
SLGI ASSET MANAGEMENT INC.

SEMI-ANNUAL FINANCIAL STATEMENTS

for the period ended June 30, 2021

Sun Life Granite Balanced Class
Sun Life Granite Balanced Growth Class
Sun Life Granite Conservative Class
Sun Life Granite Growth Class
Sun Life Granite Moderate Class

Sun Life MFS Global Growth Class
Sun Life MFS International Opportunities Class
Sun Life MFS U.S. Growth Class
Sun Life Money Market Class



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Sun Life Granite Balanced Class

Statements of Financial Position

As at June 30, 2021 (unaudited) and December 31, 2020

	June 30, 2021 (\$)	December 31, 2020 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	263,503,370	232,771,297
Cash	64,902	942,494
Receivable for investments sold	115,884	24,588
Accrued interest	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	291,188	56,688
	263,975,344	233,795,067
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Accrued expenses	42,113	11,080
Redemptions payable	59,753	21,111
Distributions payable	-	88
Payable for investments purchased	43,624	58,176
Management fees payable	264,019	68,623
Income tax payable	234,035	646,599
Total liabilities (excluding net assets attributable to holders of redeemable securities)	643,544	805,677
Net Assets Attributable to Holders of Redeemable Securities	263,331,800	232,989,390
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	97,256,975	88,415,670
Series AT5	13,933,092	12,948,294
Series F	84,750,631	64,969,983
Series FT5	4,428,629	3,958,186
Series O	62,962,473	62,697,257
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	14.25	13.61
Series AT5	14.30	13.99
Series F	15.55	14.76
Series FT5	15.39	14.98
Series O	14.89	14.07

Approved on behalf of the Board of Directors of the Corporation

“signed” Oricia Smith
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2021 (\$)	2020 (\$)
Investment Income		
Interest income	9,124	11,635
Distributions from underlying funds	-	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	808,397	(793,977)
Change in unrealized appreciation (depreciation) in value of investments	13,310,973	(4,272,206)
Net gains (losses) on investments	14,128,494	(5,054,548)
Total income (loss)	14,128,494	(5,054,548)
Expenses (note 5)		
Management fees	1,334,988	1,158,045
Fixed annual administration fees	212,561	183,161
Independent review committee fees	132	1,500
Total operating expenses	1,547,681	1,342,706
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	12,580,813	(6,397,254)
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	12,580,813	(6,397,254)
Income taxes	-	652,324
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	12,580,813	(7,049,578)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	4,324,442	(2,579,380)
Series AT5	629,070	(562,408)
Series F	3,942,227	(1,993,036)
Series FT5	218,529	(95,574)
Series O	3,466,545	(1,819,180)
Weighted Average Number of Securities Outstanding		
Series A	6,693,940	6,412,534
Series AT5	953,108	991,340
Series F	4,876,715	4,221,898
Series FT5	282,512	140,476
Series O	4,263,735	4,889,981
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	0.65	(0.40)
Series AT5	0.66	(0.57)
Series F	0.81	(0.47)
Series FT5	0.77	(0.68)
Series O	0.81	(0.37)

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

Sun Life Granite Balanced Class (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Securities

For the six months ended June 30 (unaudited)

	Series A		Series AT5		Series F	
	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 88,415,670	79,387,902	12,948,294	13,439,131	64,969,983	55,064,758
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 4,324,442	(2,579,380)	629,070	(562,408)	3,942,227	(1,993,036)
Redeemable Security Transactions						
Proceeds from redeemable securities issued	\$ 18,636,122	16,337,821	1,140,349	2,010,039	23,382,662	13,873,748
Redemption of redeemable securities	\$ (14,119,259)	(13,395,678)	(543,157)	(2,411,761)	(7,544,241)	(9,001,539)
Reinvestment of distributions to holders of redeemable securities	\$ -	189,382	93,410	97,489	-	132,133
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 4,516,863	3,131,525	690,602	(304,233)	15,838,421	5,004,342
Distributions to Holders of Redeemable Securities						
From capital gains	\$ -	(171,561)	-	(30,478)	-	(123,881)
From net investment income	\$ -	-	-	-	-	-
Return of capital	\$ -	-	(334,874)	(344,591)	-	-
	\$ -	(171,561)	(334,874)	(375,069)	-	(123,881)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 8,841,305	380,584	984,798	(1,241,710)	19,780,648	2,887,425
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 97,256,975	79,768,486	13,933,092	12,197,421	84,750,631	57,952,183
Redeemable Security Transactions						
Balance - beginning of period	6,498,476	6,173,949	925,310	964,132	4,401,087	3,994,868
Securities issued	1,341,896	1,329,842	80,875	145,259	1,547,953	1,025,828
Securities issued on reinvestment of distributions	-	13,524	6,557	7,217	-	8,230
Securities redeemed	(1,016,370)	(1,095,740)	(38,361)	(186,220)	(499,125)	(704,733)
Balance - end of period	6,824,002	6,421,575	974,381	930,388	5,449,915	4,324,193

	Series FT5		Series O		Total	
	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 3,958,186	2,218,911	62,697,257	65,115,201	232,989,390	215,225,903
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 218,529	(95,574)	3,466,545	(1,819,180)	12,580,813	(7,049,578)
Redeemable Security Transactions						
Proceeds from redeemable securities issued	\$ 548,650	108,831	6,795,914	5,639,587	50,503,697	37,970,026
Redemption of redeemable securities	\$ (247,422)	(403,765)	(9,997,243)	(9,876,618)	(32,451,322)	(35,089,361)
Reinvestment of distributions to holders of redeemable securities	\$ 57,414	31,055	-	136,873	150,824	586,932
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 358,642	(263,879)	(3,201,329)	(4,100,158)	18,203,199	3,467,597
Distributions to Holders of Redeemable Securities						
From capital gains	\$ -	(4,774)	-	(138,776)	-	(469,470)
From net investment income	\$ -	-	-	-	-	-
Return of capital	\$ (106,728)	(50,334)	-	-	(441,602)	(394,925)
	\$ (106,728)	(55,108)	-	(138,776)	(441,602)	(864,395)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 470,443	(414,561)	265,216	(6,058,114)	30,342,410	(4,446,376)
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 4,428,629	1,804,350	62,962,473	59,057,087	263,331,800	210,779,527
Redeemable Security Transactions						
Balance - beginning of period	264,213	150,434	4,454,712	4,994,010	16,543,798	16,277,393
Securities issued	36,081	7,299	472,292	441,348	3,479,097	2,949,576
Securities issued on reinvestment of distributions	3,812	2,221	-	10,668	10,369	41,860
Securities redeemed	(16,413)	(30,631)	(697,474)	(804,053)	(2,267,743)	(2,821,377)
Balance - end of period	287,693	129,323	4,229,530	4,641,973	17,765,521	16,447,452

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

Sun Life Granite Balanced Class (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2021 (\$)	2020 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	12,580,813	(7,049,578)
Adjustments for:		
Net realized (gain) loss on sale of investments	(808,397)	793,977
Change in unrealized (appreciation) depreciation in value of investments	(13,310,973)	4,272,206
Non-cash income distributions from underlying funds	-	-
Purchases of investments	(25,422,577)	(17,170,394)
Proceeds from sale of investments	8,704,026	16,341,131
Change in accrued interest	-	109
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	195,396	146,640
Change in other payables and accrued expenses	31,033	22,900
Change in income tax payable	(412,564)	(11,575)
Net Cash Provided by (Used in) Operating Activities	(18,443,243)	(2,654,584)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(290,866)	(277,695)
Proceeds from redeemable securities issued	50,269,197	37,980,086
Redemption of redeemable securities	(32,412,680)	(35,158,399)
Net Cash Provided by (Used in) Financing Activities	17,565,651	2,543,992
Net increase (decrease) in cash	(877,592)	(110,592)
Cash (bank indebtedness) at beginning of period	942,494	883,323
Cash (bank indebtedness) at end of period	64,902	772,731
Interest received	9,124	11,744
Income taxes paid	(412,564)	(663,899)
Interest paid	-	-

Schedule of Investments

As at June 30, 2021 (unaudited)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Granite Balanced Portfolio, Series I	16,923,679	231,799,668	263,503,370	
		231,799,668	263,503,370	100.1
Total Investments		231,799,668	263,503,370	100.1
Other Assets less Liabilities			(171,570)	(0.1)
Total Net Assets			263,331,800	100.0

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Granite Balanced Class (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure to financial risk is indirect as a result of its investment in the Sun Life Granite Balanced Portfolio (the "underlying Trust Fund"). Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risk, can be found in note 8 to the financial statements.

(a) Credit risk

The Fund is exposed indirectly to credit risk as a result of its investment in the underlying Trust Fund.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The underlying Trust Fund holds assets and liabilities, indirectly through underlying funds, including cash and cash equivalents. The Fund is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of its investment in the underlying Trust Fund.

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

Sun Life Granite Balanced Class (continued)

(iii) Other market risk

The Fund is exposed indirectly to other market risk as a result of its investment in the underlying Trust Fund.

(c) Liquidity risk

As at June 30, 2021 and December 31, 2020, the majority of the underlying Trust Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The underlying Trust Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	June 30, 2021	December 31, 2020
Exchange-Traded Funds		
U.S. Equities	9.2	10.3
Mutual Funds		
Canadian Fixed Income	12.6	12.9
International Equities	12.0	13.1
Canadian Equities	10.1	9.2
Tactical Balanced	10.1	10.4
U.S. Equities	6.7	6.0
High Yield Fixed Income	3.1	3.2
U.S. Fixed Income	6.9	7.9
Canadian Focused Equities	3.7	4.0
Emerging Markets Equities	4.8	4.5
International Fixed Income	3.9	4.0
Emerging Markets Bonds	2.5	3.0
Global Small/Mid Cap Equities	7.1	5.5
Canadian Money Market	1.9	0.5
Global Equities	5.2	5.1
Other Assets less Liabilities	0.2	0.4
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2021 and December 31, 2020.

	June 30, 2021			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	263,503,370	-	-	263,503,370

	December 31, 2020			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	232,771,297	-	-	232,771,297

There were no transfers between fair value levels during the periods from January 1 to June 30, 2021 and January 1 to December 31, 2020.

Mutual funds

Mutual fund securities held as investments are valued at their respective Net Asset Value per security on the relevant valuation dates and are classified as Level 1.

Interest in Underlying Funds

The Fund invests in redeemable securities of the underlying Trust Fund to gain exposure to the investment objectives and strategies of the underlying Trust Fund. The underlying Trust Fund is generally financed through the capital invested by the Fund, along with other investors, which entitles investors to a proportionate share of the underlying Trust Fund's net assets. The Fund does not provide additional financial or other support to the underlying Trust Fund. The underlying Trust Fund was established in and carries out its operations in Canada. The Fund's interest in the underlying Trust Fund is reported at fair value in "investments" in its Statements of Financial Position and in its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2021 and December 31, 2020, there were no significant interests in the underlying Trust Fund.

Establishment of the Fund

The origin dates on the series of securities of the Fund are shown below:

	Date of creation	Date available for sale
Series A Securities	July 29, 2013	August 01, 2013
Series AT5 Securities	July 29, 2013	August 01, 2013
Series F Securities	July 29, 2013	August 01, 2013
Series FT5 Securities	February 09, 2018	February 09, 2018
Series O Securities	April 01, 2014	April 01, 2014

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

Sun Life Granite Balanced Growth Class

Statements of Financial Position

As at June 30, 2021 (unaudited) and December 31, 2020

	June 30, 2021 (\$)	December 31, 2020 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	82,653,904	77,406,388
Cash	86,383	336,698
Receivable for investments sold	231,238	-
Accrued interest	-	7,236
Distributions receivable from underlying funds	-	-
Subscriptions receivable	31,350	247,496
	83,002,875	77,997,818
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Accrued expenses	13,346	3,690
Redemptions payable	202,566	5,408
Distributions payable	571	467
Payable for investments purchased	-	279,944
Management fees payable	94,464	25,976
Income tax payable	61,998	102,138
Total liabilities (excluding net assets attributable to holders of redeemable securities)	372,945	417,623
Net Assets Attributable to Holders of Redeemable Securities	82,629,930	77,580,195
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	37,533,602	35,638,088
Series AT5	1,725,662	1,441,214
Series AT8	2,569,010	2,566,292
Series F	21,329,797	19,274,166
Series FT5	687,704	376,331
Series FT8	852,113	794,420
Series O	17,932,042	17,489,684
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	14.76	13.94
Series AT5	14.86	14.38
Series AT8	11.58	11.38
Series F	16.03	15.06
Series FT5	15.64	15.05
Series FT8	14.04	13.72
Series O	15.32	14.32

Approved on behalf of the Board of Directors of the Corporation

“signed” Oricia Smith
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2021 (\$)	2020 (\$)
Investment Income		
Interest income	548	1,382
Distributions from underlying funds	-	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	730,943	(137,155)
Change in unrealized appreciation (depreciation) in value of investments	4,714,306	(2,124,590)
Net gains (losses) on investments	5,445,797	(2,260,363)
Total income (loss)	5,445,797	(2,260,363)
Expenses (note 5)		
Management fees	490,199	450,858
Fixed annual administration fees	69,057	64,534
Independent review committee fees	44	526
Total operating expenses	559,300	515,918
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	4,886,497	(2,776,281)
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	4,886,497	(2,776,281)
Income taxes	-	76,758
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	4,886,497	(2,853,039)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	2,101,344	(1,432,628)
Series AT5	90,279	(67,600)
Series AT8	146,143	(331,110)
Series F	1,271,322	(373,471)
Series FT5	34,899	(22,617)
Series FT8	51,054	(148,952)
Series O	1,191,456	(476,661)
Weighted Average Number of Securities Outstanding		
Series A	2,563,899	2,606,846
Series AT5	105,102	98,214
Series AT8	222,799	265,892
Series F	1,280,685	1,230,371
Series FT5	36,500	34,283
Series FT8	58,780	50,886
Series O	1,181,262	1,556,192
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	0.82	(0.55)
Series AT5	0.86	(0.69)
Series AT8	0.66	(1.25)
Series F	0.99	(0.30)
Series FT5	0.96	(0.66)
Series FT8	0.87	(2.93)
Series O	1.01	(0.31)

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

Sun Life Granite Balanced Growth Class (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Securities

For the six months ended June 30 (unaudited)

	Series A		Series AT5		Series AT8		Series F	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 35,638,088	34,198,288	1,441,214	1,449,203	2,566,292	3,506,894	19,274,166	16,388,168
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 2,101,344	(1,432,628)	90,279	(67,600)	146,143	(331,110)	1,271,322	(373,471)
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 4,501,076	4,381,795	310,685	482,168	369	438,081	4,555,311	3,827,340
Redemption of redeemable securities	\$ (4,706,906)	(4,664,519)	(97,550)	(490,001)	(63,269)	(1,186,195)	(3,771,002)	(3,084,092)
Reinvestment of distributions to holders of redeemable securities	\$ -	118,538	19,455	23,168	20,617	30,717	-	58,036
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (205,830)	(164,186)	232,590	15,335	(42,283)	(717,397)	784,309	801,284
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	(108,987)	-	(4,501)	-	(12,149)	-	(51,473)
From net investment income	\$ -	-	-	-	-	-	-	-
Return of capital	\$ -	-	(38,421)	(34,543)	(101,142)	(119,727)	-	-
	\$ -	(108,987)	(38,421)	(39,044)	(101,142)	(131,876)	-	(51,473)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 1,895,514	(1,705,801)	284,448	(91,309)	2,718	(1,180,383)	2,055,631	376,340
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 37,533,602	32,492,487	1,725,662	1,357,894	2,569,010	2,326,511	21,329,797	16,764,508
Redeemable Security Transactions								
Balance - beginning of period	2,557,172	2,602,866	100,211	101,394	225,583	300,063	1,279,766	1,167,104
Securities issued	313,983	355,704	21,264	36,841	32	36,810	294,208	305,092
Securities issued on reinvestment of distributions	-	9,279	1,342	1,731	1,812	2,732	-	4,252
Securities redeemed	(328,380)	(389,953)	(6,678)	(38,225)	(5,505)	(122,854)	(243,763)	(238,764)
Balance - end of period	2,542,775	2,577,896	116,139	101,741	221,922	216,751	1,330,211	1,237,684

	Series FT5		Series FT8		Series O		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 376,331	580,158	794,420	347,434	17,489,684	21,724,321	77,580,195	78,194,466
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 34,899	(22,617)	51,054	(148,952)	1,191,456	(476,661)	4,886,497	(2,853,039)
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 300,032	108,831	60,852	881,764	1,438,860	3,245,613	11,167,185	13,365,592
Redemption of redeemable securities	\$ (20,792)	(368,523)	(50,903)	(772,127)	(2,187,958)	(5,241,708)	(10,898,380)	(15,807,165)
Reinvestment of distributions to holders of redeemable securities	\$ 11,565	10,975	29,090	9,942	-	64,237	80,727	315,613
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 290,805	(248,717)	39,039	119,579	(749,098)	(1,931,858)	349,532	(2,125,960)
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	(2,146)	-	(3,766)	-	(64,269)	-	(247,291)
From net investment income	\$ -	-	-	-	-	-	-	-
Return of capital	\$ (14,331)	(12,421)	(32,400)	(24,473)	-	-	(186,294)	(191,164)
	\$ (14,331)	(14,567)	(32,400)	(28,239)	-	(64,269)	(186,294)	(438,455)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 311,373	(285,901)	57,693	(57,612)	442,358	(2,472,788)	5,049,735	(5,417,454)
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 687,704	294,257	852,113	289,822	17,932,042	19,251,533	82,629,930	72,777,012
Redeemable Security Transactions								
Balance - beginning of period	25,006	39,243	57,901	24,930	1,221,514	1,642,731	5,467,153	5,878,331
Securities issued	19,587	7,290	4,330	62,503	97,749	258,950	751,153	1,063,190
Securities issued on reinvestment of distributions	757	794	2,112	769	-	4,968	6,023	24,525
Securities redeemed	(1,376)	(26,133)	(3,647)	(65,681)	(148,380)	(404,811)	(737,729)	(1,286,421)
Balance - end of period	43,974	21,194	60,696	22,521	1,170,883	1,501,838	5,486,600	5,679,625

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

Sun Life Granite Balanced Growth Class (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2021 (\$)	2020 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	4,886,497	(2,853,039)
Adjustments for:		
Net realized (gain) loss on sale of investments	(730,943)	137,155
Change in unrealized (appreciation) depreciation in value of investments	(4,714,306)	2,124,590
Non-cash income distributions from underlying funds	-	-
Purchases of investments	(6,037,407)	(6,190,071)
Proceeds from sale of investments	5,723,958	9,292,349
Change in accrued interest	7,236	2,173
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	68,488	52,966
Change in other payables and accrued expenses	9,656	7,718
Change in income tax payable	(40,140)	(28,112)
Net Cash Provided by (Used in) Operating Activities	(826,961)	2,545,729
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(105,463)	(123,524)
Proceeds from redeemable securities issued	11,383,331	13,382,829
Redemption of redeemable securities	(10,701,222)	(15,816,147)
Net Cash Provided by (Used in) Financing Activities	576,646	(2,556,842)
Net increase (decrease) in cash	(250,315)	(11,113)
Cash (bank indebtedness) at beginning of period	336,698	327,491
Cash (bank indebtedness) at end of period	86,383	316,378
Interest received	7,784	3,555
Income taxes paid	(40,140)	(104,870)
Interest paid	-	-

Schedule of Investments

As at June 30, 2021 (unaudited)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Granite Balanced Growth Portfolio, Series I	4,900,797	70,458,933	82,653,904	
		70,458,933	82,653,904	100.0
Total Investments		70,458,933	82,653,904	100.0
Other Assets less Liabilities			(23,974)	0.0
Total Net Assets			82,629,930	100.0

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Granite Balanced Growth Class (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure to financial risk is indirect as a result of its investment in the Sun Life Granite Balanced Growth Portfolio (the "underlying Trust Fund"). Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risk, can be found in note 8 to the financial statements.

(a) Credit risk

The Fund is exposed indirectly to credit risk as a result of its investment in the underlying Trust Fund.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The underlying Trust Fund holds assets and liabilities, indirectly through underlying funds, including cash and cash equivalents. The Fund is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of its investment in the underlying Trust Fund.

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

Sun Life Granite Balanced Growth Class (continued)

(iii) Other market risk

The Fund is exposed indirectly to other market risk as a result of its investment in the underlying Trust Fund.

(c) Liquidity risk

As at June 30, 2021 and December 31, 2020, the majority of the underlying Trust Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The underlying Trust Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	June 30, 2021	December 31, 2020
Exchange-Traded Funds		
U.S. Equities	11.5	12.3
Mutual Funds		
Canadian Fixed Income	8.0	8.0
International Equities	14.2	15.4
Tactical Balanced	10.1	10.1
Canadian Equities	11.5	10.7
U.S. Equities	7.8	7.0
Global Equities	5.9	5.8
International Fixed Income	3.2	3.1
High Yield Fixed Income	2.8	3.0
Canadian Focused Equities	4.3	4.6
Emerging Markets Equities	5.4	4.9
Emerging Markets Bonds	2.3	2.8
U.S. Fixed Income	4.0	5.0
Global Small/Mid Cap Equities	7.7	6.3
Canadian Money Market	1.1	0.4
Other Assets less Liabilities	0.2	0.6
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2021 and December 31, 2020.

	June 30, 2021			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Mutual Funds	82,653,904	-	-	82,653,904

	December 31, 2020			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Mutual Funds	77,406,388	-	-	77,406,388

There were no transfers between fair value levels during the periods from January 1 to June 30, 2021 and January 1 to December 31, 2020.

Mutual funds

Mutual fund securities held as investments are valued at their respective Net Asset Value per security on the relevant valuation dates and are classified as Level 1.

Related Party Transactions

Seed Capital Investment by the Manager

SLGI Asset Management Inc. (the "Manager") is the sponsor of the Fund. Investment by the Manager, from time to time, in the Fund is for the purposes of seed money investments. As at June 30, 2021 and December 31, 2020, the Manager held the following positions in the Fund:

	June 30, 2021	
	Securities	Market Value (\$)
Series FT5	868	13,577

	December 31, 2020	
	Securities	Market Value (\$)
Series FT5	846	12,726

The following are transactions in the Fund by the Manager from January 1 to June 30, 2021 and January 1 to December 31, 2020. If applicable, distributions were reinvested into shares of the same series of the same Fund.

	June 30, 2021		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series FT5	20	-	322

	December 31, 2020		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series FT5	41	-	709

Interest in Underlying Funds

The Fund invests in redeemable securities of the underlying Trust Fund to gain exposure to the investment objectives and strategies of the underlying Trust Fund. The underlying Trust Fund is generally financed through the capital invested by the Fund, along with other investors, which entitles investors to a proportionate share of the underlying Trust Fund's net assets. The Fund does not provide additional financial or other support to the underlying Trust Fund. The underlying Trust Fund was established in and carries out its operations in Canada. The Fund's interest in the underlying Trust Fund is reported at fair value in "investments" in its Statements of Financial Position and in its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2021 and December 31, 2020, there were no significant interests in the underlying Trust Fund.

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

Sun Life Granite Balanced Growth Class (continued)

Establishment of the Fund

The origin dates on the series of securities of the Fund are shown below:

	Date of creation	Date available for sale
Series A Securities	July 29, 2013	August 01, 2013
Series AT5 Securities	July 29, 2013	August 01, 2013
Series AT8 Securities	July 29, 2013	August 01, 2013
Series F Securities	July 29, 2013	August 01, 2013
Series FT5 Securities	February 09, 2018	February 09, 2018
Series FT8 Securities	February 09, 2018	February 09, 2018
Series O Securities	April 01, 2014	April 01, 2014

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

Sun Life Granite Conservative Class

Statements of Financial Position

As at June 30, 2021 (unaudited) and December 31, 2020

	June 30, 2021 (\$)	December 31, 2020 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	261,910,216	245,698,174
Cash	93,248	1,330,346
Receivable for investments sold	253,541	55,089
Accrued interest	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	348,568	128,725
	262,605,573	247,212,334
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Accrued expenses	42,839	11,899
Redemptions payable	458,301	3,871
Distributions payable	238	31
Payable for investments purchased	36,511	409,329
Management fees payable	240,225	66,660
Income tax payable	313,772	705,156
Total liabilities (excluding net assets attributable to holders of redeemable securities)	1,091,886	1,196,946
Net Assets Attributable to Holders of Redeemable Securities	261,513,687	246,015,388
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	97,658,288	95,705,005
Series AT5	11,827,312	11,632,973
Series F	101,872,472	86,787,417
Series FT5	3,117,177	2,964,318
Series O	47,038,438	48,925,675
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	12.48	12.34
Series AT5	12.60	12.78
Series F	13.33	13.12
Series FT5	14.38	14.52
Series O	13.26	13.00

Approved on behalf of the Board of Directors of the Corporation

“signed” Oricia Smith
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2021 (\$)	2020 (\$)
Investment Income		
Interest income	6,999	74,226
Distributions from underlying funds	-	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	388,085	(709,472)
Change in unrealized appreciation (depreciation) in value of investments	5,007,987	11,217
Net gains (losses) on investments	5,403,071	(624,029)
Total income (loss)	5,403,071	(624,029)
Expenses (note 5)		
Management fees	1,245,236	1,110,862
Fixed annual administration fees	221,927	191,639
Independent review committee fees	140	1,564
Total operating expenses	1,467,303	1,304,065
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	3,935,768	(1,928,094)
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	3,935,768	(1,928,094)
Income taxes	110,291	398,015
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	3,825,477	(2,326,109)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	1,139,319	(1,202,265)
Series AT5	130,698	(118,114)
Series F	1,580,711	(780,807)
Series FT5	47,380	(16,595)
Series O	927,369	(208,328)
Weighted Average Number of Securities Outstanding		
Series A	7,810,857	7,652,524
Series AT5	917,624	867,038
Series F	7,099,113	5,248,038
Series FT5	212,537	174,935
Series O	3,656,946	4,161,399
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	0.15	(0.16)
Series AT5	0.14	(0.14)
Series F	0.22	(0.15)
Series FT5	0.22	(0.09)
Series O	0.25	(0.05)

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

Sun Life Granite Conservative Class (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Securities

For the six months ended June 30 (unaudited)

	Series A		Series AT5		Series F	
	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 95,705,005	90,343,250	11,632,973	10,808,615	86,787,417	55,025,937
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 1,139,319	(1,202,265)	130,698	(118,114)	1,580,711	(780,807)
Redeemable Security Transactions						
Proceeds from redeemable securities issued	\$ 19,797,926	15,412,180	1,068,484	1,221,752	29,565,589	26,911,867
Redemption of redeemable securities	\$ (18,984,999)	(16,420,604)	(784,038)	(1,068,646)	(16,061,245)	(9,921,058)
Reinvestment of distributions to holders of redeemable securities	\$ 1,037	93,258	73,267	97,199	-	62,447
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 813,964	(915,166)	357,713	250,305	13,504,344	17,053,256
Distributions to Holders of Redeemable Securities						
From capital gains	\$ -	(66,774)	-	(8,063)	-	(48,259)
From net investment income	\$ -	-	-	-	-	-
Return of capital	\$ -	-	(294,072)	(280,213)	-	-
	\$ -	(66,774)	(294,072)	(288,276)	-	(48,259)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 1,953,283	(2,184,205)	194,339	(156,085)	15,085,055	16,224,190
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 97,658,288	88,159,045	11,827,312	10,652,530	101,872,472	71,250,127
Redeemable Security Transactions						
Balance - beginning of period	7,755,518	7,642,682	910,336	838,591	6,613,009	4,415,008
Securities issued	1,607,156	1,324,720	84,984	96,069	2,250,977	2,159,126
Securities issued on reinvestment of distributions	85	5,681	5,847	7,342	-	3,250
Securities redeemed	(1,539,847)	(1,441,227)	(62,615)	(85,340)	(1,223,351)	(828,854)
Balance - end of period	7,822,912	7,531,856	938,552	856,662	7,640,635	5,748,530

	Series FT5		Series O		Total	
	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 2,964,318	2,441,061	48,925,675	56,224,927	246,015,388	214,843,790
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 47,380	(16,595)	927,369	(208,328)	3,825,477	(2,326,109)
Redeemable Security Transactions						
Proceeds from redeemable securities issued	\$ 257,874	1,002,417	4,424,523	5,635,681	55,114,396	50,183,897
Redemption of redeemable securities	\$ (89,942)	(736,999)	(7,239,129)	(13,992,677)	(43,159,353)	(42,139,984)
Reinvestment of distributions to holders of redeemable securities	\$ 15,033	16,757	-	39,393	89,337	309,054
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 182,965	282,175	(2,814,606)	(8,317,603)	12,044,380	8,352,967
Distributions to Holders of Redeemable Securities						
From capital gains	\$ -	(2,144)	-	(39,393)	-	(164,633)
From net investment income	\$ -	-	-	-	-	-
Return of capital	\$ (77,486)	(65,141)	-	-	(371,558)	(345,354)
	\$ (77,486)	(67,285)	-	(39,393)	(371,558)	(509,987)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 152,859	198,295	(1,887,237)	(8,565,324)	15,498,299	5,516,871
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 3,117,177	2,639,356	47,038,438	47,659,603	261,513,687	220,360,661
Redeemable Security Transactions						
Balance - beginning of period	204,185	168,209	3,763,122	4,591,764	19,246,170	17,656,254
Securities issued	17,808	69,525	339,840	464,214	4,300,765	4,113,654
Securities issued on reinvestment of distributions	1,053	1,158	-	3,201	6,985	20,632
Securities redeemed	(6,253)	(51,203)	(555,700)	(1,161,506)	(3,387,766)	(3,568,130)
Balance - end of period	216,793	187,689	3,547,262	3,897,673	20,166,154	18,222,410

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

Sun Life Granite Conservative Class (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2021 (\$)	2020 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	3,825,477	(2,326,109)
Adjustments for:		
Net realized (gain) loss on sale of investments	(388,085)	709,472
Change in unrealized (appreciation) depreciation in value of investments	(5,007,987)	(11,217)
Non-cash income distributions from underlying funds	-	-
Purchases of investments	(23,840,104)	(25,557,569)
Proceeds from sale of investments	12,452,864	19,788,840
Change in accrued interest	-	417
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	173,565	144,508
Change in other payables and accrued expenses	30,940	25,386
Change in income tax payable	(391,384)	(326,007)
Net Cash Provided by (Used in) Operating Activities	(13,144,714)	(7,552,279)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(282,014)	(200,933)
Proceeds from redeemable securities issued	54,894,553	50,159,395
Redemption of redeemable securities	(42,704,923)	(41,760,762)
Net Cash Provided by (Used in) Financing Activities	11,907,616	8,197,700
Net increase (decrease) in cash	(1,237,098)	645,421
Cash (bank indebtedness) at beginning of period	1,330,346	551,173
Cash (bank indebtedness) at end of period	93,248	1,196,594
Interest received	6,999	74,643
Income taxes paid	(501,675)	(724,022)
Interest paid	-	-

Schedule of Investments

As at June 30, 2021 (unaudited)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Granite Conservative Portfolio, Series I	20,685,070	249,474,997	261,910,216	
		249,474,997	261,910,216	100.2
Total Investments		249,474,997	261,910,216	100.2
Other Assets less Liabilities			(396,529)	(0.2)
Total Net Assets			261,513,687	100.0

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Granite Conservative Class (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure to financial risk is indirect as a result of its investment in the Sun Life Granite Conservative Portfolio (the "underlying Trust Fund"). Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risk, can be found in note 8 to the financial statements.

(a) Credit risk

The Fund is exposed indirectly to credit risk as a result of its investment in the underlying Trust Fund.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The underlying Trust Fund holds assets and liabilities, indirectly through underlying funds, including cash and cash equivalents. The Fund is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of its investment in the underlying Trust Fund.

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

Sun Life Granite Conservative Class (continued)

(iii) Other market risk

The Fund is exposed indirectly to other market risk as a result of its investment in the underlying Trust Fund.

(c) Liquidity risk

As at June 30, 2021 and December 31, 2020, the majority of the underlying Trust Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The underlying Trust Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	June 30, 2021	December 31, 2020
Exchange-Traded Funds		
U.S. Equities	3.3	4.8
Mutual Funds		
Canadian Fixed Income	27.8	28.1
Tactical Balanced	11.8	11.7
U.S. Fixed Income	14.7	17.6
High Yield Fixed Income	3.4	3.6
International Equities	5.3	6.3
Canadian Equities	4.4	3.8
International Fixed Income	7.7	5.7
U.S. Equities	3.9	3.6
Canadian Focused Equities	1.9	2.3
Emerging Markets Equities	3.3	2.3
Global Equities	2.2	2.1
Emerging Markets Bonds	2.8	3.7
Global Small/Mid Cap Equities	4.3	2.7
Canadian Money Market	3.1	1.3
Other Assets less Liabilities	0.1	0.4
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2021 and December 31, 2020.

	June 30, 2021			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	261,910,216	-	-	261,910,216

	December 31, 2020			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	245,698,174	-	-	245,698,174

There were no transfers between fair value levels during the periods from January 1 to June 30, 2021 and January 1 to December 31, 2020.

Mutual funds

Mutual fund securities held as investments are valued at their respective Net Asset Value per security on the relevant valuation dates and are classified as Level 1.

Interest in Underlying Funds

The Fund invests in redeemable securities of the underlying Trust Fund to gain exposure to the investment objectives and strategies of the underlying Trust Fund. The underlying Trust Fund is generally financed through the capital invested by the Fund, along with other investors, which entitles investors to a proportionate share of the underlying Trust Fund's net assets. The Fund does not provide additional financial or other support to the underlying Trust Fund. The underlying Trust Fund was established in and carries out its operations in Canada. The Fund's interest in the underlying Trust Fund is reported at fair value in "investments" in its Statements of Financial Position and in its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2021 and December 31, 2020, there were no significant interests in the underlying Trust Fund.

Establishment of the Fund

The origin dates on the series of securities of the Fund are shown below:

	Date of creation	Date available for sale
Series A Securities	July 29, 2013	August 01, 2013
Series AT5 Securities	July 29, 2013	August 01, 2013
Series F Securities	July 29, 2013	August 01, 2013
Series FT5 Securities	February 09, 2018	February 09, 2018
Series O Securities	April 01, 2014	April 01, 2014

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

Sun Life Granite Growth Class

Statements of Financial Position

As at June 30, 2021 (unaudited) and December 31, 2020

	June 30, 2021 (\$)	December 31, 2020 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	75,322,518	63,710,846
Cash	257,556	455,316
Receivable for investments sold	22,008	-
Accrued interest	-	570
Distributions receivable from underlying funds	-	-
Subscriptions receivable	6,670	8,562
	75,608,752	64,175,294
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Accrued expenses	11,895	1,459
Redemptions payable	29,442	4,125
Distributions payable	1,299	-
Payable for investments purchased	115,521	182,556
Management fees payable	78,136	20,270
Income tax payable	30,995	107,864
Total liabilities (excluding net assets attributable to holders of redeemable securities)	267,288	316,274
Net Assets Attributable to Holders of Redeemable Securities	75,341,464	63,859,020
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	29,207,904	26,255,012
Series AT5	437,405	450,049
Series AT8	920,351	916,777
Series F	24,865,793	19,705,804
Series FT5	231,861	165,010
Series FT8	132,481	127,499
Series O	19,545,669	16,238,869
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	15.33	14.32
Series AT5	15.42	14.77
Series AT8	11.98	11.64
Series F	16.71	15.53
Series FT5	15.97	15.21
Series FT8	14.36	13.88
Series O	15.74	14.56

Approved on behalf of the Board of Directors of the Corporation

“signed” Oricia Smith
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2021 (\$)	2020 (\$)
Investment Income		
Interest income	6,006	3,309
Distributions from underlying funds	-	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	473,770	(231,520)
Change in unrealized appreciation (depreciation) in value of investments	4,920,682	(2,077,720)
Net gains (losses) on investments	5,400,458	(2,305,931)
Total income (loss)	5,400,458	(2,305,931)
Expenses (note 5)		
Management fees	394,989	314,843
Fixed annual administration fees	59,353	49,491
Independent review committee fees	39	406
Total operating expenses	454,381	364,740
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	4,946,077	(2,670,671)
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	4,946,077	(2,670,671)
Income taxes	-	116,365
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	4,946,077	(2,787,036)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	1,855,784	(1,072,013)
Series AT5	28,565	(31,401)
Series AT8	62,140	(33,491)
Series F	1,614,033	(734,396)
Series FT5	15,321	14,649
Series FT8	9,500	(504)
Series O	1,360,734	(929,880)
Weighted Average Number of Securities Outstanding		
Series A	1,853,169	1,760,724
Series AT5	28,402	31,923
Series AT8	77,900	56,507
Series F	1,381,247	1,071,970
Series FT5	13,802	5,419
Series FT8	9,201	858
Series O	1,151,364	1,494,209
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	1.00	(0.61)
Series AT5	1.01	(0.98)
Series AT8	0.80	(0.59)
Series F	1.17	(0.69)
Series FT5	1.11	2.70
Series FT8	1.03	(0.59)
Series O	1.18	(0.62)

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

Sun Life Granite Growth Class (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Securities

For the six months ended June 30 (unaudited)

	Series A		Series AT5		Series AT8		Series F	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 26,255,012	23,069,962	450,049	490,709	916,777	678,005	19,705,804	15,099,107
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 1,855,784	(1,072,013)	28,565	(31,401)	62,140	(33,491)	1,614,033	(734,396)
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 5,641,986	4,990,339	2,036	1,872	7,393	29,421	6,243,948	4,370,202
Redemption of redeemable securities	\$ (4,544,903)	(3,580,951)	(42,700)	(58,429)	(36,906)	(47,021)	(2,697,997)	(3,242,286)
Reinvestment of distributions to holders of redeemable securities	\$ 25	76,953	9,805	12,104	7,155	9,047	5	52,940
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 1,097,108	1,486,341	(30,859)	(44,453)	(22,358)	(8,553)	3,545,956	1,180,856
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	(72,382)	-	(1,511)	-	(2,097)	-	(48,889)
From net investment income	\$ -	-	-	-	-	-	-	-
Return of capital	\$ -	-	(10,350)	(11,553)	(36,208)	(27,006)	-	-
	\$ -	(72,382)	(10,350)	(13,064)	(36,208)	(29,103)	-	(48,889)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 2,952,892	341,946	(12,644)	(88,918)	3,574	(71,147)	5,159,989	397,571
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 29,207,904	23,411,908	437,405	401,791	920,351	606,858	24,865,793	15,496,678
Redeemable Security Transactions								
Balance - beginning of period	1,833,312	1,710,857	30,464	33,423	78,741	56,708	1,269,080	1,044,570
Securities issued	380,505	396,959	146	151	625	2,612	386,164	326,666
Securities issued on reinvestment of distributions	2	5,541	642	880	602	816	-	3,403
Securities redeemed	(308,014)	(284,132)	(2,884)	(4,812)	(3,123)	(4,249)	(167,257)	(251,513)
Balance - end of period	1,905,805	1,829,225	28,368	29,642	76,845	55,887	1,487,987	1,123,126

	Series FT5		Series FT8		Series O		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 165,010	11,838	127,499	11,838	16,238,869	23,010,757	63,859,020	62,372,216
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 15,321	14,649	9,500	(504)	1,360,734	(929,880)	4,946,077	(2,787,036)
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 55,336	125,350	69	-	5,093,912	705,545	17,044,680	10,222,729
Redemption of redeemable securities	\$ -	-	-	-	(3,147,850)	(5,937,410)	(10,470,356)	(12,866,097)
Reinvestment of distributions to holders of redeemable securities	\$ 1,466	375	525	543	4	64,924	18,985	216,886
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 56,802	125,725	594	543	1,946,066	(5,166,941)	6,593,309	(2,426,482)
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	(37)	-	(37)	-	(64,924)	-	(189,877)
From net investment income	\$ -	-	-	-	-	-	-	-
Return of capital	\$ (5,272)	(2,107)	(5,112)	(484)	-	-	(56,942)	(41,150)
	\$ (5,272)	(2,144)	(5,112)	(521)	-	(64,924)	(56,942)	(231,027)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 66,851	138,230	4,982	(482)	3,306,800	(6,161,745)	11,482,444	(5,444,545)
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 231,861	150,068	132,481	11,356	19,545,669	16,849,012	75,341,464	56,927,671
Redeemable Security Transactions								
Balance - beginning of period	10,850	793	9,184	841	1,115,629	1,714,589	4,347,260	4,561,781
Securities issued	3,571	10,001	5	-	334,992	54,491	1,106,008	790,880
Securities issued on reinvestment of distributions	94	27	37	42	-	4,983	1,377	15,692
Securities redeemed	-	-	-	-	(208,560)	(465,152)	(689,838)	(1,009,858)
Balance - end of period	14,515	10,821	9,226	883	1,242,061	1,308,911	4,764,807	4,358,495

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

Sun Life Granite Growth Class (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2021 (\$)	2020 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	4,946,077	(2,787,036)
Adjustments for:		
Net realized (gain) loss on sale of investments	(473,770)	231,520
Change in unrealized (appreciation) depreciation in value of investments	(4,920,682)	2,077,720
Non-cash income distributions from underlying funds	-	-
Purchases of investments	(9,942,518)	(6,715,583)
Proceeds from sale of investments	3,636,255	9,842,063
Change in accrued interest	570	(578)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	57,866	41,077
Change in other payables and accrued expenses	10,436	5,968
Change in income tax payable	(76,869)	5,616
Net Cash Provided by (Used in) Operating Activities	(6,762,635)	2,700,767
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(36,658)	(16,560)
Proceeds from redeemable securities issued	17,046,572	10,216,434
Redemption of redeemable securities	(10,445,039)	(12,871,092)
Net Cash Provided by (Used in) Financing Activities	6,564,875	(2,671,218)
Net increase (decrease) in cash	(197,760)	29,549
Cash (bank indebtedness) at beginning of period	455,316	307,774
Cash (bank indebtedness) at end of period	257,556	337,323
Interest received	6,576	2,731
Income taxes paid	(76,869)	(110,749)
Interest paid	-	-

Schedule of Investments

As at June 30, 2021 (unaudited)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Granite Growth Portfolio, Series I	4,272,454	63,376,291	75,322,518	
		63,376,291	75,322,518	100.0
Total Investments		63,376,291	75,322,518	100.0
Other Assets less Liabilities			18,946	0.0
Total Net Assets			75,341,464	100.0

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Granite Growth Class (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure to financial risk is indirect as a result of its investment in the Sun Life Granite Growth Portfolio (the "underlying Trust Fund"). Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risk, can be found in note 8 to the financial statements.

(a) Credit risk

The Fund is exposed indirectly to credit risk as a result of its investment in the underlying Trust Fund.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The underlying Trust Fund holds assets and liabilities, indirectly through underlying funds, including cash and cash equivalents. The Fund is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of its investment in the underlying Trust Fund.

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

Sun Life Granite Growth Class (continued)

(iii) Other market risk

The Fund is exposed indirectly to other market risk as a result of its investment in the underlying Trust Fund.

(c) Liquidity risk

As at June 30, 2021 and December 31, 2020, the majority of the underlying Trust Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The underlying Trust Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	June 30, 2021	December 31, 2020
Exchange-Traded Funds		
U.S. Equities	13.5	13.9
Mutual Funds		
International Equities	16.2	17.6
Canadian Equities	13.3	12.4
Tactical Balanced	8.9	9.4
Canadian Fixed Income	3.1	3.0
International Fixed Income	2.6	2.4
Global Equities	6.9	6.9
U.S. Equities	8.7	7.9
Canadian Focused Equities	4.9	5.3
High Yield Fixed Income	2.5	2.7
Emerging Markets Equities	5.9	5.4
Emerging Markets Bonds	2.0	2.5
U.S. Fixed Income	1.5	2.0
Global Small/Mid Cap Equities	9.0	7.3
Canadian Money Market	0.8	0.4
Other Assets less Liabilities	0.2	0.9
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2021 and December 31, 2020.

	June 30, 2021			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Mutual Funds	75,322,518	-	-	75,322,518

	December 31, 2020			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Mutual Funds	63,710,846	-	-	63,710,846

There were no transfers between fair value levels during the periods from January 1 to June 30, 2021 and January 1 to December 31, 2020.

Mutual funds

Mutual fund securities held as investments are valued at their respective Net Asset Value per security on the relevant valuation dates and are classified as Level 1.

Related Party Transactions

Seed Capital Investment by the Manager

SLGI Asset Management Inc. (the "Manager") is the sponsor of the Fund. Investment by the Manager, from time to time, in the Fund is for the purposes of seed money investments. As at June 30, 2021 and December 31, 2020, the Manager held the following positions in the Fund:

	June 30, 2021	
	Securities	Market Value (\$)
Series FT5	868	13,866
Series FT8	965	13,863

	December 31, 2020	
	Securities	Market Value (\$)
Series FT5	846	12,861
Series FT8	926	12,861

The following are transactions in the Fund by the Manager from January 1 to June 30, 2021 and January 1 to December 31, 2020. If applicable, distributions were reinvested into shares of the same series of the same Fund.

	June 30, 2021		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series FT5	21	-	325
Series FT8	21	-	524

	December 31, 2020		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series FT5	41	-	705
Series FT8	41	-	1,086

Interest in Underlying Funds

The Fund invests in redeemable securities of the underlying Trust Fund to gain exposure to the investment objectives and strategies of the underlying Trust Fund. The underlying Trust Fund is generally financed through the capital invested by the Fund, along with other investors, which entitles investors to a proportionate share of the underlying Trust Fund's net assets. The Fund does not provide additional financial or other support to the underlying Trust Fund. The underlying Trust Fund was established in and carries out its operations in Canada. The Fund's interest in the underlying Trust Fund is reported at fair value in "investments" in its Statements of Financial Position and in its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

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

Sun Life Granite Growth Class (continued)

As at June 30, 2021 and December 31, 2020, there were no significant interests in the underlying Trust Fund.

Establishment of the Fund

The origin dates on the series of securities of the Fund are shown below:

	Date of creation	Date available for sale
Series A Securities	July 29, 2013	August 01, 2013
Series AT5 Securities	July 29, 2013	August 01, 2013
Series AT8 Securities	July 29, 2013	August 01, 2013
Series F Securities	July 29, 2013	August 01, 2013
Series FT5 Securities	February 09, 2018	February 09, 2018
Series FT8 Securities	February 09, 2018	February 09, 2018
Series O Securities	April 01, 2014	April 01, 2014

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

Sun Life Granite Moderate Class

Statements of Financial Position

As at June 30, 2021 (unaudited) and December 31, 2020

	June 30, 2021 (\$)	December 31, 2020 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	144,347,688	137,557,309
Cash	449,249	93,135
Receivable for investments sold	132,265	154,862
Accrued interest	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	990,673	200,685
	145,919,875	138,005,991
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Accrued expenses	23,604	6,638
Redemptions payable	66,774	114,292
Distributions payable	451	2,954
Payable for investments purchased	-	-
Management fees payable	146,861	40,333
Income tax payable	177,106	418,941
Total liabilities (excluding net assets attributable to holders of redeemable securities)	414,796	583,158
Net Assets Attributable to Holders of Redeemable Securities	145,505,079	137,422,833
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	59,437,803	56,506,884
Series AT5	8,041,822	6,968,885
Series F	36,627,673	28,757,669
Series FT5	4,832,254	6,700,476
Series O	36,565,527	38,488,919
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	13.67	13.21
Series AT5	13.75	13.62
Series F	14.90	14.31
Series FT5	15.01	14.79
Series O	14.43	13.81

Approved on behalf of the Board of Directors of the Corporation

“signed” Oricia Smith
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2021 (\$)	2020 (\$)
Investment Income		
Interest income	2,981	4,486
Distributions from underlying funds	-	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	685,646	(306,720)
Change in unrealized appreciation (depreciation) in value of investments	5,603,609	(2,193,873)
Net gains (losses) on investments	6,292,236	(2,496,107)
Total income (loss)	6,292,236	(2,496,107)
Expenses (note 5)		
Management fees	760,198	685,475
Fixed annual administration fees	122,238	114,715
Independent review committee fees	76	938
Total operating expenses	882,512	801,128
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	5,409,724	(3,297,235)
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	5,409,724	(3,297,235)
Income taxes	745	263,887
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	5,408,979	(3,561,122)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	2,020,335	(1,516,946)
Series AT5	254,249	(353,320)
Series F	1,320,000	(345,385)
Series FT5	213,424	(253,270)
Series O	1,600,971	(1,092,201)
Weighted Average Number of Securities Outstanding		
Series A	4,350,490	4,163,164
Series AT5	549,770	572,194
Series F	2,207,141	1,811,301
Series FT5	348,785	456,657
Series O	2,592,485	3,421,153
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	0.46	(0.36)
Series AT5	0.46	(0.62)
Series F	0.60	(0.19)
Series FT5	0.61	(0.55)
Series O	0.62	(0.32)

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

Sun Life Granite Moderate Class (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Securities

For the six months ended June 30 (unaudited)

	Series A		Series AT5		Series F	
	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 56,506,884	52,918,693	6,968,885	8,671,992	28,757,669	24,102,366
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 2,020,335	(1,516,946)	254,249	(353,320)	1,320,000	(345,385)
Redeemable Security Transactions						
Proceeds from redeemable securities issued	\$ 9,905,034	6,842,089	1,726,621	615,997	11,043,749	5,009,023
Redemption of redeemable securities	\$ (8,994,450)	(8,250,854)	(785,580)	(2,163,057)	(4,493,745)	(3,640,663)
Reinvestment of distributions to holders of redeemable securities	\$ -	90,388	66,542	79,279	-	40,566
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 910,584	(1,318,377)	1,007,583	(1,467,781)	6,550,004	1,408,926
Distributions to Holders of Redeemable Securities						
From capital gains	\$ -	(75,608)	-	(12,344)	-	(33,569)
From net investment income	\$ -	-	-	-	-	-
Return of capital	\$ -	-	(188,895)	(194,091)	-	-
	\$ -	(75,608)	(188,895)	(206,435)	-	(33,569)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 2,930,919	(2,910,931)	1,072,937	(2,027,536)	7,870,004	1,029,972
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 59,437,803	50,007,762	8,041,822	6,644,456	36,627,673	25,132,338
Redeemable Security Transactions						
Balance - beginning of period	4,278,918	4,204,601	511,608	634,057	2,009,109	1,787,238
Securities issued	742,743	566,628	125,919	48,211	757,861	392,451
Securities issued on reinvestment of distributions	-	6,036	4,855	5,853	-	2,411
Securities redeemed	(672,653)	(688,621)	(57,422)	(174,800)	(308,212)	(275,520)
Balance - end of period	4,349,008	4,088,644	584,960	513,321	2,458,758	1,906,580

	Series FT5		Series O		Total	
	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 6,700,476	7,390,313	38,488,919	47,038,417	137,422,833	140,121,781
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 213,424	(253,270)	1,600,971	(1,092,201)	5,408,979	(3,561,122)
Redeemable Security Transactions						
Proceeds from redeemable securities issued	\$ 92,063	50,298	3,023,914	5,701,184	25,791,381	18,218,591
Redemption of redeemable securities	\$ (2,050,838)	(1,270,310)	(6,548,277)	(12,492,370)	(22,872,890)	(27,817,254)
Reinvestment of distributions to holders of redeemable securities	\$ 1,085	8,216	-	65,368	67,627	283,817
Capitalized distributions	\$ -	-	-	-	-	-
	\$ (1,957,690)	(1,211,796)	(3,524,363)	(6,725,818)	2,986,118	(9,314,846)
Distributions to Holders of Redeemable Securities						
From capital gains	\$ -	(10,550)	-	(66,647)	-	(198,718)
From net investment income	\$ -	-	-	-	-	-
Return of capital	\$ (123,956)	(164,909)	-	-	(312,851)	(359,000)
	\$ (123,956)	(175,459)	-	(66,647)	(312,851)	(557,718)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ (1,868,222)	(1,640,525)	(1,923,392)	(7,884,666)	8,082,246	(13,433,686)
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 4,832,254	5,749,788	36,565,527	39,153,751	145,505,079	126,688,095
Redeemable Security Transactions						
Balance - beginning of period	453,136	503,472	2,787,066	3,644,852	10,039,837	10,774,220
Securities issued	6,124	3,568	215,499	467,450	1,848,146	1,478,308
Securities issued on reinvestment of distributions	74	585	-	5,112	4,929	19,997
Securities redeemed	(137,339)	(96,054)	(468,287)	(1,025,858)	(1,643,913)	(2,260,853)
Balance - end of period	321,995	411,571	2,534,278	3,091,556	10,248,999	10,011,672

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

Sun Life Granite Moderate Class (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2021 (\$)	2020 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	5,408,979	(3,561,122)
Adjustments for:		
Net realized (gain) loss on sale of investments	(685,646)	306,720
Change in unrealized (appreciation) depreciation in value of investments	(5,603,609)	2,193,873
Non-cash income distributions from underlying funds	-	-
Purchases of investments	(9,099,770)	(9,893,883)
Proceeds from sale of investments	8,621,243	19,158,020
Change in accrued interest	-	5
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	106,528	81,753
Change in other payables and accrued expenses	16,966	13,619
Change in income tax payable	(241,835)	(166,263)
Net Cash Provided by (Used in) Operating Activities	(1,477,144)	8,132,722
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(247,727)	(274,438)
Proceeds from redeemable securities issued	25,001,393	18,395,812
Redemption of redeemable securities	(22,920,408)	(27,610,043)
Net Cash Provided by (Used in) Financing Activities	1,833,258	(9,488,669)
Net increase (decrease) in cash	356,114	(1,355,947)
Cash (bank indebtedness) at beginning of period	93,135	100,655
Cash (bank indebtedness) at end of period	449,249	(1,255,292)
Interest received	2,981	4,491
Income taxes paid	(242,580)	(430,150)
Interest paid	-	-

Schedule of Investments

As at June 30, 2021 (unaudited)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Granite Moderate Portfolio, Series I	9,660,081	129,356,362	144,347,688	
		129,356,362	144,347,688	99.2
Total Investments		129,356,362	144,347,688	99.2
Other Assets less Liabilities			1,157,391	0.8
Total Net Assets			145,505,079	100.0

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Granite Moderate Class (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure to financial risk is indirect as a result of its investment in the Sun Life Granite Moderate Portfolio (the "underlying Trust Fund"). Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risk, can be found in note 8 to the financial statements.

(a) Credit risk

The Fund is exposed indirectly to credit risk as a result of its investment in the underlying Trust Fund.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The underlying Trust Fund holds assets and liabilities, indirectly through underlying funds, including cash and cash equivalents. The Fund is therefore exposed to currency risk due to investments that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. The value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of its investment in the underlying Trust Fund.

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

Sun Life Granite Moderate Class (continued)

(iii) Other market risk

The Fund is exposed indirectly to other market risk as a result of its investment in the underlying Trust Fund.

(c) Liquidity risk

As at June 30, 2021 and December 31, 2020, the majority of the underlying Trust Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The underlying Trust Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	June 30, 2021	December 31, 2020
Exchange-Traded Funds		
U.S. Equities	7.1	8.7
Mutual Funds		
Canadian Fixed Income	17.1	17.6
Tactical Balanced	10.7	10.9
Canadian Equities	8.0	7.2
International Equities	9.9	11.0
High Yield Fixed Income	3.1	3.2
U.S. Equities	5.7	5.5
Global Equities	3.9	3.9
International Fixed Income	6.4	4.6
Canadian Focused Equities	3.1	3.3
Emerging Markets Bonds	2.6	3.4
U.S. Fixed Income	8.2	11.1
Emerging Markets Equities	4.3	3.5
Canadian Money Market	2.9	1.1
Global Small/Mid Cap Equities	6.1	4.5
Other Assets less Liabilities	0.9	0.5
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2021 and December 31, 2020.

	June 30, 2021			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	144,347,688	-	-	144,347,688

	December 31, 2020			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	137,557,309	-	-	137,557,309

There were no transfers between fair value levels during the periods from January 1 to June 30, 2021 and January 1 to December 31, 2020.

Mutual funds

Mutual fund securities held as investments are valued at their respective Net Asset Value per security on the relevant valuation dates and are classified as Level 1.

Interest in Underlying Funds

The Fund invests in redeemable securities of the underlying Trust Fund to gain exposure to the investment objectives and strategies of the underlying Trust Fund. The underlying Trust Fund is generally financed through the capital invested by the Fund, along with other investors, which entitles investors to a proportionate share of the underlying Trust Fund's net assets. The Fund does not provide additional financial or other support to the underlying Trust Fund. The underlying Trust Fund was established in and carries out its operations in Canada. The Fund's interest in the underlying Trust Fund is reported at fair value in "investments" in its Statements of Financial Position and in its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2021 and December 31, 2020, there were no significant interests in the underlying Trust Fund.

Establishment of the Fund

The origin dates on the series of securities of the Fund are shown below:

	Date of creation	Date available for sale
Series A Securities	July 29, 2013	August 01, 2013
Series AT5 Securities	July 29, 2013	August 01, 2013
Series F Securities	July 29, 2013	August 01, 2013
Series FT5 Securities	February 09, 2018	February 09, 2018
Series O Securities	April 01, 2014	April 01, 2014

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

Sun Life MFS Global Growth Class

Statements of Financial Position

As at June 30, 2021 (unaudited) and December 31, 2020

	June 30, 2021 (\$)	December 31, 2020 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	82,078,016	63,254,131
Cash	263,746	200,821
Receivable for investments sold	-	254,562
Accrued interest	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	317,537	168,361
	82,659,299	63,877,875
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Accrued expenses	12,176	2,879
Redemptions payable	34,787	3,400
Distributions payable	362	4
Payable for investments purchased	315,388	20,794
Management fees payable	89,789	21,194
Income tax payable	-	-
Total liabilities (excluding net assets attributable to holders of redeemable securities)	452,502	48,271
Net Assets Attributable to Holders of Redeemable Securities	82,206,797	63,829,604
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	30,937,675	24,715,269
Series AT5	2,599,358	2,200,570
Series AT8	1,825,597	1,242,758
Series F	31,224,343	22,938,513
Series FT5	2,523,075	1,493,064
Series FT8	581,913	477,977
Series O	12,514,836	10,761,453
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	25.65	23.92
Series AT5	26.13	24.98
Series AT8	20.56	19.95
Series F	27.63	25.62
Series FT5	20.94	19.90
Series FT8	18.92	18.26
Series O	25.52	23.56

Approved on behalf of the Board of Directors of the Corporation

“signed” Oricia Smith
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2021 (\$)	2020 (\$)
Investment Income		
Interest income	3,508	98,881
Distributions from underlying funds	-	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	825,785	463,389
Change in unrealized appreciation (depreciation) in value of investments	5,038,006	6,635
Net gains (losses) on investments	5,867,299	568,905
Total income (loss)	5,867,299	568,905
Expenses (note 5)		
Management fees	436,309	233,709
Fixed annual administration fees	59,151	31,774
Independent review committee fees	39	274
Total operating expenses	495,499	265,757
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	5,371,800	303,148
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	5,371,800	303,148
Income taxes	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	5,371,800	303,148
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	1,988,197	248,603
Series AT5	161,193	12,281
Series AT8	107,122	8,233
Series F	2,007,224	(137,359)
Series FT5	138,175	9,786
Series FT8	38,064	4,831
Series O	931,825	156,773
Weighted Average Number of Securities Outstanding		
Series A	1,121,211	739,251
Series AT5	91,634	77,008
Series AT8	67,271	37,906
Series F	994,715	565,099
Series FT5	98,230	37,090
Series FT8	26,897	23,249
Series O	472,724	440,806
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	1.77	0.34
Series AT5	1.76	0.16
Series AT8	1.59	0.22
Series F	2.02	(0.24)
Series FT5	1.41	0.26
Series FT8	1.42	0.21
Series O	1.97	0.36

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

Sun Life MFS Global Growth Class (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Securities

For the six months ended June 30 (unaudited)

	Series A		Series AT5		Series AT8		Series F	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 24,715,269	12,951,606	2,200,570	1,713,665	1,242,758	699,446	22,938,513	8,086,321
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 1,988,197	248,603	161,193	12,281	107,122	8,233	2,007,224	(137,359)
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 9,415,141	5,856,699	469,306	294,225	898,601	74,536	11,232,380	13,921,957
Redemption of redeemable securities	\$ (5,180,930)	(1,714,948)	(201,389)	(411,196)	(386,982)	(10,581)	(4,953,774)	(6,108,631)
Reinvestment of distributions to holders of redeemable securities	\$ -	53,026	27,451	22,580	19,625	1,364	-	35,141
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 4,234,211	4,194,777	295,368	(94,391)	531,244	65,319	6,278,606	7,848,467
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	(51,491)	-	(6,282)	-	(2,437)	-	(38,951)
From net investment income	\$ -	-	-	-	-	-	-	-
Return of capital	\$ (2)	-	(57,773)	(43,013)	(55,527)	(28,423)	-	-
	\$ (2)	(51,491)	(57,773)	(49,295)	(55,527)	(30,860)	-	(38,951)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 6,222,406	4,391,889	398,788	(131,405)	582,839	42,692	8,285,830	7,672,157
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 30,937,675	17,343,495	2,599,358	1,582,260	1,825,597	742,138	31,224,343	15,758,478
Redeemable Security Transactions								
Balance - beginning of period	1,033,423	631,276	88,104	76,038	62,302	37,663	895,321	372,013
Securities issued	381,819	292,850	18,245	13,652	44,554	4,273	422,902	661,835
Securities issued on reinvestment of distributions	-	2,594	1,064	1,025	971	71	-	1,571
Securities redeemed	(209,206)	(88,386)	(7,947)	(19,216)	(19,026)	(648)	(188,269)	(320,411)
Balance - end of period	1,206,036	838,334	99,466	71,499	88,801	41,359	1,129,954	715,008

	Series FT5		Series FT8		Series O		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 1,493,064	666,780	477,977	355,252	10,761,453	8,672,587	63,829,604	33,145,657
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 138,175	9,786	38,064	4,831	931,825	156,773	5,371,800	303,148
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 1,363,183	-	112,576	41,796	1,527,972	941,740	25,019,159	21,130,953
Redemption of redeemable securities	\$ (435,810)	(12,564)	(26,993)	-	(706,414)	(812,731)	(11,892,292)	(9,070,651)
Reinvestment of distributions to holders of redeemable securities	\$ 15,928	1,037	415	80	-	31,158	63,419	144,386
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 943,301	(11,527)	85,998	41,876	821,558	160,167	13,190,286	12,204,688
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	(2,347)	-	(1,384)	-	(31,158)	-	(134,050)
From net investment income	\$ -	-	-	-	-	-	-	-
Return of capital	\$ (51,465)	(16,468)	(20,126)	(15,806)	-	-	(184,893)	(103,710)
	\$ (51,465)	(18,815)	(20,126)	(17,190)	-	(31,158)	(184,893)	(237,760)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 1,030,011	(20,556)	103,936	29,517	1,753,383	285,782	18,377,193	12,270,076
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 2,523,075	646,224	581,913	384,769	12,514,836	8,958,369	82,206,797	45,415,733
Redeemable Security Transactions								
Balance - beginning of period	75,038	37,568	26,182	21,151	456,812	437,997	2,637,182	1,613,706
Securities issued	66,492	-	5,989	2,416	63,005	48,432	1,003,006	1,023,458
Securities issued on reinvestment of distributions	782	61	22	5	-	1,661	2,839	6,988
Securities redeemed	(21,795)	(758)	(1,441)	-	(29,419)	(43,981)	(477,103)	(473,400)
Balance - end of period	120,517	36,871	30,752	23,572	490,398	444,109	3,165,924	2,170,752

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

Sun Life MFS Global Growth Class (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2021 (\$)	2020 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	5,371,800	303,148
Adjustments for:		
Net realized (gain) loss on sale of investments	(825,785)	(463,389)
Change in unrealized (appreciation) depreciation in value of investments	(5,038,006)	(6,635)
Non-cash income distributions from underlying funds	-	-
Purchases of investments	(16,460,227)	(15,929,356)
Proceeds from sale of investments	4,049,289	5,761,782
Change in accrued interest	-	(2,498)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	68,595	37,781
Change in other payables and accrued expenses	9,297	5,070
Change in income tax payable	-	-
Net Cash Provided by (Used in) Operating Activities	(12,825,037)	(10,294,097)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(121,116)	(93,307)
Proceeds from redeemable securities issued	24,869,983	21,081,192
Redemption of redeemable securities	(11,860,905)	(9,036,138)
Net Cash Provided by (Used in) Financing Activities	12,887,962	11,951,747
Net increase (decrease) in cash	62,925	1,657,650
Cash (bank indebtedness) at beginning of period	200,821	147,139
Cash (bank indebtedness) at end of period	263,746	1,804,789
Interest received	3,508	96,383
Income taxes paid	-	-
Interest paid	-	-

Schedule of Investments

As at June 30, 2021 (unaudited)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life MFS Global Growth Fund, Series I	2,397,075	62,348,315	82,078,016	
		62,348,315	82,078,016	99.8
Total Investments		62,348,315	82,078,016	99.8
Other Assets less Liabilities			128,781	0.2
Total Net Assets			82,206,797	100.0

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS Global Growth Class (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure to financial risk is indirect as a result of its investment in the Sun Life MFS Global Growth Fund (the "underlying Trust Fund"). Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risk, can be found in note 8 to the financial statements.

(a) Credit risk

The Fund is exposed indirectly to credit risk as a result of its investment in the underlying Trust Fund.

The underlying Trust Fund invests in financial assets that have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2021 and December 31, 2020 are noted below:

Rating	Percentage of Net Assets (%)	
	June 30, 2021	December 31, 2020
AAA/Aaa	0.8	0.4
Total	0.8	0.4

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

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

Sun Life MFS Global Growth Class (continued)

(b) Market risk

(i) Currency risk

The Fund is exposed indirectly to currency risk as a result of its investment in the underlying Trust Fund. The underlying Trust Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. The Fund is therefore exposed to currency risk, as the value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2021 and December 31, 2020. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk (\$CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk (\$CAD)	Percentage of Net Assets (%)
	June 30, 2021		December 31, 2020	
United States				
Dollar	55,865,915	68.0	44,298,005	69.4
Euro	5,590,053	6.8	5,022,463	7.9
Swiss Franc	4,267,945	5.2	3,344,112	5.2
Hong Kong				
Dollar	4,200,999	5.1	1,406,976	2.2
British Pound	4,150,452	5.0	3,034,814	4.8
Korean Won	2,084,993	2.5	1,929,286	3.0
Japanese Yen	1,668,420	2.0	1,595,426	2.5
Chinese				
Renminbi	613,455	0.7	514,580	0.8
Danish Krone	304	-	332	-
Brazilian Real	102	-	104	-
Indian Rupee	-	-	8,028	-
Total	78,442,638	95.3	61,154,126	95.8

As at June 30, 2021, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Shares of the Fund would have increased or decreased respectively by \$3,922,132 (\$3,057,706 as at December 31, 2020). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of the underlying Trust Fund's investment in interest-bearing securities.

The following table summarizes the Fund's exposure to interest rate risk, categorized by the earlier of the contractual repricing or maturity dates.

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
June 30, 2021	673,318	-	-	673,318
December 31, 2020	270,780	-	-	270,780

As at June 30, 2021, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Shares of the Fund would have decreased or increased respectively by \$4,659 (\$459 as at December 31, 2020). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed to other market risk as a result of the underlying Trust Fund's investment in equities.

As at June 30, 2021, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Shares of the Fund would have increased or decreased respectively by \$4,045,706 (\$3,136,793 as at December 31, 2020). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2021 and December 31, 2020, the majority of the underlying Trust Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The underlying Trust Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	June 30, 2021	December 31, 2020
Short-Term Investments		
Treasury Bills	0.8	0.4
Equities		
Materials	1.8	1.8
Industrials	8.7	8.3
Consumer Discretionary	14.9	14.9
Consumer Staples	12.0	13.2
Health Care	14.9	13.6
Financials	8.7	9.1
Information Technology	22.8	23.5
Communication Services	12.3	14.0
Real Estate	1.9	-
Utilities	0.6	-
Other Assets less Liabilities	0.6	1.2
Total	100.0	100.0

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

Sun Life MFS Global Growth Class (continued)

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2021 and December 31, 2020.

	June 30, 2021			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Mutual Funds	82,078,016	-	-	82,078,016

	December 31, 2020			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Mutual Funds	63,254,131	-	-	63,254,131

There were no transfers between fair value levels during the periods from January 1 to June 30, 2021 and January 1 to December 31, 2020.

Mutual funds

Mutual fund securities held as investments are valued at their respective Net Asset Value per security on the relevant valuation dates and are classified as Level 1.

Related Party Transactions

Seed Capital Investment by the Manager

SLGI Asset Management Inc. (the "Manager") is the sponsor of the Fund. Investment by the Manager, from time to time, in the Fund is for the purposes of seed money investments. As at June 30, 2021 and December 31, 2020, the Manager held no seed positions in the Fund.

The following are transactions in the Fund by the Manager from January 1 to June 30, 2021 and January 1 to December 31, 2020. If applicable, distributions were reinvested into shares of the same series of the same Fund.

	June 30, 2021		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series FT5	-	-	-

	December 31, 2020		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series FT5	47	15,632	687

Interest in Underlying Funds

The Fund invests in redeemable securities of the underlying Trust Fund to gain exposure to the investment objectives and strategies of the underlying Trust Fund. The underlying Trust Fund is generally financed through the capital invested by the Fund, along with other investors, which entitles investors to a proportionate share of the underlying Trust Fund's net assets. The Fund does not provide additional financial or other support to the underlying Trust Fund. The underlying Trust Fund was established in and carries out its operations in Canada. The Fund's interest in the underlying Trust Fund is reported at fair value in "investments" in its Statements of Financial Position and in its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2021 and December 31, 2020, there were no significant interests in the underlying Trust Fund.

Establishment of the Fund

The origin dates on the series of securities of the Fund are shown below:

	Date of creation	Date available for sale
Series A Securities	July 29, 2013	August 01, 2013
Series AT5 Securities	July 29, 2013	August 01, 2013
Series AT8 Securities	July 29, 2013	August 01, 2013
Series F Securities	July 29, 2013	August 01, 2013
Series FT5 Securities	February 09, 2018	February 09, 2018
Series FT8 Securities	February 09, 2018	February 09, 2018
Series O Securities	April 01, 2014	April 01, 2014

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

Sun Life MFS International Opportunities Class

Statements of Financial Position

As at June 30, 2021 (unaudited) and December 31, 2020

	June 30, 2021 (\$)	December 31, 2020 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	45,616,676	33,290,109
Cash	212,410	255,428
Receivable for investments sold	-	-
Accrued interest	-	1,129
Distributions receivable from underlying funds	-	-
Subscriptions receivable	60,733	40,708
	45,889,819	33,587,374
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Accrued expenses	6,960	1,505
Redemptions payable	2,540	-
Distributions payable	-	3
Payable for investments purchased	158,335	56,205
Management fees payable	56,384	8,750
Income tax payable	-	38,283
Total liabilities (excluding net assets attributable to holders of redeemable securities)	224,219	104,746
Net Assets Attributable to Holders of Redeemable Securities	45,665,600	33,482,628
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	11,752,956	8,706,774
Series AT5	227,893	233,241
Series AT8	787,095	574,311
Series F	22,228,315	14,617,911
Series FT5	161,529	374,267
Series FT8	151,720	167,110
Series O	10,356,092	8,809,014
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	17.93	17.15
Series AT5	18.08	17.73
Series AT8	14.15	14.10
Series F	19.55	18.60
Series FT5	16.46	16.06
Series FT8	14.80	14.66
Series O	18.74	17.75

Approved on behalf of the Board of Directors of the Corporation

“signed” Oricia Smith
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2021 (\$)	2020 (\$)
Investment Income		
Interest income	6,499	3,354
Distributions from underlying funds	-	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	200,169	(165,682)
Change in unrealized appreciation (depreciation) in value of investments	2,050,499	110,832
Net gains (losses) on investments	2,257,167	(51,496)
Total income (loss)	2,257,167	(51,496)
Expenses (note 5)		
Management fees	196,999	110,963
Fixed annual administration fees	33,057	17,373
Independent review committee fees	21	151
Total operating expenses	230,077	128,487
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	2,027,090	(179,983)
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	2,027,090	(179,983)
Income taxes	12,156	20,604
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	2,014,934	(200,587)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	469,709	(101,643)
Series AT5	10,579	(4,088)
Series AT8	29,695	(23,000)
Series F	967,467	(212,031)
Series FT5	8,476	(114)
Series FT8	7,947	(2,652)
Series O	521,061	142,941
Weighted Average Number of Securities Outstanding		
Series A	604,162	426,252
Series AT5	12,982	13,100
Series AT8	47,699	31,629
Series F	962,423	545,532
Series FT5	21,156	814
Series FT8	10,989	4,466
Series O	526,430	366,013
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	0.78	(0.24)
Series AT5	0.81	(0.31)
Series AT8	0.62	(0.73)
Series F	1.01	(0.39)
Series FT5	0.40	(0.14)
Series FT8	0.72	(0.59)
Series O	0.99	0.39

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

Sun Life MFS International Opportunities Class (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Securities

For the six months ended June 30 (unaudited)

	Series A		Series AT5		Series AT8		Series F	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 8,706,774	5,829,378	233,241	226,021	574,311	511,310	14,617,911	8,523,975
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 469,709	(101,643)	10,579	(4,088)	29,695	(23,000)	967,467	(212,031)
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 4,247,741	2,837,807	6,831	4,500	834,336	1,380	8,314,114	2,961,445
Redemption of redeemable securities	\$ (1,671,268)	(1,398,361)	(22,758)	(23,183)	(624,854)	(200,849)	(1,671,177)	(2,353,226)
Reinvestment of distributions to holders of redeemable securities	\$ -	6,737	5,749	5,757	868	5,587	-	6,719
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 2,576,473	1,446,183	(10,178)	(12,926)	210,350	(193,882)	6,642,937	614,938
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	(4,754)	-	(159)	-	(367)	-	(7,210)
From net investment income	\$ -	-	(5,749)	-	(27,261)	-	-	-
Return of capital	\$ -	-	-	(5,503)	-	(17,020)	-	-
	\$ -	(4,754)	(5,749)	(5,662)	(27,261)	(17,387)	-	(7,210)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 3,046,182	1,339,786	(5,348)	(22,676)	212,784	(234,269)	7,610,404	395,697
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 11,752,956	7,169,164	227,893	203,345	787,095	277,041	22,228,315	8,919,672
Redeemable Security Transactions								
Balance - beginning of period	507,577	376,121	13,153	13,400	40,745	36,892	785,936	512,906
Securities issued	243,104	191,667	386	296	59,884	115	439,653	183,457
Securities issued on reinvestment of distributions	-	459	326	361	63	431	-	425
Securities redeemed	(95,240)	(98,345)	(1,262)	(1,480)	(45,066)	(16,228)	(88,546)	(154,567)
Balance - end of period	655,441	469,902	12,603	12,577	55,626	21,210	1,137,043	542,221

	Series FT5		Series FT8		Series O		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 374,267	12,149	167,110	69,003	8,809,014	2,751,535	33,482,628	17,923,371
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 8,476	(114)	7,947	(2,652)	521,061	142,941	2,014,934	(200,587)
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 24,674	-	6,075	6,014	6,567,175	4,802,148	20,000,946	10,613,294
Redemption of redeemable securities	\$ (243,496)	-	(24,050)	(14,328)	(5,541,158)	(379,206)	(9,798,761)	(4,369,153)
Reinvestment of distributions to holders of redeemable securities	\$ 5,567	340	1,025	773	-	2,400	13,209	28,313
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (213,255)	340	(16,950)	(7,541)	1,026,017	4,425,342	10,215,394	6,272,454
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	(9)	-	(50)	-	(2,399)	-	(14,948)
From net investment income	\$ (7,959)	-	(6,387)	-	-	-	(47,356)	-
Return of capital	\$ -	(308)	-	(2,494)	-	-	-	(25,325)
	\$ (7,959)	(317)	(6,387)	(2,544)	-	(2,399)	(47,356)	(40,273)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ (212,738)	(91)	(15,390)	(12,737)	1,547,078	4,565,884	12,182,972	6,031,594
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 161,529	12,058	151,720	56,266	10,356,092	7,317,419	45,665,600	23,954,965
Redeemable Security Transactions								
Balance - beginning of period	23,302	804	11,396	4,842	496,333	175,132	1,878,442	1,120,097
Securities issued	1,497	-	403	414	364,324	319,687	1,109,251	695,636
Securities issued on reinvestment of distributions	355	24	72	59	-	161	816	1,920
Securities redeemed	(15,343)	-	(1,622)	(1,150)	(308,026)	(26,678)	(555,105)	(298,448)
Balance - end of period	9,811	828	10,249	4,165	552,631	468,302	2,433,404	1,519,205

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

Sun Life MFS International Opportunities Class (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2021 (\$)	2020 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	2,014,934	(200,587)
Adjustments for:		
Net realized (gain) loss on sale of investments	(200,169)	165,682
Change in unrealized (appreciation) depreciation in value of investments	(2,050,499)	(110,832)
Non-cash income distributions from underlying funds	-	-
Purchases of investments	(11,507,168)	(8,737,401)
Proceeds from sale of investments	1,533,399	2,543,546
Change in accrued interest	1,129	313
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	47,634	15,666
Change in other payables and accrued expenses	5,455	2,814
Change in income tax payable	(38,283)	(15,242)
Net Cash Provided by (Used in) Operating Activities	(10,193,568)	(6,336,041)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(34,150)	(11,971)
Proceeds from redeemable securities issued	19,980,921	10,608,721
Redemption of redeemable securities	(9,796,221)	(4,296,853)
Net Cash Provided by (Used in) Financing Activities	10,150,550	6,299,897
Net increase (decrease) in cash	(43,018)	(36,144)
Cash (bank indebtedness) at beginning of period	255,428	235,390
Cash (bank indebtedness) at end of period	212,410	199,246
Interest received	7,628	3,667
Income taxes paid	(50,439)	(35,846)
Interest paid	-	-

Schedule of Investments

As at June 30, 2021 (unaudited)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life MFS International Opportunities Fund, Series I	2,052,263	38,914,877	45,616,676	
		38,914,877	45,616,676	99.9
Total Investments		38,914,877	45,616,676	99.9
Other Assets less Liabilities			48,924	0.1
Total Net Assets			45,665,600	100.0

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS International Opportunities Class (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure to financial risk is indirect as a result of its investment in the Sun Life MFS International Opportunities Fund (the "underlying Trust Fund"). Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risk, can be found in note 8 to the financial statements.

(a) Credit risk

The Fund is exposed indirectly to credit risk as a result of its investment in the underlying Trust Fund.

The underlying Trust Fund invests in financial assets that have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2021 and December 31, 2020 are noted below:

Rating	Percentage of Net Assets (%)	
	June 30, 2021	December 31, 2020
AAA/Aaa	2.7	0.6
AA/Aa	-	0.2
Total	2.7	0.8

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

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

Sun Life MFS International Opportunities Class (continued)

(b) Market risk

(i) Currency risk

The Fund is exposed indirectly to currency risk as a result of its investment in the underlying Trust Fund. The underlying Trust Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. The Fund is therefore exposed to currency risk, as the value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2021 and December 31, 2020. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk (\$CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk (\$CAD)	Percentage of Net Assets (%)
	June 30, 2021		December 31, 2020	
Euro	14,489,033	31.7	12,025,210	35.9
Swiss Franc	5,995,206	13.1	4,801,608	14.3
United States Dollar	5,111,743	11.2	4,087,651	12.2
British Pound	4,777,282	10.5	3,247,331	9.7
Hong Kong Dollar	4,009,209	8.8	3,073,383	9.2
Japanese Yen	3,550,831	7.8	2,596,113	7.8
Indian Rupee	1,289,607	2.8	382,901	1.1
Korean Won	874,581	1.9	724,856	2.2
Swedish Krona	861,823	1.9	-	-
New Taiwan Dollar	710,653	1.6	496,308	1.5
Danish Krone	676,801	1.5	472,949	1.4
Singapore Dollar	596,158	1.3	424,509	1.3
Mexican Peso	511,866	1.1	364,398	1.1
Australian Dollar	249,204	0.5	205,129	0.6
Brazilian Real	125,011	0.3	-	-
Czech Koruna	-	-	64,407	0.2
Total	43,829,008	96.0	32,966,753	98.5

As at June 30, 2021, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Shares of the Fund would have increased or decreased respectively by \$2,191,450 (\$1,648,338 as at December 31, 2020). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of the underlying Trust Fund's investment in interest-bearing securities.

The following table summarizes the Fund's exposure to interest rate risk, categorized by the earlier of the contractual repricing or maturity dates.

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
June 30, 2021	1,216,311	-	-	1,216,311
December 31, 2020	259,028	-	-	259,028

As at June 30, 2021, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Shares of the Fund would have decreased or increased respectively by \$7,713 (\$305 as at December 31, 2020). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed to other market risk as a result of the underlying Trust Fund's investment in equities.

As at June 30, 2021, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Shares of the Fund would have increased or decreased respectively by \$2,210,175 (\$1,630,417 as at December 31, 2020). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2021 and December 31, 2020, the majority of the underlying Trust Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The underlying Trust Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	June 30, 2021	December 31, 2020
Short-Term Investments		
Treasury Bills	2.7	0.8
Equities		
Energy	1.4	0.5
Materials	10.6	8.0
Industrials	9.0	9.7
Consumer Discretionary	15.0	14.7
Consumer Staples	16.9	18.4
Health Care	12.8	13.4
Financials	9.3	9.6
Information Technology	17.3	17.6
Communication Services	4.0	4.9
Utilities	0.6	0.6
Other Assets less Liabilities	0.4	1.8
Total	100.0	100.0

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

Sun Life MFS International Opportunities Class (continued)

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2021 and December 31, 2020.

	June 30, 2021			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Mutual Funds	45,616,676	-	-	45,616,676

	December 31, 2020			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Mutual Funds	33,290,109	-	-	33,290,109

There were no transfers between fair value levels during the periods from January 1 to June 30, 2021 and January 1 to December 31, 2020.

Mutual funds

Mutual fund securities held as investments are valued at their respective Net Asset Value per security on the relevant valuation dates and are classified as Level 1.

Related Party Transactions

Seed Capital Investment by the Manager

SLGI Asset Management Inc. (the "Manager") is the sponsor of the Fund. Investment by the Manager, from time to time, in the Fund is for the purposes of seed money investments. As at June 30, 2021 and December 31, 2020, the Manager held the following positions in the Fund:

	June 30, 2021	
	Securities	Market Value (\$)
Series FT5	874	14,382
Series FT8	972	14,382

	December 31, 2020	
	Securities	Market Value (\$)
Series FT5	850	13,659
Series FT8	931	13,659

The following are transactions in the Fund by the Manager from January 1 to June 30, 2021 and January 1 to December 31, 2020. If applicable, distributions were reinvested into shares of the same series of the same Fund.

	June 30, 2021		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series FT5	22	-	345
Series FT8	22	-	556

	December 31, 2020		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series FT5	43	-	634
Series FT8	43	-	1,023

Interest in Underlying Funds

The Fund invests in redeemable securities of the underlying Trust Fund to gain exposure to the investment objectives and strategies of the underlying Trust Fund. The underlying Trust Fund is generally financed through the capital invested by the Fund, along with other investors, which entitles investors to a proportionate share of the underlying Trust Fund's net assets. The Fund does not provide additional financial or other support to the underlying Trust Fund. The underlying Trust Fund was established in and carries out its operations in Canada. The Fund's interest in the underlying Trust Fund is reported at fair value in "investments" in its Statements of Financial Position and in its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2021 and December 31, 2020, there were no significant interests in the underlying Trust Fund.

Establishment of the Fund

The origin dates on the series of securities of the Fund are shown below:

	Date of creation	Date available for sale
Series A Securities	July 29, 2013	August 01, 2013
Series AT5 Securities	July 29, 2013	August 01, 2013
Series AT8 Securities	July 29, 2013	August 01, 2013
Series F Securities	July 29, 2013	August 01, 2013
Series FT5 Securities	February 09, 2018	February 09, 2018
Series FT8 Securities	February 09, 2018	February 09, 2018
Series O Securities	April 01, 2014	April 01, 2014

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

Sun Life MFS U.S. Growth Class

Statements of Financial Position

As at June 30, 2021 (unaudited) and December 31, 2020

	June 30, 2021 (\$)	December 31, 2020 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	129,457,194	101,057,557
Cash	151,150	506,012
Receivable for investments sold	104,210	-
Accrued interest	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	204,614	280,927
	129,917,168	101,844,496
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Accrued expenses	19,098	4,618
Redemptions payable	58,902	152,896
Distributions payable	-	-
Payable for investments purchased	72,261	277,395
Management fees payable	137,835	34,230
Total liabilities (excluding net assets attributable to holders of redeemable securities)	288,096	469,139
Net Assets Attributable to Holders of Redeemable Securities	129,629,072	101,375,357
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	45,033,865	38,855,504
Series AT5	2,489,374	2,233,052
Series AT8	2,540,062	2,357,922
Series F	61,847,261	42,799,554
Series FT5	515,247	537,345
Series FT8	685,716	645,189
Series O	16,517,547	13,946,791
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	35.01	32.19
Series AT5	36.11	34.03
Series AT8	28.60	27.37
Series F	38.16	34.89
Series FT5	24.72	23.17
Series FT8	22.45	21.36
Series O	33.59	30.57

Approved on behalf of the Board of Directors of the Corporation

"signed" Oricia Smith
President

"signed" Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2021 (\$)	2020 (\$)
Investment Income		
Interest income	10,179	4,742
Distributions from underlying funds	-	-
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	735,680	727,736
Change in unrealized appreciation (depreciation) in value of investments	10,812,061	7,982,759
Net gains (losses) on investments	11,557,920	8,715,237
Total income (loss)	11,557,920	8,715,237
Expenses (note 5)		
Management fees	690,384	372,718
Fixed annual administration fees	94,407	49,951
Independent review committee fees	65	433
Total operating expenses	784,856	423,102
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	10,773,064	8,292,135
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	10,773,064	8,292,135
Income taxes	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	10,773,064	8,292,135
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	3,616,756	2,832,238
Series AT5	202,240	270,602
Series AT8	208,861	152,392
Series F	5,178,116	3,565,407
Series FT5	56,764	31,222
Series FT8	59,167	13,870
Series O	1,451,160	1,426,404
Weighted Average Number of Securities Outstanding		
Series A	1,270,045	809,681
Series AT5	66,111	64,580
Series AT8	86,109	48,260
Series F	1,453,835	862,756
Series FT5	27,794	6,103
Series FT8	30,315	16,589
Series O	481,586	396,322
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	2.85	3.50
Series AT5	3.06	4.19
Series AT8	2.43	3.16
Series F	3.56	4.13
Series FT5	2.04	5.12
Series FT8	1.95	0.84
Series O	3.01	3.60

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

Sun Life MFS U.S. Growth Class (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Securities

For the six months ended June 30 (unaudited)

	Series A		Series AT5		Series AT8		Series F	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 38,855,504	19,104,619	2,233,052	1,780,146	2,357,922	1,054,909	42,799,554	20,214,410
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 3,616,756	2,832,238	202,240	270,602	208,861	152,392	5,178,116	3,565,407
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 11,671,513	13,135,031	209,004	664,614	199,361	301,331	20,659,736	13,084,325
Redemption of redeemable securities	\$ (9,109,908)	(6,208,637)	(116,655)	(830,839)	(164,235)	(121,103)	(6,790,145)	(4,395,501)
Reinvestment of distributions to holders of redeemable securities	\$ -	141,125	18,066	16,682	33,007	11,777	-	109,093
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 2,561,605	7,067,519	110,415	(149,543)	68,133	192,005	13,869,591	8,797,917
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	(139,132)	-	(12,334)	-	(7,891)	-	(153,572)
From net investment income	\$ -	-	-	-	-	-	-	-
Return of capital	\$ -	-	(56,333)	(45,047)	(94,854)	(46,037)	-	-
	\$ -	(139,132)	(56,333)	(57,381)	(94,854)	(53,928)	-	(153,572)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 6,178,361	9,760,625	256,322	63,678	182,140	290,469	19,047,707	12,209,752
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 45,033,865	28,865,244	2,489,374	1,843,824	2,540,062	1,345,378	61,847,261	32,424,162
Redeemable Security Transactions								
Balance - beginning of period	1,207,257	745,969	65,617	62,791	86,137	44,961	1,226,783	735,941
Securities issued	359,507	482,237	6,151	23,500	7,484	12,367	586,668	454,300
Securities issued on reinvestment of distributions	-	5,369	532	541	1,220	471	-	3,684
Securities redeemed	(280,445)	(239,269)	(3,357)	(28,032)	(6,020)	(5,179)	(192,657)	(157,929)
Balance - end of period	1,286,319	994,306	68,943	58,800	88,821	52,620	1,620,794	1,035,996

	Series FT5		Series FT8		Series O		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 537,345	310,458	645,189	93,562	13,946,791	8,470,893	101,375,357	51,028,997
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 56,764	31,222	59,167	13,870	1,451,160	1,426,404	10,773,064	8,292,135
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 264,752	203,250	15,764	329,166	2,304,696	2,986,378	35,324,826	30,704,095
Redemption of redeemable securities	\$ (337,850)	(320,671)	(11,754)	(48,994)	(1,185,100)	(983,608)	(17,715,647)	(12,909,353)
Reinvestment of distributions to holders of redeemable securities	\$ 9,727	288	3,251	3,045	-	64,180	64,051	346,190
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (63,371)	(117,133)	7,261	283,217	1,119,596	2,066,950	17,673,230	18,140,932
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	(677)	-	(2,723)	-	(64,180)	-	(380,509)
From net investment income	\$ -	-	-	-	-	-	-	-
Return of capital	\$ (15,491)	(2,932)	(25,901)	(12,639)	-	-	(192,579)	(106,655)
	\$ (15,491)	(3,609)	(25,901)	(15,362)	-	(64,180)	(192,579)	(487,164)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ (22,098)	(89,520)	40,527	281,725	2,570,756	3,429,174	28,253,715	25,945,903
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 515,247	220,938	685,716	375,287	16,517,547	11,900,067	129,629,072	76,974,900
Redeemable Security Transactions								
Balance - beginning of period	23,192	16,275	30,204	5,171	456,234	355,336	3,095,424	1,966,444
Securities issued	11,261	9,767	741	16,529	73,981	118,317	1,045,793	1,117,017
Securities issued on reinvestment of distributions	423	14	156	166	-	2,705	2,331	12,950
Securities redeemed	(14,032)	(15,644)	(555)	(2,943)	(38,409)	(40,358)	(535,475)	(489,354)
Balance - end of period	20,844	10,412	30,546	18,923	491,806	436,000	3,608,073	2,607,057

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

Sun Life MFS U.S. Growth Class (continued)

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2021 (\$)	2020 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	10,773,064	8,292,135
Adjustments for:		
Net realized (gain) loss on sale of investments	(735,680)	(727,736)
Change in unrealized (appreciation) depreciation in value of investments	(10,812,061)	(7,982,759)
Non-cash income distributions from underlying funds	-	-
Purchases of investments	(20,152,414)	(20,878,786)
Proceeds from sale of investments	2,991,174	3,439,825
Change in accrued interest	-	(4,865)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	103,605	66,415
Change in other payables and accrued expenses	14,480	8,923
Change in income tax payable	-	-
Net Cash Provided by (Used in) Operating Activities	(17,817,832)	(17,786,848)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(128,528)	(140,865)
Proceeds from redeemable securities issued	35,401,139	30,838,276
Redemption of redeemable securities	(17,809,641)	(12,996,318)
Net Cash Provided by (Used in) Financing Activities	17,462,970	17,701,093
Net increase (decrease) in cash	(354,862)	(85,755)
Cash (bank indebtedness) at beginning of period	506,012	272,864
Cash (bank indebtedness) at end of period	151,150	187,109
Interest received	10,179	-
Income taxes paid	-	-
Interest paid	-	123

Schedule of Investments

As at June 30, 2021 (unaudited)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life MFS U.S. Growth Fund, Series I	1,966,666	91,908,234	129,457,194	
		91,908,234	129,457,194	99.9
Total Investments		91,908,234	129,457,194	99.9
Other Assets less Liabilities			171,878	0.1
Total Net Assets			129,629,072	100.0

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS U.S. Growth Class (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure to financial risk is indirect as a result of its investment in the Sun Life MFS U.S. Growth Fund (the "underlying Trust Fund"). Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risk, can be found in note 8 to the financial statements.

(a) Credit risk

As at June 30, 2021 and December 31, 2020, the underlying Trust Fund held foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies. Risks may arise upon entering into these contracts from the potential inability of counterparties to meet the terms of their contracts and from unanticipated movements in the value of foreign currency relative to the Canadian Dollar.

The Fund is exposed indirectly to credit risk as a result of its investment in the underlying Trust Fund.

The underlying Trust Fund invests in financial assets that have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2021 and December 31, 2020 are noted below:

Rating	Percentage of Net Assets (%)	
	June 30, 2021	December 31, 2020
AAA/Aaa	1.0	0.5
AA/Aa	0.2	0.8
Total	1.2	1.3

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

Sun Life MFS U.S. Growth Class (continued)

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund is exposed indirectly to currency risk as a result of its investment in the underlying Trust Fund. The underlying Trust Fund holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. The Fund is therefore exposed to currency risk, as the value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at June 30, 2021 and December 31, 2020. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk (\$CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk (\$CAD)	Percentage of Net Assets (%)
	June 30, 2021		December 31, 2020	
United States Dollar	126,666,123	97.7	98,194,500	96.9
Euro	-	-	447	-
Total	126,666,123	97.7	98,194,947	96.9

As at June 30, 2021, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Shares of the Fund would have increased or decreased respectively by \$6,333,306 (\$4,909,747 as at December 31, 2020). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of the underlying Trust Fund's investment in interest-bearing securities.

The following table summarizes the Fund's exposure to interest rate risk, categorized by the earlier of the contractual repricing or maturity dates.

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
June 30, 2021	1,567,340	-	-	1,567,340
December 31, 2020	1,265,741	-	-	1,265,741

As at June 30, 2021, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Shares of the Fund would have decreased or increased respectively by \$9,706 (\$2,359 as at December 31, 2020). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is exposed to other market risk as a result of the underlying Trust Fund's investment in equities.

As at June 30, 2021, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Shares of the Fund would have increased or decreased respectively by \$6,398,982 (\$4,992,633 as at December 31, 2020). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at June 30, 2021 and December 31, 2020, the majority of the underlying Trust Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The underlying Trust Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	June 30, 2021	December 31, 2020
Short-Term Investments		
Treasury Bills	1.0	1.2
Term Deposit Receipts	0.2	-
Equities		
Communication Services	18.8	17.8
Consumer Discretionary	11.3	12.2
Consumer Staples	2.3	2.5
Financials	3.2	2.3
Health Care	10.3	11.2
Industrials	7.3	7.4
Information Technology	41.8	41.3
Materials	2.8	2.3
Real Estate	1.1	1.5
Other Assets less Liabilities	(0.1)	0.3
Total	100.0	100.0

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

Sun Life MFS U.S. Growth Class (continued)

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2021 and December 31, 2020.

	June 30, 2021			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Mutual Funds	129,457,194	-	-	129,457,194

	December 31, 2020			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Mutual Funds	101,057,557	-	-	101,057,557

There were no transfers between fair value levels during the periods from January 1 to June 30, 2021 and January 1 to December 31, 2020.

Mutual funds

Mutual fund securities held as investments are valued at their respective Net Asset Value per security on the relevant valuation dates and are classified as Level 1.

Related Party Transactions

Seed Capital Investment by the Manager

SLGI Asset Management Inc. (the "Manager") is the sponsor of the Fund. Investment by the Manager, from time to time, in the Fund is for the purposes of seed money investments. As at June 30, 2021 and December 31, 2020, the Manager held no seed positions in the Fund.

The following are transactions in the Fund by the Manager from January 1 to June 30, 2021 and January 1 to December 31, 2020. If applicable, distributions were reinvested into shares of the same series of the same Fund.

	June 30, 2021		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series FT8	-	-	-

	December 31, 2020		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series FT8	22	16,355	589

Interest in Underlying Funds

The Fund invests in redeemable securities of the underlying Trust Fund to gain exposure to the investment objectives and strategies of the underlying Trust Fund. The underlying Trust Fund is generally financed through the capital invested by the Fund, along with other investors, which entitles investors to a proportionate share of the underlying Trust Fund's net assets. The Fund does not provide additional financial or other support to the underlying Trust Fund. The underlying Trust Fund was established in and carries out its operations in Canada. The Fund's interest in the underlying Trust Fund is reported at fair value in "investments" in its Statements of Financial Position and in its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2021 and December 31, 2020, there were no significant interests in the underlying Trust Fund.

Establishment of the Fund

The origin dates on the series of securities of the Fund are shown below:

	Date of creation	Date available for sale
Series A Securities	July 29, 2013	August 01, 2013
Series AT5 Securities	July 29, 2013	August 01, 2013
Series AT8 Securities	July 29, 2013	August 01, 2013
Series F Securities	July 29, 2013	August 01, 2013
Series FT5 Securities	February 09, 2018	February 09, 2018
Series FT8 Securities	February 09, 2018	February 09, 2018
Series O Securities	April 01, 2014	April 01, 2014

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

Sun Life Money Market Class

Statements of Financial Position

As at June 30, 2021 (unaudited) and December 31, 2020

	June 30, 2021 (\$)	December 31, 2020 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	21,046,773	30,434,779
Cash	6,142	511,271
Receivable for investments sold	9,958	-
Accrued interest	3,250	4,900
Distributions receivable from underlying funds	3,324	6,223
Subscriptions receivable	-	-
	21,069,447	30,957,173
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Accrued expenses	-	-
Redemptions payable	-	-
Distributions payable	-	-
Payable for investments purchased	3,324	24,723
Management fees payable	1,709	1,119
Income tax payable	5,758	39,713
Total liabilities (excluding net assets attributable to holders of redeemable securities)	10,791	65,555
Net Assets Attributable to Holders of Redeemable Securities	21,058,656	30,891,618
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	17,519,244	23,114,547
Series F	2,368,459	6,349,663
Series O	1,170,953	1,427,408
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	10.27	10.26
Series F	10.46	10.46
Series O	10.64	10.63

Approved on behalf of the Board of Directors of the Corporation

“signed” Oricia Smith
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the six months ended June 30 (unaudited)

	2021 (\$)	2020 (\$)
Investment Income		
Interest income	144	1,035
Distributions from underlying funds	25,496	176,981
Changes in fair value on financial assets and financial liabilities at fair value through profit or loss		
Net realized gain (loss) on sale of investments	-	-
Change in unrealized appreciation (depreciation) in value of investments	-	-
Net gains (losses) on investments	25,640	178,016
Total income (loss)	25,640	178,016
Expenses (note 5)		
Management fees	73,110	140,909
Fixed annual administration fees	7,261	7,932
Independent review committee fees	14	207
Total operating expenses	80,385	149,048
Fees waived/absorbed by the Manager	(66,696)	(83,089)
Operating Profit (Loss)	11,951	112,057
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	11,951	112,057
Income taxes	3,095	41,550
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	8,856	70,507
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	6,046	45,926
Series F	1,638	17,278
Series O	1,172	7,303
Weighted Average Number of Securities Outstanding		
Series A	1,962,485	2,073,906
Series F	456,849	662,162
Series O	135,150	141,942
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	-	0.02
Series F	-	0.03
Series O	0.01	0.05

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

Sun Life Money Market Class (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Securities

For the six months ended June 30 (unaudited)

	Series A		Series F		Series O		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 23,114,547	8,868,136	6,349,663	1,860,706	1,427,408	1,747,642	30,891,618	12,476,484
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 6,046	45,926	1,638	17,278	1,172	7,303	8,856	70,507
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 3,695,597	24,387,852	6,875,180	15,216,871	588,295	1,724,925	11,159,072	41,329,648
Redemption of redeemable securities	\$ (9,306,285)	(9,973,858)	(10,858,022)	(7,710,530)	(845,922)	(1,909,438)	(21,010,229)	(19,593,826)
Reinvestment of distributions to holders of redeemable securities	\$ 9,339	10,380	-	-	-	-	9,339	10,380
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (5,601,349)	14,424,374	(3,982,842)	7,506,341	(257,627)	(184,513)	(9,841,818)	21,746,202
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	-	-	-	-	-	-	-
From net investment income	\$ -	-	-	-	-	-	-	-
Return of capital	\$ -	-	-	-	-	-	-	-
	\$ -	-	-	-	-	-	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ (5,595,303)	14,470,300	(3,981,204)	7,523,619	(256,455)	(177,210)	(9,832,962)	21,816,709
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 17,519,244	23,338,436	2,368,459	9,384,325	1,170,953	1,570,432	21,058,656	34,293,193
Redeemable Security Transactions								
Balance - beginning of period	2,252,108	865,554	606,791	178,429	134,318	165,426	2,993,217	1,209,409
Securities issued	360,021	2,377,540	657,159	1,455,358	55,339	162,772	1,072,519	3,995,670
Securities issued on reinvestment of distributions	910	1,011	-	-	-	-	910	1,011
Securities redeemed	(906,601)	(971,594)	(1,037,614)	(737,160)	(79,563)	(180,286)	(2,023,778)	(1,889,040)
Balance - end of period	1,706,438	2,272,511	226,336	896,627	110,094	147,912	2,042,868	3,317,050

Statements of Cash Flows

For the six months ended June 30 (unaudited)

	2021	2020		2021	2020
	(\$)	(\$)		(\$)	(\$)
Cash Flows from Operating Activities			Net Cash Provided by (Used in) Financing Activities	(9,841,818)	21,744,560
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	8,856	70,507	Net increase (decrease) in cash	(505,129)	33,458
Adjustments for:			Cash (bank indebtedness) at beginning of period	511,271	491,512
Net realized (gain) loss on sale of investments	-	-	Cash (bank indebtedness) at end of period	6,142	524,970
Change in unrealized (appreciation) depreciation in value of investments	-	-	Interest received	1,794	-
Non-cash income distributions from underlying funds	(25,496)	(176,981)	Income taxes paid	(37,050)	(59,389)
Purchases of investments	(8,505,078)	(35,741,454)	Interest paid	-	(5,014)
Proceeds from sale of investments	17,887,223	14,166,260			
Change in accrued interest	1,650	(6,049)			
Change in distributions receivable from underlying funds	2,899	(18,573)			
Change in management fees payable	590	13,027			
Change in other payables and accrued expenses	-	-			
Change in income tax payable	(33,955)	(17,839)			
Net Cash Provided by (Used in) Operating Activities	9,336,689	(21,711,102)			
Cash Flows from Financing Activities					
Distributions paid to holders of redeemable securities, net of reinvested distributions	9,339	10,380			
Proceeds from redeemable securities issued	11,159,072	41,328,006			
Redemption of redeemable securities	(21,010,229)	(19,593,826)			

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

Sun Life Money Market Class (continued)

Schedule of Investments

As at June 30, 2021 (unaudited)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Money Market Fund, Series I	2,104,677	21,046,773	21,046,773	
		21,046,773	21,046,773	99.9
Total Investments		21,046,773	21,046,773	99.9
Other Assets less Liabilities			11,883	0.1
Total Net Assets			21,058,656	100.0

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Money Market Class (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure to financial risk is indirect as a result of its investment in the Sun Life Money Market Fund (the "underlying Trust Fund"). Significant risks that are relevant to the Fund are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risk, can be found in note 8 to the financial statements.

(a) Credit risk

The Fund is exposed indirectly to credit risk as a result of its investment in the underlying Trust Fund.

The underlying Trust Fund invests in financial assets that have an investment grade credit rating as rated primarily by Dominion Bond Rating Services, Standard & Poor's and Moody's. Ratings for securities that subject the Fund to credit risk as at June 30, 2021 and December 31, 2020 are noted below:

Rating	Percentage of Net Assets (%)	
	June 30, 2021	December 31, 2020
AAA/Aaa	56.8	55.9
AA/Aa	43.0	42.5
Total	99.8	98.4

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the dealer. The transaction will fail if either party fails to meet its obligation. Also, risks may arise upon entering into currency contracts from the potential inability of the counterparties to meet the terms of their contracts.

(b) Market risk

(i) Currency risk

The Fund is not exposed to currency risk as all monetary financial instruments are denominated in Canadian Dollars.

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of the underlying Trust Fund's investment in interest-bearing securities.

The following table summarizes the Fund's exposure to interest rate risk, categorized by the earlier of the contractual repricing or maturity dates.

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
June 30, 2021	21,022,420	-	-	21,022,420
December 31, 2020	30,395,566	-	-	30,395,566

As at June 30, 2021, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Shares of the Fund would have decreased or increased respectively by \$152,691 (\$67,323 as at December 31, 2020). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

The Fund is not currently exposed to other market risk as no equities are held in the underlying Trust Fund.

(c) Liquidity risk

As at June 30, 2021 and December 31, 2020, the majority of the underlying Trust Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

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

Sun Life Money Market Class (continued)

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposures within the same category, whether it is geographical location, product type, industry sector or counterparty type. The underlying Trust Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	June 30, 2021	December 31, 2020
Short-Term Investments		
Treasury Bills	52.1	51.4
Bankers' Acceptances	24.3	23.7
Discount Commercial Paper	10.9	10.2
Promissory Notes	7.4	4.6
Bearer Deposit Notes	5.1	8.4
Other Assets less Liabilities	0.2	1.7
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at June 30, 2021 and December 31, 2020.

	June 30, 2021			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	21,046,773	-	-	21,046,773

	December 31, 2020			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	30,434,779	-	-	30,434,779

There were no transfers between fair value levels during the periods from January 1 to June 30, 2021 and January 1 to December 31, 2020.

Mutual funds

Mutual fund securities held as investments are valued at their respective Net Asset Value per security on the relevant valuation dates and are classified as Level 1.

Related Party Transactions

Seed Capital Investment by the Manager

SLGI Asset Management Inc. (the "Manager") is the sponsor of the Fund. Investment by the Manager, from time to time, in the Fund is for the purposes of seed money investments. As at June 30, 2021 and December 31, 2020, the Manager held the following positions in the Fund:

	June 30, 2021	
	Securities	Market Value (\$)
Series A	975,905	10,019,225

	December 31, 2020	
	Securities	Market Value (\$)
Series A	975,905	10,016,200

The following are transactions in the Fund by the Manager from January 1 to June 30, 2021 and January 1 to December 31, 2020. If applicable, distributions were reinvested into shares of the same series of the same Fund.

	June 30, 2021		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	-	-	-

	December 31, 2020		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	10,000,000	-	-

Interest in Underlying Funds

The Fund invests in redeemable securities of the underlying Trust Fund to gain exposure to the investment objectives and strategies of the underlying Trust Fund. The underlying Trust Fund is generally financed through the capital invested by the Fund, along with other investors, which entitles investors to a proportionate share of the underlying Trust Fund's net assets. The Fund does not provide additional financial or other support to the underlying Trust Fund. The underlying Trust Fund was established in and carries out its operations in Canada. The Fund's interest in the underlying Trust Fund is reported at fair value in "investments" in its Statements of Financial Position and in its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at June 30, 2021 and December 31, 2020, there were no significant interests in the underlying Trust Fund.

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

Sun Life Money Market Class (continued)

Establishment of the Fund

The origin dates on the series of securities of the Fund are shown below:

	Date of creation	Date available for sale
Series A Securities	July 29, 2013	August 01, 2013
Series F Securities	July 29, 2013	August 01, 2013
Series O Securities	April 01, 2014	April 01, 2014

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

Notes to the Financial Statements

As at and for the periods as disclosed in the financial statements (see note 1)

1. Establishment of the Funds

Sun Life Global Investments Corporate Class Inc. (the "Corporation") is a mutual fund corporation incorporated by articles of incorporation under the laws of the Province of Ontario as of June 17, 2013. Each class of shares of the mutual fund corporation is herein referred to individually as a "Fund" or collectively as the "Funds".

SLGI Asset Management Inc. (the "Manager") is the Manager of the Funds. The Manager has its registered office at 1 York Street, Toronto, Ontario, Canada, M5J 0B6.

Valuation, accounting and custodial duties of the Funds are provided by RBC Investor Services Trust. Securityholder recordkeeping duties are provided by International Financial Data Services (Canada) Limited.

Each Fund may issue an unlimited number of series of redeemable securities and may issue an unlimited number of redeemable securities of each series. Securities means shares of a mutual fund. Each individual series of redeemable securities is sold under differing purchasing options and may have lower or higher management fees reflecting the extent of investment advice provided. The management fee rates for each of the Funds and their various series are provided in note 5.

Below is a list of the series of redeemable securities. The description of each series is not exhaustive. For more details, please refer to each Fund's current Simplified Prospectus and/or Fund Facts. The management fee for each Fund and Series is included in Note 5.

Series A: Available to all investors. Investors choose a sales charge option when securities of this series of a Fund are purchased. Sales charge options include front end, deferred, and low load. The management fee is charged directly to this series of a Fund.

Series AT5 and Series AT8: Available to all investors. This series is designed to provide investors with a fixed monthly distribution based on a target annualized distribution rate. The Manager reserves the right to adjust the amount of the monthly distribution if the Manager considers it appropriate, without notice. There can be no assurance that the securities will make any distributions in any particular month. Investors choose a sales charge option when securities of this series of a Fund are purchased. Sales charge options include front end, deferred, and low load. The management fee is charged directly to this series of a Fund.

Series F: Available to investors who have a fee-based account with their dealer and whose dealer has signed an agreement with the Manager. There are no sales charges payable to the investor's representative's firm for this series. The management fee is charged directly to this series of a Fund. The Manager does not pay any commissions to dealers in respect of this series of securities, and thus the Manager generally charges a lower management fee.

Series FT5 and Series FT8: Available to investors who have a fee-based account with their dealer and whose dealer has signed an agreement with the Manager. This series is designed to provide investors with a fixed monthly distribution based on a target annualized distribution rate. The Manager reserves the right to adjust the amount of the monthly distribution if the Manager considers it appropriate, without notice. There can be no assurance that the securities will make any distributions in any particular month. There are no sales charges payable to the investor's representative's firm for this series. The management fee is charged directly to this series of a Fund. The Manager does not pay any commissions to dealers in respect of this series of securities, and thus the Manager generally charges a lower management fee.

Series O: Available to investors whose dealer has signed a Series O dealer agreement with the Manager. Only the front end sales charge option is available for this series. Investors in this series pay a management fee directly to the Manager. The management fee is paid from the redemption of securities held in the investor's account.

The financial statements of the Funds include the Schedule of Investments for each Fund as at June 30, 2021, the Statements of Financial Position as at June 30, 2021 and December 31, 2020, and the Statements of Comprehensive Income (Loss), Statements of Changes in Net Assets Attributable to Holders of Redeemable Securities and Statements of Cash Flows for the six months ended June 30, 2021 and 2020. For details on each Fund's date of origin, refer to the Establishment of the Fund disclosure within the Fund Specific Notes to the financial statements of each Fund.

The financial statements of the Funds for the six months ended June 30, 2021 were authorized on August 20, 2021 for issue in accordance with the resolution approved by the Board of Directors of the Corporation.

2. Significant Accounting Policies

Basis of presentation

These financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board.

The financial statements have been prepared on a going concern basis using the historical cost convention. However, each Fund is an investment entity and primarily all financial assets and financial liabilities are measured at fair value in accordance with IFRS. Accordingly, the Funds' accounting policies for measuring the fair value of investments and derivatives are consistent with those used in measuring the Net Asset Value ("NAV") for transactions with holders of redeemable securities.

Notes to the Financial Statements

As at and for the periods as disclosed in the financial statements (see note 1)

Financial instruments

(a) Classification and recognition of financial instruments

Financial instruments include financial assets and liabilities such as debt and equity securities, open-ended investment funds and derivatives, cash and other receivables and payables. The Funds classify and measure financial instruments in accordance with IFRS 9, *Financial Instruments* ("IFRS 9").

All financial assets and financial liabilities are recognized in the Statements of Financial Position when the Fund becomes a party to the contractual requirements of the instrument. Financial instruments 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. As such, investment purchase and sale transactions are recorded as of the trade date. Purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place (regular way trades) are recognized on the trade date, i.e., the date that a Fund commits to purchase or sell the asset.

In accordance with IFRS 9, financial instruments are classified into one of three categories based on the entity's business model for managing financial assets and the contractual cash flow characteristics of the financial assets. Those categories are:

- Amortized cost - Assets held within a business model whose objective is to collect cash flows and where the contractual cash flows of the assets are Solely Payments of Principal and Interest ("SPPI criterion"). Items in this category include cash and cash equivalents, receivables, and other financial assets.
- Fair value through other comprehensive income ("FVOCI") - Financial assets such as debt instruments that meet the SPPI criterion and are held within a business model with objectives that include both collecting the associated contractual cash flows and selling financial assets. Gains and losses are reclassified to profit or loss upon derecognition.
- Fair value through profit or loss ("FVTPL") - A financial asset is measured at FVTPL unless it is measured at amortized cost or FVOCI. Derivative contracts are measured at FVTPL. For all instruments classified as FVTPL, the gains and losses are recognized in profit or loss.

Financial liabilities are measured at amortized cost, except for the following items:

- Financial liabilities at FVTPL such as derivatives;
- Financial liabilities arising from the transfer of a financial asset that did not qualify for derecognition;
- Financial guarantee contracts; and
- Commitments to provide a loan at below-market interest rates.

In addition, financial liabilities can be designated as FVTPL upon initial recognition using the fair value option when it results in more relevant information.

The Manager has assessed the business models of the Funds and has determined that the Funds' portfolio of financial assets and financial liabilities are managed and performance is evaluated on a fair value basis in accordance with the Funds' risk management and investment strategies; therefore, classification and measurement of financial assets is FVTPL.

All Funds have contractual obligations to distribute cash to the securityholders. As a result, each Fund's obligation for net assets attributable to holders of redeemable securities represents a financial liability and is presented at the redemption amount.

(b) Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Statements 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 Funds enter into various master netting agreements or similar agreements that do not meet the criteria for offsetting in the Statements of Financial Position but still allow for the related amounts to be offset in certain circumstances, such as bankruptcy or termination of the contracts.

(c) Valuation of financial instruments

Financial assets and financial liabilities at FVTPL are recorded in the Statements of Financial Position at fair value upon initial recognition. All transaction costs such as brokerage commissions, incurred in the purchase and sale of securities for such instruments, are recognized directly in profit or loss. Loans and receivables and other financial liabilities are measured initially at their fair value plus any directly attributable incremental costs of acquisition or issue. For financial assets and financial liabilities where the fair value at initial recognition does not equal the transaction price, the Funds recognize the difference in the Statements of Comprehensive Income (Loss), unless specified otherwise.

Notes to the Financial Statements

As at and for the periods as disclosed in the financial statements (see note 1)

After initial measurement, the Funds measure financial instruments that are classified as FVTPL at fair value. Subsequent changes in the fair value of those financial instruments (i.e., the excess/shortfall of the sum of the fair value of portfolio investments over/below the sum of the average cost of each portfolio investment) are recorded in "Change in unrealized appreciation (depreciation) in value of investments" in the Statements of Comprehensive Income (Loss).

The average cost of portfolio investments represents the sum of the average cost of each portfolio investment. For the purposes of determining the average cost of each portfolio investment, the purchase price of portfolio investments acquired by a Fund is added to the average cost of the particular portfolio investment immediately prior to the purchase. The average cost of a portfolio investment is reduced by the number of shares sold multiplied by the average cost of the portfolio investment at the time of the sale. The average cost per share of each portfolio investment sold is determined by dividing the cost of the portfolio investment by the number of shares held immediately prior to the sale transaction. Transaction costs incurred in portfolio transactions are excluded from the average cost of investments and are recognized immediately in income and are presented in "Transaction costs" in the Statements of Comprehensive Income (Loss). Realized gains and losses from the sale of portfolio investments are also calculated based on the average cost, excluding transaction costs, of the related investment.

Loans and receivables and other assets and liabilities (other than those classified as FVTPL) are measured at amortized cost.

The Funds measure their financial instruments at fair value at each reporting date. Fair value is 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. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either in the principal market for the asset or liability or, in the absence of a principal market, in the most advantageous market for the asset or liability. The principal or the most advantageous market must be accessible to the Funds.

The fair values of each specific type of investment and derivative, where applicable, are determined in the following manner:

- i) Underlying funds are fair valued each business day using the most recent NAV per security quoted by the Manager on the valuation date.
- ii) Receivable for investments sold, accrued interest, dividends receivable, distributions receivable from underlying funds, subscriptions receivable, accrued expenses, redemptions payable, distributions payable, payable for investments purchased and management fees payable are valued at fair value or at their recorded cost, plus or minus any foreign exchange between recognition of the asset by the Fund and the current valuation date, which approximates fair value due to the short-term nature of these assets and liabilities.

(d) Cash

Cash consists of cash on hand. It is valued at fair value or at recorded cost, plus or minus any foreign exchange between recognition of the asset by the Fund and the current valuation date, which approximates fair value.

(e) Distributions from underlying funds

Distributions from underlying funds are recorded in the year to which the distribution relates. Distributions from underlying funds may include a combination of capital gains/(losses), Canadian and foreign dividends, and interest income.

(f) Transaction costs

Transaction costs incurred in portfolio transactions, if any, are excluded from the average cost of investments and are recognized immediately in income and are presented as a separate expense item in the Statements of Comprehensive Income (Loss).

(g) Redeemable security valuation and valuation date

Redeemable securities are issued and redeemed on a continuous basis at their NAV which is determined, for every series of redeemable securities of each Fund, except for the Sun Life Money Market Class, on each day that the Toronto Stock Exchange is open for business. The Sun Life Money Market Class is valued on each day that the Canadian chartered banks are open for business, other than Saturdays and Sundays.

The redeemable security valuation per series is determined by dividing the aggregate market value of the net assets of that series of the Fund by the total number of redeemable securities of that series outstanding at the close of business on the valuation day.

(h) Investment transactions

Investment transactions are accounted for on the trade date. Realized gains and losses arising from the sale of investments and unrealized appreciation and depreciation on investments are calculated with reference to the average cost of the related investments and derivative instruments.

(i) Revenue recognition

Income, realized gain (loss) and unrealized gain (loss) are allocated among the series of a Fund on a pro-rata basis.

Notes to the Financial Statements

As at and for the periods as disclosed in the financial statements (see note 1)

(j) Foreign currency translation

Foreign currency amounts are expressed in Canadian dollars on the following bases:

- i) Fair value of investments and other assets and liabilities at the rate of exchange prevailing at the period end; and
- ii) Value of investment transactions, income and expenses at the rates prevailing on the respective dates of such transactions.

The Funds' functional currency and presentation currency is the Canadian dollar, which is the currency of the primary economic environment in which the Funds operate.

(k) Increase (decrease) in net assets attributable to holders of redeemable securities per security

Increase (decrease) in net assets attributable to holders of redeemable securities per security in the Statements of Comprehensive Income (Loss) represents the increase (decrease) in net assets attributable to holders of redeemable securities for the period, divided by the weighted average number of securities outstanding during the period.

(l) Multi-series structured funds

The realized and unrealized capital gains or losses, income, and common expenses (other than series-specific fixed operating expenses and fixed management fees) of the Funds are allocated on each valuation date to the securityholders in proportion to the respective prior day's NAV, which includes securityholder trade(s) dated for that day, of each series at the date on which the allocation is made. The fixed management fees and operating expenses are charged directly to the Funds. Additional details of the calculation are disclosed in note 5.

3. Critical Accounting Judgments

The preparation of financial statements requires management to use judgment in applying its accounting policies. The following discusses the most significant accounting judgments that the Funds have made in preparing the financial statements:

Assessment as investment entity

The Manager has determined that each of the Funds meets the characteristics of an investment entity as defined by IFRS 10, *Consolidated Financial Statements*, and as such, subsidiaries are accounted for at fair value. Associates are investments over which the Funds have significant influence or joint control, all of which have been recorded at FVTPL.

4. Redeemable Securities of the Funds

The redeemable securities offered by each Fund have been outlined in the Fund Specific Notes to the financial statements. The outstanding redeemable securities represent the capital of the Funds. Each redeemable security has no par value, and the value of each redeemable security is its NAV. Settlement of the cost for redeemable securities is completed as per securities regulations in place at the time of issue. Distributions made by the Funds and re-invested by securityholders in additional redeemable securities also constitute issued capital of the Funds.

Redeemable securities are redeemed at the NAV per security of the Fund. A right to redeem redeemable securities of a Fund may be suspended with the approval of the Canadian securities regulatory authorities or when normal trading is suspended on a stock, options, or futures exchange in Canada or outside Canada on which securities or derivatives that make up more than 50% of the value or underlying exposure of the total assets of a Fund, not including any liabilities of the Fund, are traded, and when those securities or derivatives are not traded on any other exchange that represents a reasonably practical alternative for the Fund.

The Manager is responsible for managing the capital of the Funds. The capital received by a Fund is utilized within the respective investment mandate of a Fund. This includes, for all Funds, the ability to make liquidity available to satisfy securityholder security redemption requirements upon the securityholder's request.

Changes in the Funds' capital during the period are reflected in the Statements of Changes in Net Assets Attributable to Holders of Redeemable Securities.

The Funds have a contractual obligation for the issuer to repurchase or redeem the securities. The securities may be repurchased or redeemed for cash or another financial asset. The Funds distribute their income to minimize taxes and have no discretion to avoid cash distributions. Consequently, the Funds' outstanding redeemable securities are classified as financial liabilities on the Statements of Financial Position.

Notes to the Financial Statements

As at and for the periods as disclosed in the financial statements (see note 1)

5. Management Fees and Expenses

The Funds pay management fees to the Manager, which are accrued daily and paid monthly based on the NAV of each series of a Fund. The maximum rate of the fee, excluding GST/HST and other applicable taxes if any, is set out below.

	Maximum Annual Management Fees					
	Series A securities	Series AT5 securities	Series AT8 securities	Series F securities	Series FT5 securities	Series FT8 securities
Sun Life Granite Balanced Class	1.75%	1.75%	-	0.75%	0.75%	-
Sun Life Granite Balanced Growth Class	1.80%	1.80%	1.80%	0.80%	0.80%	0.80%
Sun Life Granite Conservative Class	1.45%	1.45%	-	0.70%	0.70%	-
Sun Life Granite Growth Class	1.85%	1.85%	1.85%	0.85%	0.85%	0.85%
Sun Life Granite Moderate Class	1.70%	1.70%	-	0.70%	0.70%	-
Sun Life MFS Global Growth Class	1.80%	1.80%	1.80%	0.80%	0.80%	0.80%
Sun Life MFS International Opportunities Class	1.80%	1.80%	1.80%	0.80%	0.80%	0.80%
Sun Life MFS U.S. Growth Class	1.80%	1.80%	1.80%	0.80%	0.80%	0.80%
Sun Life Money Market Class*	0.55%	-	-	0.45%	-	-

* As money market yields have remained low during the period, the Manager has opted to waive a portion of the management fees that otherwise would have been charged. The Manager may discontinue waiving fees and expenses at any time, without notice.

For Series O securities, securityholders pay the management fees directly to the Manager. The maximum rate of the fee, excluding GST/HST and other applicable taxes if any, is set out below:

Maximum Annual Management Fees	
	Series O securities*
Sun Life Granite Balanced Class	0.75%
Sun Life Granite Balanced Growth Class	0.80%
Sun Life Granite Conservative Class	0.70%
Sun Life Granite Growth Class	0.85%
Sun Life Granite Moderate Class	0.70%
Sun Life MFS Global Growth Class	0.80%
Sun Life MFS International Opportunities Class	0.80%
Sun Life MFS U.S. Growth Class	0.80%
Sun Life Money Market Class**	0.45%

* Each Series O investor pays a management fee directly to the Manager and is eligible for management fee reductions, if applicable, based on the value of securities held in a Private Client account. Series O management fees are paid, after subtracting any management fee reductions, by a redemption of Series O securities in the investor's account.

** As money market yields have remained low during the period, the Manager has opted to waive a portion of the management fees that otherwise would have been charged. The Manager may discontinue waiving fees and expenses at any time, without notice.

The Manager bears certain operating expenses of the Funds (other than certain taxes, borrowing costs and non-governmental fees) in return for fixed annual administration fees. These expenses include, but are not limited to, recordkeeper fees, accounting, audit and legal fees, bank and interest charges, safekeeping and custodial fees, taxes, administrative and system costs, cost of reports to securityholders, prospectus and other disclosure documents, regulatory filing fees and trustee fees for registered plans. The fixed annual administration fees are calculated as a fixed annual percentage of the NAV of each class of a Fund at the end of each business day. The Manager may choose to absorb some portion of the operating expenses.

Each Fund pays certain operating expenses directly, in addition to the fixed annual administration fees. These direct operating expenses are certain taxes, borrowing costs and fees and expenses payable to or in connection with the Funds' Independent Review Committee ("IRC"), which are allocated to the series to which they apply in a manner that, in the Manager's view, is considered fair and reasonable. The fees and expenses of IRC members are allocated among all of the investment funds managed by the Manager for which the IRC has been appointed. Each Fund may also pay costs in connection with brokerage commissions, prime broker fees including borrowing costs for short sales, and other portfolio transaction costs, including any tax applicable to such costs.

Notes to the Financial Statements

As at and for the periods as disclosed in the financial statements (see note 1)

The fixed annual administration fees, excluding GST/HST and other applicable taxes, if any, are set out below:

	Annual Administration Fees						
	Series A securities	Series AT5 securities	Series AT8 securities	Series F securities	Series FT5 securities	Series FT8 securities	Series O securities
Sun Life Granite Balanced Class	0.20%	0.20%	-	0.15%	0.15%	-	0.15%
Sun Life Granite Balanced Growth Class	0.20%	0.20%	0.20%	0.15%	0.15%	0.15%	0.15%
Sun Life Granite Conservative Class	0.20%	0.20%	-	0.15%	0.15%	-	0.15%
Sun Life Granite Growth Class	0.20%	0.20%	0.20%	0.15%	0.15%	0.15%	0.15%
Sun Life Granite Moderate Class	0.20%	0.20%	-	0.15%	0.15%	-	0.15%
Sun Life MFS Global Growth Class	0.20%	0.20%	0.20%	0.15%	0.15%	0.15%	0.15%
Sun Life MFS International Opportunities Class	0.20%	0.20%	0.20%	0.15%	0.15%	0.15%	0.15%
Sun Life MFS U.S. Growth Class	0.20%	0.20%	0.20%	0.15%	0.15%	0.15%	0.15%
Sun Life Money Market Class*	0.05%	-	-	0.05%	-	-	0.05%

* As money market yields have remained low during the period, the Manager has opted to waive a portion of the administration fees that otherwise would have been charged. The Manager may discontinue waiving fees and expenses at any time, without notice.

6. Taxation of the Corporation and Allocation to Securityholders

The Corporation is a qualified mutual fund corporation, as defined for Canadian income tax purposes. Taxable dividends received from taxable Canadian corporations are subject to a tax rate of 38 1/3%. Such taxes are fully refundable upon payment of taxable dividends to securityholders on the basis of \$1 for every \$2.61 of dividends paid. Any such tax paid is reported as an amount receivable until recovered through the payment to securityholders of dividends out of net investment income. Interest income and foreign dividends, net of applicable expenses, are taxed at full corporate rates applicable to mutual fund corporations with credits, subject to certain limitations, for foreign taxes paid. All tax on net realized taxable capital gains is refundable when the capital gains are distributed to securityholders as capital gains dividends or through redemption of securities at the request of securityholders. Income taxes, if any, are allocated to the classes of securities of the Corporation on a fair and reasonable basis.

The current tax liability for the period is measured at the amount expected to be paid to the taxation authorities based on the current period's taxable income. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the date of the financial statements.

Temporary differences between the carrying values of assets and liabilities for accounting and income tax purposes give rise to deferred income tax assets and liabilities. When the market value of a security in the Corporation exceeds its cost base, a future income tax liability arises. As capital gains taxes payable by the Corporation are refundable under the provisions of the *Income Tax Act* (Canada), the future income tax liability is offset by these future refundable taxes. If the cost base exceeds the market value of the security, a future income tax asset is generated. A full valuation allowance is taken to offset this asset given the uncertainty that such future income tax assets will ultimately be realized. Future income tax liabilities or tax assets are calculated using substantively enacted tax rates and tax laws expected to apply in the period that the temporary differences are expected to reverse.

Unused capital and non-capital losses represent future income tax assets to the Corporation for which a full valuation allowance has been established for the reasons noted above. Tax losses apply to the Corporation, not the Funds. Net capital losses may be carried forward indefinitely to reduce future net realized capital gains. Non-capital losses may be applied against future years' taxable income.

The Corporation has no accumulated net capital losses and no accumulated non-capital losses as at June 30, 2021.

7. Related Party Transactions

The Manager is responsible for the provision of all general management and administrative services required by the Funds in their day-to-day operations, including providing or arranging for the provision of investment advice, bookkeeping, recordkeeping and other administrative services for the Funds. From time to time, the Manager may provide seed capital to a Fund.

For its services, the Manager receives a management fee that is calculated as a percentage of the average NAV of each Fund. This fee is calculated daily and payable monthly. The dollar amount, including all applicable taxes, of each Fund's management fees that the Manager receives is reported in the line item "Management fees" on the Statements of Comprehensive Income (Loss).

An operating expense incurred by the Manager on behalf of each Fund is considered a fund administration expense. Under the terms of the Funds' simplified prospectus, each Fund is responsible for the payment of its administration and operating expenses. The Manager recovers these expenses from each Fund through fixed administration fees and the amounts of these charges are disclosed in the line item "Fixed Annual Administration Fees" in each Fund's Statements of Comprehensive Income (Loss).

Notes to the Financial Statements

As at and for the periods as disclosed in the financial statements (see note 1)

Certain mutual funds managed by the Manager ("SLGI Funds") may have direct or indirect holdings in Sun Life Financial Inc. or its affiliates or other funds managed by SLGI Asset Management Inc., or its affiliates. For a listing of each Fund's holdings, please see the Schedule of Investments included within each Fund's financial statements. Funds managed by SLGI Asset Management Inc., or its affiliates, may invest in securities of the SLGI Funds (the "underlying Trust Fund").

If applicable, the Fund, or underlying Trust Fund, relied on standing instructions from the IRC in respect of one or more of the following transactions:

- (a) Trades in securities of Sun Life Financial Inc.; and/or
- (b) Purchases of securities from or sales of securities to a related dealer, where it acted as principal.

The relevant standing instructions require that securities transactions with related parties conducted by the Manager (i) are free from any influence by an entity related to the Manager and without taking into account any consideration relevant to an entity related to the Manager; (ii) represent the business judgment of the Manager uninfluenced by considerations other than the best interests of the Fund; (iii) comply with the applicable policies and procedures of the Manager; and (iv) achieve a fair and reasonable result for the Fund.

Fees and expenses payable to or in connection with the Funds' IRC are allocated to the series to which they apply in a manner that, in the Manager's view, is considered fair and reasonable. The amounts of these charges are disclosed in the line item "Independent review committee fees" in each Fund's Statements of Comprehensive Income (Loss).

The Manager has a distribution agreement with Sun Life Financial Investment Services (Canada) Inc. (the "Dealer"), a company under common control under which the Dealer may distribute the funds offered by the Manager in the jurisdictions in which the Dealer is so authorized.

The Manager is an indirect wholly owned subsidiary of Sun Life Financial Inc.

8. Financial Risk Management

Each Fund is exposed indirectly through underlying investments to various types of risks that are associated with its investment strategies, financial instruments, and markets in which it invests. These risks include credit risk, market risk (which includes currency risk, interest rate risk and other market risk), liquidity risk and concentration risk. Additionally, a risk related to the current global uncertainty with respect to the spread of the coronavirus and its effect on the broader global economy has been identified, which may have a significant impact to the volatility of the market. While the precise impact remains unknown, rapid spread of the virus may have a material adverse effect on global economic activity and disrupt global supply chains, operations, and mobility of people, which could affect interest rates, credit ratings, credit risk, inflation, business, financial conditions, and other factors relevant to performance of the Funds.

The value of investments within a Fund's portfolio can fluctuate on a daily basis as a result of corporate developments, changes in interest rates, changes in the level of inflation, and other political and economic developments. The level of risk depends on the Fund's investment objectives and the type of securities in which it invests.

These risks and related risk management practices employed by the Funds are discussed below and for each Fund specifically in the "Financial Risk Management" section in the Fund Specific Notes to the financial statements. Additional risks that may be associated with investments in the Funds are described in the simplified prospectus of the Funds.

(a) Credit risk

Credit risk is the risk that the counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with a Fund. The Funds' main credit risk concentration is spread between short-term debt securities, fixed income securities, and derivative contracts, and represents the maximum credit risk exposure of the Funds. The Funds limit their exposure to credit risk by placing their cash and cash equivalents, derivative instruments and fixed income securities with high credit quality counterparties.

All transactions in listed securities are settled upon delivery using approved brokers/dealers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker/dealer has received payment. Payment is made on a purchase once the securities have been received by the broker/dealer. The trade will fail if either party fails to meet its obligation.

(b) Market risk

(i) Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the Canadian dollar (the functional currency of the Funds), will fluctuate due to changes in foreign exchange rates. The "Financial Risk Management" section in the Fund Specific Notes to the financial statements identifies all investments denominated in foreign currencies. Equities in foreign markets and foreign bonds are exposed to currency risk as the prices denominated in foreign currencies are converted into the Canadian dollar in determining fair value. The Funds could be exposed to currency risk if the value of the foreign currency changes unfavourably.

Notes to the Financial Statements

As at and for the periods as disclosed in the financial statements (see note 1)

(ii) Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. Interest rate risk arises when the Funds invest in interest-bearing financial instruments. The Funds are exposed to the risk that the value of such financial instruments will fluctuate due to changes in the prevailing levels of market interest rates.

(iii) Other market risk

Other market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of the Funds are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by the Funds is determined by the fair value of the financial instruments.

The value of investments in various markets can be affected by political, social and economic instability, diplomatic developments, imposition of taxes, expropriation of assets, and ability to invest in and withdraw assets from these markets. The Manager moderates this risk through diversification of the Funds. The Manager monitors the Funds' overall market positions on a daily basis and positions are maintained within established ranges.

(c) Liquidity risk

The Funds are exposed to daily cash redemptions of redeemable securities. The securities of the Funds are redeemed on demand at the current NAV per security at the option of the securityholder. Liquidity risk is the possibility that investments in a Fund cannot be readily converted into cash when required. Liquidity risk is managed by investing the majority of the Funds' assets in investments that are traded in an active market and can be readily transacted. In addition, the Funds aim to retain sufficient cash and cash equivalent positions to maintain liquidity. Each Fund may, from time to time, hold securities that are not traded in an active market and may be illiquid. All liabilities mature within three months.

(d) Concentration risk

Concentration risk arises as a result of the concentration of exposure within the same category, whether it is geographical location, product type, industry sector or counterparty type. The Funds limit their exposure to concentration risk through diversification and a thorough understanding of each investment in the portfolio.

(e) Fair value measurement

The Funds categorize assets and liabilities recorded at fair value based upon a fair value hierarchy. The Funds classify fair value measurements within a hierarchy that gives the highest priority to unadjusted quoted prices in active markets when the related security or derivative is actively traded (Level 1) and the lowest priority to unobservable inputs (Level 3).

The three levels of the fair value hierarchy are as follows:

- 1) Level 1 - for unadjusted quoted prices in active markets when the related security or derivative is actively traded.
- 2) Level 2 - for inputs, other than quoted prices included in Level 1, that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
- 3) Level 3 - for inputs that are based on unobservable market data.

If an instrument classified as Level 1 subsequently ceases to be actively traded, it is transferred out of Level 1. In such a case, the instrument is reclassified into Level 2, unless the measurement of its fair value requires the use of significant unobservable inputs, in which case it is classified as Level 3. If the Fund's equities do not trade frequently, observable prices may not be available. In such cases, fair value is determined using observable market data (e.g., transactions for similar securities of the same issuer) and the fair value is classified as Level 2, unless the determination of fair value requires significant unobservable data, in which case the measurement is classified as Level 3.

All fair value measurements are recurring. The carrying values of short-term investments, receivable for investments sold, accrued interest, dividends receivable, distributions receivable from underlying funds, subscriptions receivable, accrued expenses, redemptions payable, distributions payable, payable for investments purchased, management fees payable and the Fund's obligation for net assets attributable to holders of redeemable securities approximate their fair values due to their short-term nature.

9. Comparative Balances

The comparative period financial statements may have been reclassified from the statements previously presented in order to conform to the current period's presentation.

SEMI-ANNUAL FINANCIAL STATEMENTS

Sun Life Granite Balanced Class
Sun Life Granite Balanced Growth Class
Sun Life Granite Conservative Class
Sun Life Granite Growth Class
Sun Life Granite Moderate Class

Sun Life MFS Global Growth Class
Sun Life MFS International Opportunities Class
Sun Life MFS U.S. Growth Class
Sun Life Money Market Class

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You can find more information about each Fund in our Annual Information Form, and each Fund's management report of fund performance and financial statements, once available. These documents are incorporated by reference into this document, which means that they legally form part of this document just as if they were printed as part of it.

For a free copy of these documents, call us toll-free at **1-877-344-1434** or ask your advisor. These documents and other information about the Funds, such as information circulars and material contracts, are also available at **www.sunlifeglobalinvestments.com** or **www.sedar.com**.

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