e) 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.

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.

(f) 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.

(g) 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
CZK	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		

NOTES TO FINANCIAL STATEMENTS

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

(a) Fund Formation and Series Information

Date of Formation: December 10, 2020

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 A securities are available to all investors who meet the minimum investment criteria.

Series F securities are available to investors who meet the minimum investment criteria, who are enrolled in a dealer-sponsored fee-for-service or wrap program with their dealer, who are subject to an asset-based fee rather than commissions on each transaction and whose dealer has entered into an agreement with the Manager relating to the distribution of these securities.

Series O securities are only available to certain institutional and retail investors who have entered into a separate Series O agreement with the Manager. The Manager may make Series O securities available to any other investor in its sole discretion.

Series RR securities are only available to the Manager, or an affiliate of the Manager, in its capacity as seed investor.

Series	Inception/ Reinstatement Date	Management Fees	Administration Fees
Series A	January 22, 2021	2.25%	0.15%
Series F	January 22, 2021	1.25%	0.15%
Series O	June 12, 2024	–(1)	–(1)
Series RR	January 22, 2021	–(2)	–(2)

(1) No management fees and administration fees are charged to the Fund in respect of the Series O securities (other than as specified in a Series O Agreement pursuant to which the Series O securityholder will pay fees directly to the Manager).

(2) No management fees and administration fees are charged to the Fund in respect of the Series RR securities.

(b) Tax Loss Carryforwards

		Expiration Date of Non-Capital Losses													
Total Capital Loss $	Total Non-Capital Loss $	2031 $	2032 $	2033 $	2034 $	2035 $	2036 $	2037 $	2038 $	2039 $	2040 $	2041 $	2042 $	2043 $	2044 $
2,375	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–

(c) Securities Lending

As at March 31, 2025 and 2024, the Fund did not have any open securities lending, repurchase or reverse repurchase transactions.

(d) Commissions

For the periods ended March 31, 2025 and 2024, commissions paid by the Fund did not generate any third-party services that were provided or paid for by brokers.

(e) Risks Associated with Financial Instruments

i. Risk exposure and management

The Fund seeks to achieve attractive, income-oriented risk-adjusted returns primarily through exposure to private credit investments and public credit instruments and securities globally. The Fund will seek to achieve its investment objective by investing, under normal circumstances, approximately 60% of its portfolio in the Private Portfolio, and approximately 40% of its portfolio in the Public Portfolio. The Fund generally intends to allocate the Private Portfolio to the Private Fund and the Public Portfolio to various exchange-traded funds managed by Mackenzie, or third parties.

ii. Commitment

	March 31, 2025		March 31, 2024	
Private Fund	Called Amount (US$)	Total Commitment to Invest (US$)	Called Amount (US$)	Total Commitment to Invest (US$)
Northleaf Senior Private Credit-L LP (1)	44,500	54,500	24,800	32,000

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

Mackenzie and the Fund have entered into an agreement in which Mackenzie will make additional investments in the Fund up to a maximum of $25,000, if required, to ensure the Fund will satisfy its payment obligations under the commitments to the Private Fund.

NOTES TO FINANCIAL STATEMENTS

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

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

iii. Currency risk

The Fund is exposed to currency risk from its investments in the underlying exchange traded funds ("underlying ETFs"), derivative instruments and the Private Fund.

The underlying ETFs are denominated in Canadian dollars. However, the Fund is indirectly exposed to the risk that the value of foreign currency denominated financial instruments held by the underlying ETFs will fluctuate due to changes in exchange rates. The Private Fund is denominated in U.S. dollars. The Fund, the Private Fund and the underlying ETFs may hedge some or all of their currency exposure.

As at March 31, 2025, had the Canadian dollar increased or decreased by 5% relative to all foreign currencies, with all other variables held constant, net assets would have decreased or increased by approximately $67 or 0.1% (2024 – $141 or 0.3%) of total net assets. In practice, the actual trading results may differ and the difference could be material.

iv. Interest rate risk

The Fund does not directly hold any interest–bearing financial instruments other than a nominal amount of cash and short–term investments. The Fund is indirectly exposed to the risk that the value of interest–bearing financial instruments held by the Private Fund and the underlying ETFs will fluctuate due to changes in the prevailing levels of market interest rates. With respect to the Private Fund, this risk is generally mitigated as the Private Fund invests in debt instruments with a base rate, which is the variable component feature of a debt instrument that is adjusted based on market interest rate movements subject to a floor rate.

As at March 31, 2025, had prevailing interest rates increased or decreased by 1%, assuming a parallel shift in the yield curve, with all other variables held constant, net assets would have decreased or increased by approximately $239 or 0.3% (2024 – $370 or 0.7%) of total net assets. In practice, the actual trading results may differ and the difference could be material.

v. Other price risk

As at March 31, 2025 and 2024, the Fund did not have a significant exposure to other price risk.

vi. Credit risk

The Fund's greatest indirect concentration of credit risk is in debt securities, such as bonds, held by the Private Fund and the underlying ETFs. The fair value of debt securities includes consideration of the credit worthiness of the debt issuer. For more information regarding the credit risk of the underlying ETFs, refer to the underlying ETFs' financial statements available on the SEDAR+ website at www.sedarplus.ca or at www.mackenzieinvestments.com.

(f) Fair Value Classification

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

	March 31, 2025				March 31, 2024			
	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)	Level 1 ($)	Level 2 ($)	Level 3 ($)	Total ($)
Exchange-traded funds/notes	7,106	–	–	7,106	11,322	–	–	11,322
Private funds	–	–	73,771	73,771	–	–	37,257	37,257
Derivative assets	451	–	–	451	76	–	–	76
Derivative liabilities	(5)	–	–	(5)	(159)	–	–	(159)
Short-term investments	–	2,264	–	2,264	–	4,748	–	4,748
Total	7,552	2,264	73,771	83,587	11,239	4,748	37,257	53,244

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 periods, there were no transfers between Level 1 and Level 2.

NOTES TO FINANCIAL STATEMENTS

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

(f) Fair Value Classification (cont'd)

The table below presents a reconciliation of financial instruments measured at fair value using unobservable inputs (Level 3) for the periods ended March 31, 2025 and 2024:

	March 31, 2025	March 31, 2024
	Private funds ($)	Private funds ($)
Balance – beginning of period	37,257	27,187
Purchases	34,642	9,370
Sales	–	–
Transfers in	–	–
Transfers out	–	–
Gains (losses) during the period:		
Realized	–	–
Unrealized	1,872	700
Balance – end of period	73,771	37,257
Change in unrealized gains (losses) during the period attributable to securities held at end of period	1,872	700

Fair value of each Level 3 financial instrument is generally measured using unobservable market inputs with the best information available at the time. Various valuation techniques are utilized, depending on a number of factors including, key inputs and assumptions which are company specific and may include estimated discount rates and expected price volatilities.

Level 3 investments of $73,771 (2024 – $37,257) have been valued based on valuations provided by the managers of the private funds. If the value of these investments were to increase or decrease by 10%, the value of the Fund would increase or decrease by $7,377 (2024 – $3,726).

(g) Investments by the Manager and Affiliates

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

	March 31, 2025	March 31, 2024
	($)	($)
The Manager	13,904	9,343
Other funds managed by the Manager	–	–
Funds managed by affiliates of the Manager	–	–

(h) Offsetting of Financial Assets and Liabilities

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

	March 31, 2025			
	Gross amount of assets/liabilities ($)	Amount available for offset ($)	Margin ($)	Net amount ($)
Unrealized gains on derivative contracts	451	(5)	–	446
Unrealized losses on derivative contracts	(5)	5	–	–
Liability for options written	–	–	–	–
Total	446	–	–	446

	March 31, 2024			
	Gross amount of assets/liabilities ($)	Amount available for offset ($)	Margin ($)	Net amount ($)
Unrealized gains on derivative contracts	76	(76)	–	–
Unrealized losses on derivative contracts	(159)	76	921	838
Liability for options written	–	–	–	–
Total	(83)	–	921	838

NOTES TO FINANCIAL STATEMENTS

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

(i) Interest in Unconsolidated Structured Entities

The Fund's investment details in the Underlying Funds as at March 31, 2025 and 2024 are as follows:

March 31, 2025	% of Underlying Fund's Net Assets	Fair Value of Fund's Investment ($)
Mackenzie Canadian All Corporate Bond Index ETF	0.2	1,029
Mackenzie Floating Rate Income ETF	0.4	2,233
Mackenzie Global High Yield Fixed Income ETF	0.9	2,546
Mackenzie US High Yield Bond Index ETF (CAD-Hedged)	0.2	137
Mackenzie US Investment Grade Corporate Bond Index ETF (CAD-Hedged)	0.2	1,161
Northleaf Senior Private Credit-L LP	2.7	73,771

March 31, 2024	% of Underlying Fund's Net Assets	Fair Value of Fund's Investment ($)
Mackenzie Canadian All Corporate Bond Index ETF	0.0	222
Mackenzie Floating Rate Income ETF	0.6	3,725
Mackenzie Global High Yield Fixed Income ETF	1.7	4,480
Mackenzie US High Yield Bond Index ETF (CAD-Hedged)	3.0	1,113
Mackenzie US Investment Grade Corporate Bond Index ETF (CAD-Hedged)	0.4	1,782
Northleaf Senior Private Credit-L LP	3.4	37,257

(j) Exemption

The Fund is exempt from filing its financial statements as it meets all of the exemption requirements under Section 2.11 of National Instrument 81–106.

(k) Investments Pledged as Collateral

As at March 31, 2025, investments in securities with a fair value of $3,546 (2024 – $4,173) have been pledged as collateral against futures contracts.