

# SUN LIFE **MILESTONE FUNDS**

---

Your child's education is one of life's  
greatest milestones



## THE CHALLENGE

As a parent, you're looking for an easy, tax-efficient way to save for your child's education

**And there are so many questions you need to answer:**

When will my child go to post-secondary school?

How much money will I need for my child's education?

How much of my income should I expect to contribute to an education savings plan every month?

How important is it that I know I'll have enough money to pay for my child's education?

How much risk am I comfortable taking with my investments?

Am I accessing the government grants and tax savings available to me?

# The case

Anne hopes her three-year-old daughter, Clara, will go to college someday.

Anne wants to save for Clara's education but is concerned about how changes in the market will affect her savings. In 2020, the value of her investments dropped by 25% when the coronavirus pandemic caused markets to collapse. Another market decline could significantly impact her savings for Clara's education, especially with education costs continuing to rise.

Anne wants to be sure she has enough money saved for Clara's education, but she doesn't want to take on too much risk along the way.

**A Registered Education Savings Plan (RESP) can help.**

# The opportunity

Help secure your child's future by contributing to an RESP.

## The benefits:

### Additional money

The federal government will match your RESP contributions by up to 20% (to a maximum of \$500<sup>1</sup> per year and a lifetime maximum of \$7,200 per child) with the Canada Education Savings Grant.

### Flexibility

With no annual limit, you can invest in your RESP when it suits you, up to a maximum of \$50,000 per child over the lifetime of the plan. And if one child chooses not to attend post-secondary school, the money can be transferred to another child's education costs.

### Tax-sheltered growth

The investment income generated within your RESP is tax-sheltered until the money is withdrawn. Tax is paid at your child's income tax rate, which means they may pay little or no tax on the money.

<sup>1</sup> Depending on your family income, you may qualify for the Additional Canada Education Savings Grant amounts.

# The solution

## Sun Life Milestone Funds offer you:

### A Guaranteed Value<sup>2</sup>

Keep your investment to the maturity date and you will receive the highest month-end value for each unit in the investment that was achieved over the life of the fund. When held to maturity, these Funds will pay the highest of the following three values, subject to applicable fees:

- \$10 per unit (the net asset value per unit at the inception of the fund)
- The highest month end unit value during the period between the fund's inception and maturity dates
- The value at maturity

### Automatically adjusted asset mix

As the maturity date approaches, the mix of investments within the fund will become more conservative to reduce volatility and to protect the value of your investment. This is illustrated in the graph below, where equity decreases and fixed income increases.

**Your asset mix becomes more conservative over time.**



### Growth potential

Due to their equity exposure, Sun Life Milestone Funds offer the opportunity for growth potential, while at the same time offer downside protection if markets drop.

### Accessibility

Daily liquidity means you can redeem your investment at any time at that day's net asset value.

### Choice

Choose a date that best meets your needs.

<sup>2</sup>The Guaranteed Value is only available on the scheduled Maturity Date of the fund. Investors who redeem units of a Milestone Fund before the scheduled Maturity Date of their Milestone Fund will receive the current NAV per unit (less redemption fees, if any), which may be less than the Guaranteed Value. The Guaranteed Value of each unit of a Milestone Fund is calculated during the term of the Milestone Fund based on the greater of \$10.00 per unit and the then highest month end NAV per unit.

## **Anne could consider Sun Life Milestone 2030 Fund for Clara's RESP.**

The Guaranteed Value at maturity, and the fact that the Fund becomes more conservative over time, are particularly attractive to her. These features can help to protect her investment against the impact of falling markets, and increase her confidence that she will have enough for Clara's education in 2030.



**Talk to your financial advisor about how Sun Life Milestone Funds can help meet your RESP needs.**

## About Sun Life Global Investments

Sun Life Global Investments offers Canadians a diverse lineup of mutual funds, portfolio solutions and guaranteed investments, empowering them to pursue their financial goals at every life stage. We bring together the strength of one of Canada's most trusted names in financial services with some of the best asset managers from around the world to deliver a truly global investment platform. For more information, please visit [sunlifeglobalinvestments.com](https://sunlifeglobalinvestments.com) or follow us on Twitter @SLGI\_Canada.



For more information, speak to your advisor or:

Visit [sunlifeglobalinvestments.com](https://sunlifeglobalinvestments.com) | Call **1-877-344-1434**

Email [info@sunlifeglobalinvestments.com](mailto:info@sunlifeglobalinvestments.com)

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. Mutual fund values change frequently and past performance may not be repeated. Mutual funds are not generally guaranteed, although the Sun Life Milestone Funds benefit from the guarantee described below. We have structured each Sun Life Milestone Fund so that it will have sufficient assets to pay the Guaranteed Value per unit on its respective maturity date. If the net asset value per unit on the maturity date of a Sun Life Milestone Fund is less than the Guaranteed Value per unit, then Sun Life Assurance Company of Canada, as sub-advisor to the Sun Life Milestone Funds, ("Sun Life", or the "guarantor") has agreed to pay the shortfall to the Sun Life Milestone Fund. Any shortfall payment is subject to the financial health and creditworthiness of Sun Life. The respective maturity dates for the Sun Life Milestone Funds is June 30 of the year in the corresponding fund's name. The maturity date for a Sun Life Milestone Fund may be accelerated in certain circumstances, in which case an accelerated Guaranteed Value will be calculated. In such a case, the applicable Sun Life Milestone Fund will pay the greater of the net asset value per unit on the accelerated maturity date and the net present value per unit of the Guaranteed Value. If you redeem your securities of the Sun Life Milestone Funds prior to their respective maturity dates, your redemption will be processed at the current net asset value per security, less any applicable redemption fees, and you will not benefit from the Guaranteed Value at maturity. Additional information, including specific risks associated with the Sun Life Milestone Funds, can be found in the prospectus

Sun Life Global Investments is a trade name of SLGI Asset Management Inc., Sun Life Assurance Company of Canada and Sun Life Financial Trust Inc. SLGI Asset Management Inc. is the investment manager of the Sun Life Mutual Funds, Sun Life Granite Managed Solutions and Sun Life Private Investment Pools.

© SLGI Asset Management Inc. and its licensors, 2021. SLGI Asset Management Inc. is a member of the Sun Life group of companies. All rights reserved.

