

Sun Life Granite Multi-Risk Target Date Funds

FUND REVIEW Q4 2018 | Opinions as of January 1, 2019

HIGHLIGHTS

MANAGEMENT COMPANY
Sun Life Global Investments (Canada) Inc.

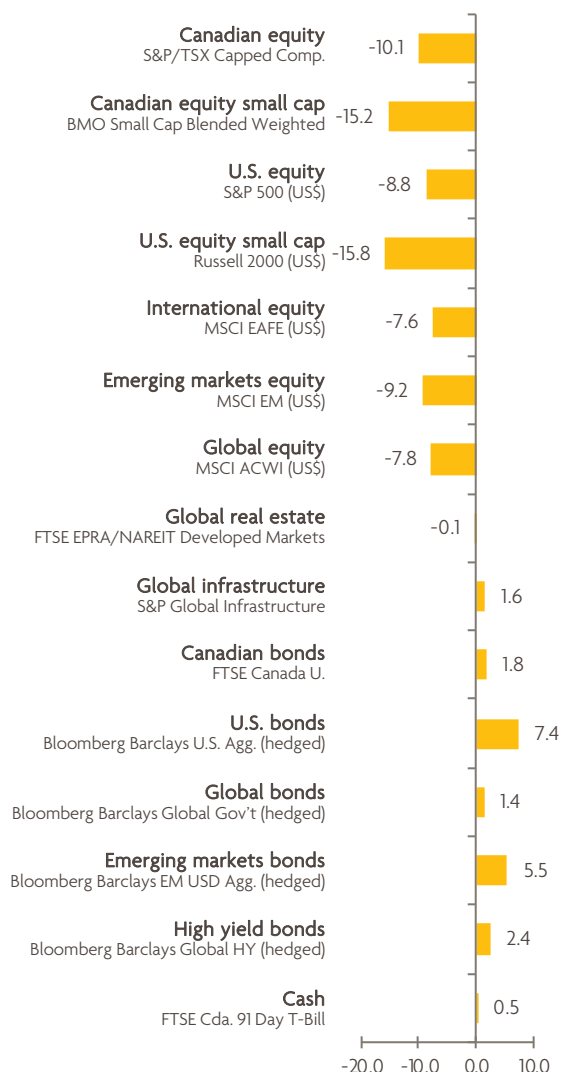
PORTFOLIO MANAGERS

Sadiq S. Adatia, FSA, FCIA, CFA
Chhad Aul, CFA
Kathrin Forrest, CFA

- The Sun Life Granite Multi-Risk Target Date Funds were negative in Q4
- Maintained overweight position in U.S. equities
- Reduced exposure to EAFE equities
- Added exposure to emerging market equities
- Increased cash levels in the Funds
- Reduced high yield and emerging market bond exposure

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MARKET RETURNS



OUTLOOK

Investors often find a year-end rally in their Christmas stocking. As we anticipated, this year there wasn't one, with key indexes plummeting worldwide as Q4 came to a close. In the end, the S&P 500 and the Dow Jones Industrial Average were down 4.4% and 3.9% respectively for the year – their biggest annual losses since 2008. Most of the losses came during an extremely volatile December, with the two key indexes posting their worst monthly performance since 1931.

Is the worst of the market rout now behind us? Given concerns over rising interest rates and the ongoing fallout from the U.S./China trade war, we expect volatility to continue. However, given the recent sell-off, we will look for opportunities to add to our equity weightings when appropriate.

The losses in U.S. markets were in sharp contrast to the country's prevailing economic fundamentals. In fact, despite Wall Street's woes, the Main Street economy continued to perform well. Consumer confidence is high, job growth remains strong and wages are rising.

Risks to the Canadian economy appeared to have been reduced with the signing of the new USMCA trade pact in September. But economic uncertainty returned with the collapse of oil prices in Q4, putting downward pressure on the Canadian market.

With the exception of Japan where economic fundamentals are improving, we are negative on international equities. However, we are overweight emerging market equities, which may show relative strength in 2019, after struggling in wake of the U.S./China trade war and as the U.S. dollar climbed in value.

Source: Bloomberg. Data as of December 31, 2018.
Total return in C\$ or as indicated.

KEY TACTICAL CHANGES

- Maintained overweight in U.S. equities on strong U.S. economic fundamentals
- Increased emerging market weighting on more attractive relative valuations
- With political and economic risks unresolved in Europe, reduced weighting in EAFE equities
- For defensive purposes, raised cash to potentially reduce risk.
- Reduced high yield and emerging market bond exposure because of tightening financial conditions

Markets turned volatile in Q4 as worried investors headed to the sidelines in December's market rout. Despite the selloff in U.S. equities, we believe the country's economic fundamentals remain solid, and we maintained our overweight position in U.S. equities.

The oil price collapse added to market pessimism in Canada. We had moved from underweight to neutral on Canada earlier in the year. We remained neutral at year-end. And given the lower valuations on Canadian equities, it may be a good place to be if markets correct further.

A number of issues continue to overhang the European economy. These include slower economic growth, Italy's fragile banking system, and a deteriorating political situation surrounding Britain's exit from the European Union. Consequently, we reduced our weighting in international equities to neutral.

The one exception in this category is Japan, where both the investment climate and domestic economy appear to be improving.

We did, however, move to an overweight position in emerging markets. By our measure, equity valuations are now attractive and longer-term prospects for emerging markets remain potentially better than developed ones. And could also benefit if the U.S. dollar weakens.

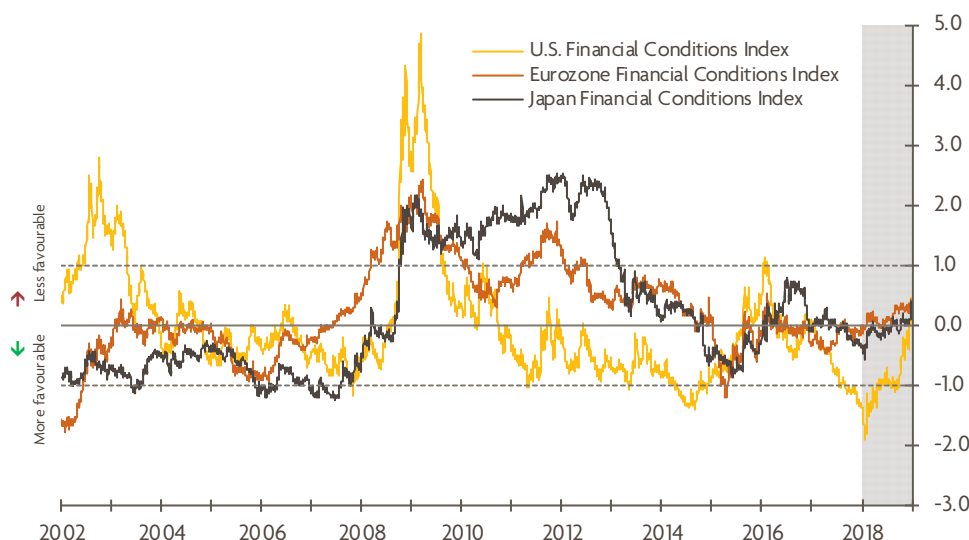
In terms of fixed income, we underweighted bonds. While yields fell in the quarter, we expect them to climb in 2019 as interest rates continue to rise, albeit at a slower pace than previously predicted. And we reduced high yield and emerging market bond exposure because of tightening financial conditions.

FINANCIAL CONDITIONS SUGGEST WE'RE LATE IN THE ECONOMIC CYCLE

To take the pulse of the economy, Financial Conditions Indexes summarize different indicators, including short- and long-term bond yields, credit spreads, currency values and equity prices.

As shown here, following the 2008 financial crisis, looser financial conditions like rock-bottom interest rates gave people and corporations greater access to capital. This led to increased spending, which kept the economy well-oiled in what has been one of the longest periods of uninterrupted economic growth in history.

However, we appeared to reach an inflection point at the beginning of 2018 with financial conditions beginning to tighten again as interest rates climbed. This tightening may suggest that we are now in the final innings of a very long economic cycle.



Sources: Bloomberg; Goldman Sachs Financial Conditions Indexes. Data as of December 31, 2018.

FUND RETURNS %*

FUND	Q4	1 YR	2 YR	3 YR	5 YR	SINCE INCEPTION**
Sun Life Granite 2055 Conservative Fund	-6.90	-1.59	5.90	5.98	-	5.09
Sun Life Granite 2055 Conservative benchmark ¹	-6.96	-3.17	4.08	5.35	-	4.29
Sun Life Granite 2050 Conservative Fund	-6.81	-1.59	5.89	5.92	8.41	10.28
Sun Life Granite 2050 Conservative benchmark ²	-6.81	-3.08	4.07	5.30	7.53	9.14
Sun Life Granite 2045 Conservative Fund	-6.29	-1.36	5.75	5.75	-	7.25
Sun Life Granite 2045 Conservative benchmark ³	-6.26	-2.82	3.96	5.10	-	6.17
Sun Life Granite 2040 Conservative Fund	-5.37	-1.13	5.31	5.37	7.57	9.30
Sun Life Granite 2040 Conservative benchmark ⁴	-5.19	-2.37	3.69	4.71	6.90	8.25
Sun Life Granite 2035 Conservative Fund	-4.14	-0.72	4.69	4.80	-	5.89
Sun Life Granite 2035 Conservative benchmark ⁵	-3.91	-1.79	3.26	4.08	-	5.22
Sun Life Granite 2030 Conservative Fund	-3.07	-0.41	4.11	4.26	5.89	6.67
Sun Life Granite 2030 Conservative benchmark ⁶	-2.80	-1.27	2.94	3.65	5.57	6.06
Sun Life Granite 2025 Conservative Fund	-2.47	-0.18	3.75	3.99	-	4.59
Sun Life Granite 2025 Conservative benchmark ⁷	-2.20	-1.00	2.66	3.35	-	4.17
Sun Life Granite 2020 Conservative Fund	-2.27	-0.10	3.59	3.88	5.06	5.33
Sun Life Granite 2020 Conservative benchmark ⁸	-2.01	-0.90	2.54	3.20	4.79	4.83

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*Returns for periods longer than one year are annualized. Data as at September 30, 2018. The rates of return provided are the rounded returns of the segregated funds. The returns provided are stated before investment management fees and include the reinvestment of all distributions. They do not take into account any administrative charges or taxes payable that would have reduced returns. Past performance may not be repeated.

**Fund inception March 1, 2012, July 1, 2014 and July 7, 2015. Since inception returns for the benchmarks are as of the respective fund's inception date.

¹ 6.58% FTSE Canada Universe Bond Index, 0.75% JPM Global Gov't C\$ hedged, 0.75% Barclays US Aggregate C\$ hedged, 3% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 24.14% S&P/TSX Capped Composite, 2.68% BMO NB Small Cap Index, 24.14% S&P 500 (C\$) 2.68% Russell 2000 Index (C\$), 18.6% MSCI EAFE (C\$), 2.68% MSCI ACW Mid Cap Index (C\$), 4.13% MSCI Emerging Mkts (C\$), 1.38% MSCI India Index (C\$), 4.25% S&P Global Infrastructure (C\$), 4.25% FTSE EPRA/NAREIT (C\$)

² 7.27% FTSE Canada Universe Bond Index, 0.8% JPM Global Gov't C\$ hedged, 0.95% Barclays US Aggregate C\$ hedged, 3.2% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 23.79% S&P/TSX Capped Composite, 2.64% BMO NB Small Cap Index, 23.79% S&P 500 (C\$) 2.64% Russell 2000 Index (C\$), 18.33% MSCI EAFE (C\$), 2.64% MSCI ACW Mid Cap Index (C\$), 4.09% MSCI Emerging Mkts (C\$), 1.36% MSCI India Index (C\$), 4.25% S&P Global Infrastructure (C\$), 4.25% FTSE EPRA/NAREIT (C\$)

³ 9.53% FTSE Canada Universe Bond Index, 1.15% JPM Global Gov't C\$ hedged, 2.4% Barclays US Aggregate C\$ hedged, 4.5% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 22.22% S&P/TSX Capped Composite, 2.47% BMO NB Small Cap Index, 22.22% S&P 500 (C\$) 2.47% Russell 2000 Index (C\$), 17.03% MSCI EAFE (C\$), 2.46% MSCI ACW Mid Cap Index (C\$), 3.86% MSCI Emerging Mkts (C\$), 1.29% MSCI India Index (C\$), 4.2% S&P Global Infrastructure (C\$), 4.2% FTSE EPRA/NAREIT (C\$)

⁴ 14.28% FTSE Canada Universe Bond Index, 1.8% JPM Global Gov't C\$ hedged, 5.8% Barclays US Aggregate C\$ hedged, 6.7% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 19.1% S&P/TSX Capped Composite, 2.12% BMO NB Small Cap Index, 19.1% S&P 500 (C\$) 2.12% Russell 2000 Index (C\$), 14.41% MSCI EAFE (C\$), 2.12% MSCI ACW Mid Cap Index (C\$), 3.49% MSCI Emerging Mkts (C\$), 1.16% MSCI India Index (C\$), 3.9% S&P Global Infrastructure (C\$), 3.9% FTSE EPRA/NAREIT (C\$)

⁵ 23.1% FTSE Canada Universe Bond Index, 2.03% JPM Global Gov't C\$ hedged, 9.23% Barclays US Aggregate C\$ hedged, 7.5% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 15.41% S&P/TSX Capped Composite, 1.71% BMO NB Small Cap Index, 15.41% S&P 500 (C\$) 1.71% Russell 2000 Index (C\$), 11.25% MSCI EAFE (C\$), 1.71% MSCI ACW Mid Cap Index (C\$), 3.11% MSCI Emerging Mkts (C\$), 1.04% MSCI India Index (C\$), 3.4% S&P Global Infrastructure (C\$), 3.4% FTSE EPRA/NAREIT (C\$)

⁶ 32.96% FTSE Canada Universe Bond Index, 2.2% JPM Global Gov't C\$ hedged, 10.6% Barclays US Aggregate C\$ hedged, 7.5% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 12.15% S&P/TSX Capped Composite, 1.35% BMO NB Small Cap Index, 12.15% S&P 500 (C\$) 1.35% Russell 2000 Index (C\$), 8.54% MSCI EAFE (C\$), 1.35% MSCI ACW Mid Cap Index (C\$), 2.66% MSCI Emerging Mkts (C\$), 0.89% MSCI India Index (C\$), 2.9% S&P Global Infrastructure (C\$), 2.9% FTSE EPRA/NAREIT (C\$), 0.5% FTSE Canada 91 Day TBill Index

⁷ 36% FTSE Canada Universe Bond Index, 2.5% JPM Global Gov't C\$ hedged, 12.5% Barclays US Aggregate C\$ hedged, 7.5% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 10.2% S&P/TSX Capped Composite, 1.13% BMO NB Small Cap Index, 10.2% S&P 500 (C\$) 1.13% Russell 2000 Index (C\$), 7.47% MSCI EAFE (C\$), 1.12% MSCI ACW Mid Cap Index (C\$), 1.99% MSCI Emerging Mkts (C\$), 0.66% MSCI India Index (C\$), 2.45% S&P Global Infrastructure (C\$), 2.45% FTSE EPRA/NAREIT (C\$), 2.7% FTSE Canada 91 Day TBill Index

⁸ 37.57% FTSE Canada Universe Bond Index, 2.5% JPM Global Gov't C\$ hedged, 12.5% Barclays US Aggregate C\$ hedged, 7.5% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 9.5% S&P/TSX Capped Composite, 1.06% BMO NB Small Cap Index, 9.5% S&P 500 (C\$) 1.06% Russell 2000 Index (C\$), 7.28% MSCI EAFE (C\$), 1.05% MSCI ACW Mid Cap Index (C\$), 1.63% MSCI Emerging Mkts (C\$), 0.54% MSCI India Index (C\$), 2.17% S&P Global Infrastructure (C\$), 2.17% FTSE EPRA/NAREIT (C\$), 4% FTSE Canada 91 Day TBill Index

Note: Totals may not equal 100% because of rounding.

FUND RETURNS %*

FUND	Q4	1 YR	2 YR	3 YR	5 YR	SINCE INCEPTION**
Sun Life Granite 2055 Moderate Fund	-7.07	-1.73	6.04	6.07	-	5.39
Sun Life Granite 2055 Moderate Benchmark ⁹	-7.17	-3.25	4.21	5.53	-	4.42
Sun Life Granite 2050 Moderate Fund	-7.05	-1.66	6.10	6.12	8.69	10.59
Sun Life Granite 2050 Moderate Benchmark ¹⁰	-7.17	-3.25	4.21	5.53	7.78	9.46
Sun Life Granite 2045 Moderate Fund	-6.96	-1.61	6.10	6.09	-	9.70
Sun Life Granite 2045 Moderate Benchmark ¹¹	-7.05	-3.19	4.20	5.50	-	6.56
Sun Life Granite 2040 Moderate Fund	-6.59	-1.45	5.96	5.97	8.48	9.34
Sun Life Granite 2040 Moderate Benchmark ¹²	-6.60	-2.97	4.11	5.31	7.50	9.16
Sun Life Granite 2035 Moderate Fund	-5.83	-1.25	5.62	5.73	-	8.95
Sun Life Granite 2035 Moderate Benchmark ¹³	-5.70	-2.58	3.93	5.05	-	6.05
Sun Life Granite 2030 Moderate Fund	-4.54	-0.81	5.03	5.31	7.23	8.27
Sun Life Granite 2030 Moderate Benchmark ¹⁴	-4.30	-1.97	3.53	4.54	6.49	7.67
Sun Life Granite 2025 Moderate Fund	-3.28	-0.43	4.33	4.70	-	7.34
Sun Life Granite 2025 Moderate Benchmark ¹⁵	-3.02	-1.37	3.07	3.91	-	4.55
Sun Life Granite 2020 Moderate Fund	-2.46	-0.15	3.84	4.23	5.48	6.25
Sun Life Granite 2020 Moderate Benchmark ¹⁶	-2.18	-0.97	2.71	3.42	5.02	5.40

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⁹ 5.5% FTSE Canada Universe Bond Index, 0.5% JPM Global Gov't C\$ hedged, 0.5% Barclays US Aggregate C\$ hedged, 2% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 24.93% S&P/TSX Capped Composite, 2.77% BMO NB Small Cap Index, 24.93% S&P 500 (C\$), 2.77% Russell 2000 Index (C\$), 18.84% MSCI EAFE (C\$), 2.76% MSCI ACW Mid Cap Index (C\$), 4.5% MSCI Emerging Mkts (C\$), 1.5% MSCI India Index (C\$), 4.25% S&P Global Infrastructure (C\$), 4.25% FTSE EPRA/NAREIT (C\$)

¹⁰ 5.5% FTSE Canada Universe Bond Index, 0.5% JPM Global Gov't C\$ hedged, 0.5% Barclays US Aggregate C\$ hedged, 2.06% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 24.91% S&P/TSX Capped Composite, 2.77% BMO NB Small Cap Index, 24.91% S&P 500 (C\$), 2.77% Russell 2000 Index (C\$), 18.82% MSCI EAFE (C\$), 2.76% MSCI ACW Mid Cap Index (C\$), 4.5% MSCI Emerging Mkts (C\$), 1.5% MSCI India Index (C\$), 4.25% S&P Global Infrastructure (C\$), 4.25% FTSE EPRA/NAREIT (C\$)

¹¹ 6.08% FTSE Canada Universe Bond Index, 0.55% JPM Global Gov't C\$ hedged, 0.55% Barclays US Aggregate C\$ hedged, 2.44% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 24.62% S&P/TSX Capped Composite, 2.74% BMO NB Small Cap Index, 24.62% S&P 500 (C\$), 2.74% Russell 2000 Index (C\$), 18.63% MSCI EAFE (C\$), 2.73% MSCI ACW Mid Cap Index (C\$), 4.43% MSCI Emerging Mkts (C\$), 1.48% MSCI India Index (C\$), 4.2% S&P Global Infrastructure (C\$), 4.2% FTSE EPRA/NAREIT (C\$)

¹² 8.7% FTSE Canada Universe Bond Index, 0.95% JPM Global Gov't C\$ hedged, 1.35% Barclays US Aggregate C\$ hedged, 3.6% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 23.31% S&P/TSX Capped Composite, 2.59% BMO NB Small Cap Index, 23.31% S&P 500 (C\$), 2.59% Russell 2000 Index (C\$), 17.82% MSCI EAFE (C\$), 2.58% MSCI ACW Mid Cap Index (C\$), 4.05% MSCI Emerging Mkts (C\$), 1.35% MSCI India Index (C\$), 3.9% S&P Global Infrastructure (C\$), 3.9% FTSE EPRA/NAREIT (C\$)

¹³ 11.6% FTSE Canada Universe Bond Index, 1.8% JPM Global Gov't C\$ hedged, 4.6% Barclays US Aggregate C\$ hedged, 6.3% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 20.7% S&P/TSX Capped Composite, 2.3% BMO NB Small Cap Index, 20.7% S&P 500 (C\$), 2.3% Russell 2000 Index (C\$), 15.71% MSCI EAFE (C\$), 2.29% MSCI ACW Mid Cap Index (C\$), 3.68% MSCI Emerging Mkts (C\$), 1.23% MSCI India Index (C\$), 3.4% S&P Global Infrastructure (C\$), 3.4% FTSE EPRA/NAREIT (C\$)

¹⁴ 20.88% FTSE Canada Universe Bond Index, 2% JPM Global Gov't C\$ hedged, 8.4% Barclays US Aggregate C\$ hedged, 7.5% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 16.65% S&P/TSX Capped Composite, 1.85% BMO NB Small Cap Index, 16.65% S&P 500 (C\$), 1.85% Russell 2000 Index (C\$), 12.18% MSCI EAFE (C\$), 1.84% MSCI ACW Mid Cap Index (C\$), 3.3% MSCI Emerging Mkts (C\$), 1.1% MSCI India Index (C\$), 2.9% S&P Global Infrastructure (C\$), 2.9% FTSE EPRA/NAREIT (C\$)

¹⁵ 31.6% FTSE Canada Universe Bond Index, 2.1% JPM Global Gov't C\$ hedged, 10.5% Barclays US Aggregate C\$ hedged, 7.5% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 12.87% S&P/TSX Capped Composite, 1.43% BMO NB Small Cap Index, 12.87% S&P 500 (C\$), 1.43% Russell 2000 Index (C\$), 9.07% MSCI EAFE (C\$), 1.43% MSCI ACW Mid Cap Index (C\$), 2.85% MSCI Emerging Mkts (C\$), 0.95% MSCI India Index (C\$), 2.45% S&P Global Infrastructure (C\$), 2.45% FTSE EPRA/NAREIT (C\$), 0.5% FTSE Canada 91 Day TBill Index

¹⁶ 35.7% FTSE Canada Universe Bond Index, 2.5% JPM Global Gov't C\$ hedged, 12.5% Barclays US Aggregate C\$ hedged, 7.5% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 10.25% S&P/TSX Capped Composite, 1.14% BMO NB Small Cap Index, 10.25% S&P 500 (C\$), 1.14% Russell 2000 Index (C\$), 7.56% MSCI EAFE (C\$), 1.14% MSCI ACW Mid Cap Index (C\$), 2% MSCI Emerging Mkts (C\$), 0.67% MSCI India Index (C\$), 2.17% S&P Global Infrastructure (C\$), 2.17% FTSE EPRA/NAREIT (C\$), 3.33% FTSE Canada 91 Day TBill Index

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FUND RETURNS %*

FUND	Q4	1 YR	2 YR	3 YR	5 YR	SINCE INCEPTION**
Sun Life Granite 2055 Aggressive Fund	-7.42	-1.89	6.14	6.13	-	5.25
Sun Life Granite 2055 Aggressive Benchmark ¹⁷	-7.51	-3.45	4.32	5.69	-	4.49
Sun Life Granite 2050 Aggressive Fund	-7.36	-1.85	6.18	6.19	8.89	10.95
Sun Life Granite 2050 Aggressive Benchmark ¹⁸	-7.50	-3.44	4.33	5.69	7.95	9.83
Sun Life Granite 2045 Aggressive Fund	-7.35	-1.85	6.17	6.21	-	8.02
Sun Life Granite 2045 Aggressive Benchmark ¹⁹	-7.48	-3.42	4.33	5.68	-	6.71
Sun Life Granite 2040 Aggressive Fund	-7.21	-1.76	6.12	6.14	8.85	10.93
Sun Life Granite 2040 Aggressive Benchmark ²⁰	-7.33	-3.36	4.28	5.62	7.73	9.66
Sun Life Granite 2035 Aggressive Fund	-6.84	-1.58	5.97	6.13	-	7.70
Sun Life Granite 2035 Aggressive Benchmark ²¹	-6.90	-3.11	4.22	5.52	-	6.32
Sun Life Granite 2030 Aggressive Fund	-6.07	-1.30	5.69	5.98	8.17	10.14
Sun Life Granite 2030 Aggressive Benchmark ²²	-6.00	-2.69	4.04	5.27	7.08	8.76
Sun Life Granite 2025 Aggressive Fund	-4.80	-0.83	5.12	5.51	-	6.23
Sun Life Granite 2025 Aggressive Benchmark ²³	-4.58	-2.05	3.70	4.80	-	5.13
Sun Life Granite 2020 Aggressive Fund	-2.98	-0.15	4.41	4.84	6.25	7.43
Sun Life Granite 2020 Aggressive Benchmark ²⁴	-2.64	-1.11	3.19	4.02	5.63	6.43
Sun Life Granite Retirement Fund	-2.20	-0.05	3.50	3.85	4.93	5.42
Sun Life Granite Retirement Benchmark ²⁵	-1.97	-0.86	2.45	3.07	4.53	4.63

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¹⁷. 2.5% FTSE Canada Universe Bond Index, 0.25% JPM Global Gov't C\$ hedged, 0.25% Barclays US Aggregate C\$ hedged, 1% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 26.1% S&P/TSX Capped Composite, 2.9% BMO NB Small Cap Index, 26.1% S&P 500 (C\$), 2.9% Russell 2000 Index (C\$), 19.1% MSCI EAFE (C\$), 2.9% MSCI ACW Mid Cap Index (C\$), 5.25% MSCI Emerging Mkts (C\$), 1.75% MSCI India Index (C\$), 4.5% S&P Global Infrastructure (C\$), 4.5% FTSE EPRA/NAREIT (C\$)

¹⁸. 2.52% FTSE Canada Universe Bond Index, 0.25% JPM Global Gov't C\$ hedged, 0.25% Barclays US Aggregate C\$ hedged, 1% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 26.1% S&P/TSX Capped Composite, 2.9% BMO NB Small Cap Index, 26.1% S&P 500 (C\$), 2.9% Russell 2000 Index (C\$), 19.08% MSCI EAFE (C\$), 2.9% MSCI ACW Mid Cap Index (C\$), 5.25% MSCI Emerging Mkts (C\$), 1.75% MSCI India Index (C\$), 4.5% S&P Global Infrastructure (C\$), 4.5% FTSE EPRA/NAREIT (C\$)

¹⁹. 2.66% FTSE Canada Universe Bond Index, 0.3% JPM Global Gov't C\$ hedged, 0.3% Barclays US Aggregate C\$ hedged, 1.1% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 26.03% S&P/TSX Capped Composite, 2.89% BMO NB Small Cap Index, 26.01% S&P 500 (C\$), 2.89% Russell 2000 Index (C\$), 19.04% MSCI EAFE (C\$), 2.88% MSCI ACW Mid Cap Index (C\$), 5.18% MSCI Emerging Mkts (C\$), 1.73% MSCI India Index (C\$), 4.5% S&P Global Infrastructure (C\$), 4.5% FTSE EPRA/NAREIT (C\$)

²⁰. 3.45% FTSE Canada Universe Bond Index, 0.53% JPM Global Gov't C\$ hedged, 0.53% Barclays US Aggregate C\$ hedged, 1.7% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 25.52% S&P/TSX Capped Composite, 2.84% BMO NB Small Cap Index, 25.45% S&P 500 (C\$), 2.83% Russell 2000 Index (C\$), 19.08% MSCI EAFE (C\$), 2.83% MSCI ACW Mid Cap Index (C\$), 4.76% MSCI Emerging Mkts (C\$), 1.59% MSCI India Index (C\$), 4.45% S&P Global Infrastructure (C\$), 4.45% FTSE EPRA/NAREIT (C\$)

²¹. 6.4% FTSE Canada Universe Bond Index, 0.79% JPM Global Gov't C\$ hedged, 1.04% Barclays US Aggregate C\$ hedged, 2.94% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 24.18% S&P/TSX Capped Composite, 2.69% BMO NB Small Cap Index, 24.18% S&P 500 (C\$), 2.69% Russell 2000 Index (C\$), 18.51% MSCI EAFE (C\$), 2.68% MSCI ACW Mid Cap Index (C\$), 4.2% MSCI Emerging Mkts (C\$), 1.4% MSCI India Index (C\$), 4.15% S&P Global Infrastructure (C\$), 4.15% FTSE EPRA/NAREIT (C\$)

²². 10.77% FTSE Canada Universe Bond Index, 1.56% JPM Global Gov't C\$ hedged, 3.46% Barclays US Aggregate C\$ hedged, 5.16% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 21.53% S&P/TSX Capped Composite, 2.39% BMO NB Small Cap Index, 21.53% S&P 500 (C\$), 2.39% Russell 2000 Index (C\$), 16.62% MSCI EAFE (C\$), 2.39% MSCI ACW Mid Cap Index (C\$), 3.68% MSCI Emerging Mkts (C\$), 1.23% MSCI India Index (C\$), 3.65% S&P Global Infrastructure (C\$), 3.65% FTSE EPRA/NAREIT (C\$)

²³. 19.1% FTSE Canada Universe Bond Index, 2% JPM Global Gov't C\$ hedged, 7.2% Barclays US Aggregate C\$ hedged, 7.1% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 17.53% S&P/TSX Capped Composite, 1.95% BMO NB Small Cap Index, 17.53% S&P 500 (C\$), 1.95% Russell 2000 Index (C\$), 13.1% MSCI EAFE (C\$), 1.94% MSCI ACW Mid Cap Index (C\$), 3.3% MSCI Emerging Mkts (C\$), 1.1% MSCI India Index (C\$), 3.1% S&P Global Infrastructure (C\$), 3.1% FTSE EPRA/NAREIT (C\$)

²⁴. 32.83% FTSE Canada Universe Bond Index, 2.17% JPM Global Gov't C\$ hedged, 10.83% Barclays US Aggregate C\$ hedged, 7.5% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 12.11% S&P/TSX Capped Composite, 1.35% BMO NB Small Cap Index, 12.11% S&P 500 (C\$), 1.35% Russell 2000 Index (C\$), 8.76% MSCI EAFE (C\$), 1.34% MSCI ACW Mid Cap Index (C\$), 2.5% MSCI Emerging Mkts (C\$), 0.83% MSCI India Index (C\$), 2.33% S&P Global Infrastructure (C\$), 2.33% FTSE EPRA/NAREIT (C\$), 1.67% FTSE Canada 91 Day TBILL Index

²⁵. 37.5% FTSE Canada Universe Bond Index, 2.5% JPM Global Gov't C\$ hedged, 12.5% Barclays US Aggregate C\$ hedged, 7.5% 50% Barclays EM USD Aggregate C\$ hedged/50% Barclays Global High Yield C\$ hedged, 9.32% S&P/TSX Capped Composite, 1.04% BMO NB Small Cap Index, 9.32% S&P 500 (C\$), 1.04% Russell 2000 Index (C\$), 7.27% MSCI EAFE (C\$), 1.03% MSCI ACW Mid Cap Index (C\$), 1.5% MSCI Emerging Mkts (C\$), 0.5% MSCI India Index (C\$), 2% S&P Global Infrastructure (C\$), 2% FTSE EPRA/NAREIT (C\$), 5% FTSE Canada 91 Day TBILL Index

Note: Totals may not equal 100% because of rounding.

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