

# Mackenzie Monthly Income Portfolios

## Portfolio snapshot

Lead Portfolio Managers	Nelson Arruda Michael Kapler
Investment exp. since	2009 1998

## Strategy overview

- The Portfolios aim to protect against large market downturns while still allowing for capital appreciation, which can translate to smoother wealth growth.
- The Portfolios invest in a diversified set of assets, including equities, high yield bonds and floating rate loans, for growth.
- Always-on risk reduction options strategies are implemented against aggressive growth assets to limit losses from volatile markets.
- Emphasis on higher dividend paying stocks and exposure to high yielding fixed income assets help generate sustainable income for investors with cashflow needs.

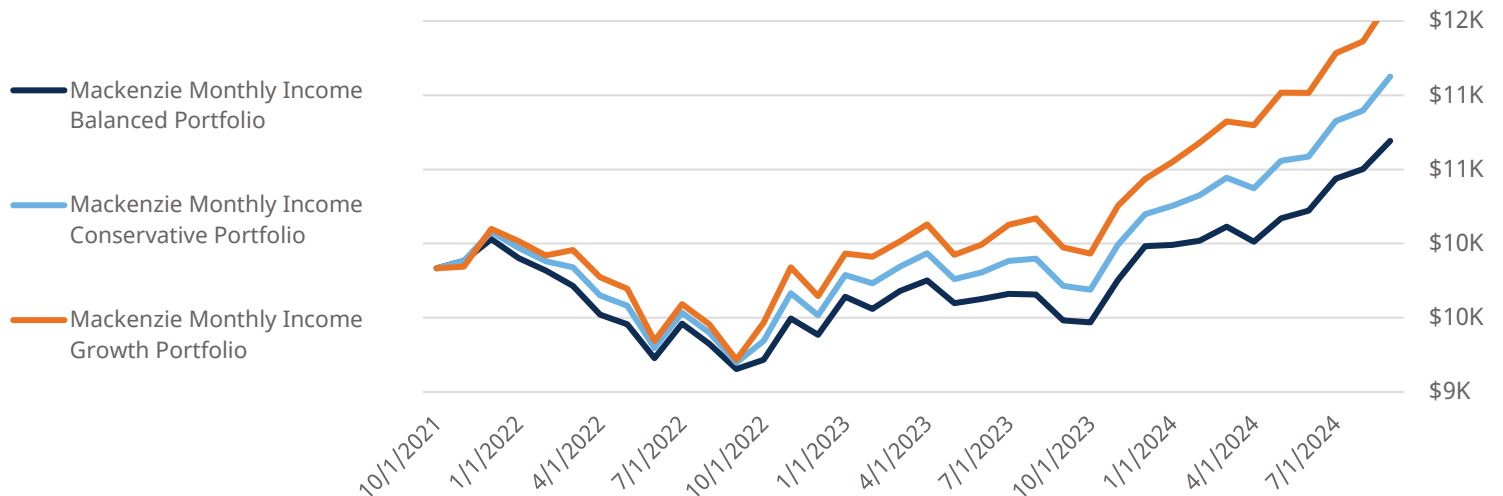
	Mackenzie Monthly Income Conservative Portfolio	Mackenzie Monthly Income Balanced Portfolio	Mackenzie Monthly Income Growth Portfolio
Inception Date	04/21/2015	01/13/2015	10/19/2021
MER	0.79%	0.90%	0.95%
AUM (\$M)	1,379.5	1,338.6	70.0
Risk Rating	Low	Low	Low-Med
CIFSC Category	Global Fixed Income Balanced	Global Neutral Balanced	Global Equity Balanced

## Performance Metrics ( 3 yr trailing)\*

	Standard Deviation	Sharpe ratio	Down capture ratio	Up capture ratio	Alpha	Information ratio
Mackenzie Monthly Income Conservative Portfolio	6.2	0.0	132.0	102.2	-1.8	-0.6
Mackenzie Monthly Income Balanced Portfolio	6.7	0.3	101.4	88.8	-1.5	-0.5
Mackenzie Monthly Income Growth Portfolio	-	-	-	-	-	-

\*The blended benchmark for each Portfolio is used in calculation of their up and down capture ratios, alpha and information ratio.

## Growth of \$10k



### Trailing returns (%)

	3m	6m	1yr	3yr	5yr	SI	Inception date
Mackenzie Monthly Income Conservative Portfolio	5.4	6.7	15.2	3.3	3.7	4.1	04/21/2015
Mackenzie Monthly Income Balanced Portfolio	5.9	7.6	17.2	5.1	5.4	5.6	01/13/2015
Mackenzie Monthly Income Growth Portfolio	6.6	8.8	19.7	-	-	6.8	10/19/2021

### Calendar year returns (%)

	YTD	2023	2022	2021	2020	2019
Mackenzie Monthly Income Conservative Portfolio	8.4	7.6	-7.6	4.5	5.7	9.0
Mackenzie Monthly Income Balanced Portfolio	10.7	8.5	-6.6	9.3	4.3	11.0
Mackenzie Monthly Income Growth Portfolio	13.5	9.7	-5.3	-	-	-

### 3 month market returns (%)

Fixed Income	Return (LCL)	Equity	Return (CAD)	Currency	Return
Canadian Government	4.7	Canada	9.7	USDCAD	-1.2
Canadian Corporate	4.7	US	5.5	JPYCAD	10.6
Global Government	8.2	Intl	7.9	GBPCAD	4.6
Global Corporate	7.8	EM	9.1	EURCAD	2.7
High Yield	5.3				

\*Indices used for the 3-month market return are as follows: FTSE Canada All Government Bond, FTSE Canada All Corp Bond, FTSE WBIG Govt/Govt Spnsd USD, FTSE WBIG Corp Index USD, ICE BofA US High Yield, S&P/TSX Composite PR, S&P 500 PR, MSCI EAFE PR, and MSCI EM PR.

### Top contributors & detractors\*

	Security	3-month return
Contributors	Mackenzie Global Equity Income Fund Series R	7.1
	Mackenzie Unconstrained Fixed Income Fund Series R	4.3
	Mackenzie Canadian Bond Fund Series R	4.8
Detractors	Please note there are no detractors this quarter.	

\* The top contributors and detractors are based on the average contribution across all Monthly Income Portfolios.

Mackenzie Monthly Income Portfolios			
	Conservative	Balanced	Growth

### Portfolio characteristics

Portfolio Yield (%)	3.8	3.6	3.2
Dividend Yield (%)	3.1	3.1	3.1
Bond Yield (%)	4.2	4.2	4.3
Yield To Maturity (%)	4.7	4.7	4.7
Average Duration	6.3	6.2	6.0
Avg	BBB+	BBB+	BBB+

### Asset mix

Equity	34.4	56.7	83.8
Fixed Income	53.5	34.3	11.1
Alternatives	0.2	0.1	0.0
Cash	9.3	6.4	3.0

### Total portfolio geographic allocation

Canada	41.8	35.5	28.0
United States	31.5	37.6	44.9
International	12.8	16.5	21.1
Emerging Markets	1.8	1.4	0.9

### Top holdings

Mackenzie Global Equity Income Fund	33.8%	56.8%	84.6%
Mackenzie Unconstrained Fixed Income Fund	29.0%	18.5%	6.1%
Mackenzie Canadian Bond Fund	21.3%	13.6%	4.5%
Mackenzie Sovereign Bond Fund	12.4%	7.9%	2.6%
Mackenzie Gold Bullion Fund	2.0%	2.0%	2.0%
Mackenzie Global Inflation-Linked Fund	1.8%	1.1%	0.3%

\* The top holdings are based on the average contribution across all Monthly Income Portfolios.

Mackenzie Monthly Income Portfolios		
Conservative	Balanced	Growth

## Fixed income exposure summary

### Geographic allocation

Canada	61.3	61.3	61.4
United States	26.7	26.8	26.8
International	9.0	9.0	8.9
Emerging Markets	3.0	3.0	3.0

### Sector allocation

Canadian Government	29.0	28.9	28.9
Foreign Government	15.2	15.1	14.9
Investment Grade Corporate	34.0	34.1	34.3
High Yield	13.5	13.5	13.6
Other	8.3	8.3	8.4

## Equity exposure summary

### Total portfolio geographic allocation

Canada	26.2	25.6	25.3
United States	49.9	50.0	50.1
International	23.3	23.7	24.0
Emerging Markets	0.7	0.7	0.7

### Sector allocation

Communication Services	5.8	5.8	5.8
Consumer Discretionary	8.0	8.2	8.2
Consumer Staples	5.5	5.5	5.6
Energy	7.4	7.4	7.4
Financials	23.6	22.6	22.1
Health Care	8.1	8.2	8.3
Industrials	12.2	12.5	12.6
Information Technology	18.3	18.7	18.9
Materials	6.1	6.2	6.3
Real Estate	1.6	1.6	1.6
Utilities	2.8	2.6	2.5

## Performance Commentary

Global markets experienced a volatile quarter due to weak U.S. labor data and the Bank of Japan's hawkish stance, pushing the VIX to its highest since March 2020. Despite this, equities performed well, driven by the U.S. Federal Reserve's 50-basis point rate cut and China's significant stimulus package. Inflation cooled, and central banks began cutting rates, creating favorable conditions for diversified portfolios. The S&P 500 rose 5.9%, with small-caps and sectors like utilities and industrials leading. Global bonds also saw strong returns, while oil prices fell and gold hit new highs. In Canada, the Bank of Canada cut rates to 4.25%, boosting equities, especially in real estate and healthcare.

Equities exposure through the portfolios' allocation to the Mackenzie Global Equity Income Fund was the largest contributor to performance. Its 21.7% return over the quarter was buoyed by a strong economic backdrop that supported both equity and bond returns. Performance was driven in large part by a market rotation away from growth-oriented stocks into less favoured sectors such as financials, utilities and real estate. The fund also outperformed its benchmark as dividend-focused stocks like financial institutions and energy companies outperformed growth-oriented technology stocks. Less volatile stocks also tended to outperform this quarter. An overweight to Canadian equities also boosted performance as the Canadian equity market hit record highs. The stock options strategy within the fund, designed to preserve capital during times of severe equity market stress slightly detracted from the performance as equity markets experienced an excellent quarter.

The Mackenzie Unconstrained Fixed Income fund was the best returning fixed income fund in the portfolios. Returning 12.1% this quarter, an overweight to corporate bonds and security selection within industrial and communication sectors added value, as did short exposure to Japanese government bonds. The Mackenzie Canadian Bond Fund was the second largest contributor to returns.

A small contributor to performance but of notable interest, the Mackenzie Gold Bullion Fund, held as an inflation sensitive asset, returned 11.8%. Geopolitical uncertainty coupled with strong Asian investment and resilient global retail consumer demand has boosted gold prices this year.

## Portfolio Management Activities and Outlook

Underlying fund allocations are consistently managed across time horizons. This stability in exposures reduces the possibility of being wrong at the wrong time, helping ensure that the appropriate amount of risk mitigation is present when needed most. The portfolio management team believes that although U.S. economic growth is moderating, with the job market showing early signs of deterioration, the United States is not in a recession. Federal government spending remains high, boosting growth and the team believes additional cuts to the federal funds rate by the U.S. Federal Reserve can stabilize the labor market and economy.

In anticipation of further interest rate cuts by developed central banks, the team sees duration exposure as beneficial. Given expensively valued global equities, the team favors diversifying into cheaper markets with positive economic catalysts, such as Europe and Asia. Maintaining a well-diversified investment portfolio is crucial for managing risk and achieving long-term financial stability.

Commissions, trailing commissions, management fees, and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. The indicated rates of return are the historical annual compounded total returns as of September 30, 2024 including changes in share value and reinvestment of all distributions and does not take into account sales, redemption, distribution, or optional charges or income taxes payable by any security holder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. Index performance does not include the impact of fees, commissions, and expenses that would be payable by investors in the investment products that seek to track an index.

This document may contain forward-looking information which reflect our or third party current expectations or forecasts of future events. Forward-looking information is inherently subject to, among other things, risks, uncertainties and assumptions that could cause actual results to differ materially from those expressed herein. These risks, uncertainties and assumptions include, without limitation, general economic, political and market factors, interest and foreign exchange rates, the volatility of equity and capital markets, business competition, technological change, changes in government regulations, changes in tax laws, unexpected judicial or regulatory proceedings and catastrophic events. Please consider these and other factors carefully and not place undue reliance on forward-looking information. The forward-looking information contained herein is current only as of September 30, 2024. There should be no expectation that such information will in all circumstances be updated, supplemented or revised whether as a result of new information, changing circumstances, future events or otherwise.

The content of this commentary (including facts, views, opinions, recommendations, descriptions of or references to, products or securities) is not to be used or construed as investment advice, as an offer to sell or the solicitation of an offer to buy, or an endorsement, recommendation or sponsorship of any entity or security cited. Although we endeavour to ensure its accuracy and completeness, we assume no responsibility for any reliance upon it.

Standard deviation provides a measure of the variability of returns that have occurred relative to the average return. The higher the standard deviation, the greater is the range of returns that has been experienced. Standard deviation is commonly used as a measure of risk.

This material is for informational and educational purposes only. It is not a recommendation of any specific investment product, strategy, or decision, and is not intended to suggest taking or refraining from any course of action. It is not intended to address the needs, circumstances, and objectives of any specific investor. Mackenzie Investments, which earns fees when clients select its products and services, is not offering impartial advice in a fiduciary capacity in providing this sales and marketing material. This information is not meant as tax or legal advice. Investors should consult a professional advisor before making investment and financial decisions and for more information on tax rules and other laws, which are complex and subject to change.

© 2024 Mackenzie Investments. All rights reserved.