

WEALTHSIMPLE NORTH AMERICAN GREEN BOND INDEX ETF (CAD-HEDGED)

Annual Management Report of Fund Performance

For the Period Ended March 31, 2022

This Annual Management Report of Fund Performance contains financial highlights but does not contain the complete annual financial statements of the exchange-traded fund ("ETF"). You may obtain a copy of the annual financial statements, at no cost, by calling the toll-free number 1-800-387-0614, by writing to us at Mackenzie Financial Corporation, 180 Queen Street West, Toronto, Ontario M5V 3K1, by visiting our website at www.mackenzieinvestments.com or by visiting the SEDAR website at www.sedar.com.

Unitholders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures or proxy voting disclosure record. For more information, please refer to the ETF's Prospectus and ETF Facts, which may also be obtained, at no cost, using any of the methods outlined above.

For the ETF's current net asset value per unit and for more recent information on general market events, please visit our website.

A NOTE ON FORWARD-LOOKING STATEMENTS

This report may contain forward-looking statements that reflect our current expectations or forecasts of future events. Forward-looking statements include statements that are predictive in nature, depend upon or refer to future events or conditions, or include words such as "expects", "anticipates", "intends", "plans", "believes", "estimates", "preliminary", "typical" and other similar expressions. In addition, these statements may relate to future corporate actions, future financial performance of a fund or a security and their future investment strategies and prospects. Forward-looking statements are inherently subject to, among other things, risks, uncertainties and assumptions that could cause actual events, results, performance or prospects to differ materially from those expressed in, or implied by, these forward-looking statements. These risks, uncertainties and assumptions include, without limitation, general economic, political and market factors in North America and internationally, interest and foreign exchange rates, the volatility of global equity and capital markets, business competition, technological change, changes in government regulations, changes in securities laws and regulations, changes in tax laws, unexpected judicial or regulatory proceedings, catastrophic events, outbreaks of disease or pandemics (such as COVID-19), and the ability of Mackenzie to attract or retain key employees. The foregoing list of important risks, uncertainties and assumptions is not exhaustive. Please consider these and other factors carefully and do not place undue reliance on forward-looking statements.

The forward-looking information contained in this report is current only as of the date of this report. There should not be an 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.

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Management Discussion of Fund Performance

June 3, 2022

This Management Discussion of Fund Performance presents the portfolio management team's view on the significant factors and developments during the period ended March 31, 2022 (the "period"), that have affected the ETF's performance and outlook. If the ETF was established during the period, "period" represents the period from inception to the end of the fiscal period. For information on the ETF's longer-term performance, as applicable, please refer to the *Past Performance* section of the report.

In this report, "Mackenzie" and "the Manager" refer to Mackenzie Financial Corporation, the manager of the ETF. In addition, net asset value ("NAV") refers to the value of the ETF as calculated for subscription and redemption purposes, on which the discussion of ETF performance is based.

Please read *A Note on Forward-Looking Statements* on the first page of this document.

Investment Objective and Strategies

The ETF seeks to replicate, to the extent reasonably possible and before fees and expenses, the performance of the Solactive Green Bond USD CAD DM CAD Hedged Index, or any successor thereto. It invests primarily in investment grade green, social and sustainable bonds. Foreign currency exposure is hedged back to the Canadian dollar.

Risk

The risks of the ETF remain as discussed in the ETF's Prospectus.

The ETF is suitable for short- to medium-term investors looking for a North American fixed income fund with exposure to green, social and sustainable bonds to hold as part of their portfolio, who can handle the volatility of bond markets and who have a low tolerance for risk.

Results of Operations

Investment Performance

Emerging COVID-19 variants, rising inflation driven by supply-chain and labour disruptions, changing monetary policy and escalating geopolitical tensions created volatility over the period. The U.S. Federal Reserve and the Bank of Canada raised their benchmark interest rates to 0.50% in March 2022 to manage inflation, and short-term yields increased sharply as a result.

Investment performance is not presented because, as at March 31, 2022, the ETF had not yet completed its first full financial year.

Environmental, Social and Governance ("ESG") Impact

Green, social and sustainable bonds included in the index must satisfy a set of guidelines from the International Capital Market Association and are verified by the Climate Bond Initiative. The issuer must clearly indicate the intended use of the bond's proceeds. Green bonds finance projects or activities that promote climate or other environmental sustainability purposes ("Green Projects"), such as renewable energy, pollution prevention and control, and climate change adaptation. Social bonds finance projects that address a social issue ("Social Projects"), often aimed at target populations such as those living below the poverty line and marginalized communities. Examples include food security and sustainable food systems, socioeconomic advancement and affordable housing. Sustainable bonds are issues whose proceeds are used to finance or refinance a combination of Green Projects and Social Projects. All designated eligible Green Projects and Social Projects should provide clear benefits, which will be assessed by the index provider and, where feasible, quantified by the issuer.

The index is rebalanced annually and consisted of 140 securities at period-end. The green, social and sustainable bond market continues to experience rapid growth in new bond issuance and assets invested in such securities. The ETF's investment strategy is to invest primarily in such bonds, thereby directly funding green, social and sustainable projects.

Net Assets

From its inception on January 21, 2022, to March 31, 2022, the ETF experienced \$7.4 million in net losses (including any interest and/or dividend income) from investment performance, after deducting fees and expenses, and an increase of \$199.5 million due to net unitholder activity (including sales, redemptions and cash distributions).

Recent Developments

Ongoing uncertainty regarding the duration and long-term impact of the COVID-19 pandemic and the effectiveness of vaccines against new variants of the virus contributes to uncertainty regarding the timing of a full economic recovery. As a result, it is not possible to reliably estimate the impact of the pandemic on the financial results and condition of the ETF in future periods.

Because the ETF is an index fund, neither market expectations nor recent developments affect the composition of the portfolio.

Effective September 22, 2021, Atul Tiwari was appointed to the Mackenzie Funds' Independent Review Committee.

Related Party Transactions

Management Fees

The ETF paid management fees to the Manager at the annual rate of 0.25%. The annualized management expense ratio ("MER") is presented in the *Financial Highlights* section of this report.

The management fee for the ETF is calculated and accrued daily as a percentage of its NAV. The ETF's management fees were used by the Manager to pay for the costs of managing the investment portfolio of the ETF, including providing investment analysis and recommendations, making investment decisions, making brokerage arrangements for the purchase and sale of the investment portfolio, providing other services and licensing the index, and to pay for all costs and expenses (other than certain specified fund costs as more fully described in the Prospectus) required to operate the ETF.

Other Related Party Transactions

The ETF did not rely on an approval, positive recommendation or standing instruction from the Mackenzie Funds' Independent Review Committee with respect to any related party transactions in the period.

Past Performance

Past performance is not presented because, as at March 31, 2022, the ETF had not yet completed its first full financial year.

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Summary of Investment Portfolio at March 31, 2022

PORTFOLIO ALLOCATION	% OF NAV
Bonds	95.8
Bonds	94.3
Long bond futures*	1.5
Other assets (liabilities)	2.1
Cash and short-term investments	2.1

REGIONAL ALLOCATION	% OF NAV
United States	43.7
Luxembourg	23.1
Canada	7.8
Netherlands	4.6
Germany	4.2
Hong Kong	3.7
Japan	2.7
Other assets (liabilities)	2.1
Cash and short-term investments	2.1
Sweden	1.1
France	1.0
United Kingdom	0.9
Norway	0.8
Other	0.6
Chile	0.6
Israel	0.5
China	0.5

SECTOR ALLOCATION	% OF NAV
Corporate bonds	83.7
Foreign government bonds	6.9
Provincial bonds	4.4
Other assets (liabilities)	2.1
Cash and short-term investments	2.1
Federal bonds	0.5
Municipal bonds	0.3

NET CURRENCY EXPOSURE	% OF NAV
Canadian dollar	102.1
U.S. dollar	(2.1)

BONDS BY CREDIT RATING**	% OF NAV
AAA	36.6
AA	6.2
A	23.8
BBB	20.4
Unrated	7.3

* Notional values represent 1.5% of NAV for long bond futures.

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

TOP 25 POSITIONS

Issuer	% OF NAV
European Investment Bank 2.88% 06-13-2025	13.9
International Bank for Reconstruction and Development 2.50% 08-03-2023	5.2
European Investment Bank 1.63% 05-13-2031	4.3
Cash and short-term investments	3.6
European Investment Bank 1.63% 10-09-2029	2.3
Kreditanstalt fuer Wiederaufbau 1.75% 09-14-2029	2.1
PacifiCorp. 2.90% 06-15-2052	1.9
ING Groep NV 4.63% 01-06-2026	1.6
Kreditanstalt fuer Wiederaufbau 1.00% 10-01-2026	1.6
International Bank for Reconstruction and Development 0.63% 04-22-2025	1.6
International Bank for Reconstruction and Development 0.25% 11-24-2023	1.6
Cooperatieve Rabobank UA F/R 09-24-2026	1.4
International Bank for Reconstruction and Development 1.80% 07-26-2024	1.4
International Bank for Reconstruction and Development F/R 08-06-2024	1.3
Province of Ontario 1.85% 02-01-2027	1.2
European Investment Bank 2.38% 05-24-2027	1.2
Province of Ontario 1.55% 11-01-2029	1.2
JPMorgan Chase & Co. F/R 09-16-2024	1.2
Development Bank of Japan Inc. 1.88% 10-02-2024	1.1
Kommuninvest I Sverige AB 0.38% 06-19-2024	1.1
Duke Energy Progress LLC 3.45% 03-15-2029	1.1
Verizon Communications Inc. 3.88% 02-08-2029	1.1
Boston Properties LP 4.50% 12-01-2028	1.1
Public Service Co. of Colorado 4.10% 06-15-2048	1.1
European Investment Bank 1.90% 01-22-2025	1.0

Top long positions as a percentage
of total net asset value

56.2

The ETF held no short positions at the end of the period.

The investments and percentages may have changed since March 31, 2022, due to the ongoing portfolio transactions of the ETF.

WEALTHSIMPLE NORTH AMERICAN GREEN BOND INDEX ETF (CAD-HEDGED)

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Financial Highlights

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for each of the fiscal periods presented below. In the period when the ETF was established, "period" represents the period from inception (January 21, 2022) to the end of that fiscal period.

THE ETF'S NET ASSETS PER SECURITY (\$)¹

	Mar. 31 2022
CAD Units (Ticker: WSGB)	
Net assets, beginning of period	25.00
Increase (decrease) from operations:	
Total revenue	0.16
Total expenses	(0.01)
Realized gains (losses) for the period	(0.25)
Unrealized gains (losses) for the period	(0.92)
Total increase (decrease) from operations²	(1.02)
Distributions:	
From net investment income (excluding Canadian dividends)	(0.08)
From Canadian dividends	–
From capital gains	–
Return of capital	–
Total annual distributions³	(0.08)
Net assets, end of period	24.00

(1) These calculations are prescribed by securities regulations and are not intended to be a reconciliation between opening and closing net assets per unit. This information is derived from the ETF's audited annual financial statements. The net assets per unit presented in the financial statements may differ from the net asset value per unit calculated for ETF pricing purposes. An explanation of these differences, if any, can be found in the *Notes to Financial Statements*.

(2) Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the fiscal period.

(3) Distributions were paid in cash/reinvested in additional units of the ETF, or both.

RATIOS AND SUPPLEMENTAL DATA

	Mar. 31 2022
CAD Units (Ticker: WSGB)	
Total net asset value (\$000)¹	192,029
Units outstanding (000)¹	8,000
Management expense ratio (%)²	0.28
Management expense ratio before waivers or absorptions (%)²	0.28
Trading expense ratio (%)³	0.00
Trading expense ratio before reimbursements (%)³	0.00
Portfolio turnover rate (%)⁴	n/a
Net asset value per unit (\$)	24.00
Closing market price (\$)⁵	23.98

(1) This information is provided as at the end of the fiscal period shown.

(2) Management expense ratio ("MER") is based on total expenses, excluding commissions and other portfolio transaction costs, income taxes and withholding taxes, for the stated period and is expressed as an annualized percentage of daily average net assets during the period, except as noted. If the ETF was established in the period, the MER is annualized from the date of inception to the end of the period. Where the ETF directly invests in securities of another fund (including other ETFs), the MER presented for the ETF includes the portion of MERs of the other fund(s) attributable to this investment. Any income distributions received from ETFs managed by the Manager, with the intention of offsetting fees paid within those ETFs but which are not considered to be duplicative fees under regulatory requirements, are treated as waived expenses for MER purposes. The Manager may waive or absorb operating expenses at its discretion and stop waiving or absorbing such expenses at any time without notice.

(3) The trading expense ratio ("TER") represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period. Where the ETF invests in securities of another fund (including other ETFs), the TER presented for the ETF includes the portion of TERs of the other fund(s) attributable to this investment. Mackenzie may reimburse the ETF for certain brokerage commissions and other transaction costs (including those payable to the custodian or its agents). Mackenzie may make these reimbursements at its discretion and stop these reimbursements at any time without notice.

(4) The ETF's portfolio turnover rate indicates how actively the ETF's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the ETF buying and selling all of the securities in its portfolio once in the course of the period. The higher the ETF's portfolio turnover rate in a period, the greater the trading costs payable by the ETF in the period, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the ETF. The portfolio turnover rate is not provided when the ETF is less than one year old.

(5) Closing market price, or the midpoint of the bid and ask prices in the absence of a closing market price, on the last trading day of the period as reported on the NEO Exchange Inc.

Index Provider Disclaimer

The Wealthsimple North American Green Bond Index ETF (CAD-Hedged) is not sponsored, promoted, sold or supported in any other manner by Solactive AG nor does Solactive AG offer any express or implicit guarantee or assurance either with regard to the results of using Solactive Green Bond USD CAD DM CAD Hedged Index (the "Underlying Index"), including its trademark and/or prices, at any time or in any other respect. The Underlying Index is calculated and published by Solactive AG. Solactive AG uses its best efforts to ensure that the Underlying Index is calculated correctly. Irrespective of its obligations toward Mackenzie, Solactive AG has no obligation to point out errors in the Underlying Index to third parties including but not limited to investors and/or financial intermediaries of the Wealthsimple North American Green Bond Index ETF (CAD-Hedged). Neither publication of the Underlying Index by Solactive AG nor the licensing of the Underlying Index or Underlying Index trademark for the purpose of use in connection with the Wealthsimple North American Green Bond Index ETF (CAD-Hedged) constitutes a recommendation by Solactive AG to invest capital in Wealthsimple North American Green Bond Index ETF (CAD-Hedged) nor does it in any way represent an assurance or opinion of Solactive AG with regard to any investment in Wealthsimple North American Green Bond Index ETF (CAD-Hedged).