
SLGI ASSET MANAGEMENT INC.

ANNUAL FINANCIAL STATEMENTS

for the period ended December 31, 2022

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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Independent Auditor's Report

INDEPENDENT AUDITOR'S REPORT

To the Securityholders of:

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

(collectively, the "Funds")

Opinion

We have audited the financial statements of the Funds, which comprise the statements of financial position as at December 31, 2022 and December 31, 2021, 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 years then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Funds as at December 31, 2022 and December 2021, and their financial performance and their cash flows for the years then ended in accordance with International Financial Reporting Standards ["IFRSs"].

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the Funds in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. The other information comprises the Management Report of Fund Performance of the Funds. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information, and in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

We obtained the Management Report of Fund Performance of the Funds prior to the date of this auditor's report. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact in this auditor's report. We have nothing to report in this regard.

Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Funds or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Funds' financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Funds' internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Funds to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

The logo for Ernst & Young LLP, featuring the company name in a stylized, handwritten-style script.

Chartered Professional Accountants
Licensed Public Accountants

Waterloo, Canada
March 24, 2023

Sun Life Granite Balanced Class

Statements of Financial Position

As at December 31, 2022 and 2021

	December 31, 2022 (\$)	December 31, 2021 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	234,152,171	291,687,282
Cash	162,130	291,977
Receivable for investments sold	106,689	316,724
Accrued interest	2,249	7
Distributions receivable from underlying funds	-	-
Subscriptions receivable	47,025	12,846
	234,470,264	292,308,836
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Accrued expenses	9,003	13,920
Redemptions payable	111,217	252,269
Distributions payable	-	-
Payable for investments purchased	32,186	170,890
Management fees payable	58,296	89,679
Income tax payable	334,449	234,034
Total liabilities (excluding net assets attributable to holders of redeemable securities)	545,151	760,792
Net Assets Attributable to Holders of Redeemable Securities	233,925,113	291,548,044
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	88,433,366	111,144,823
Series AT5	9,927,903	13,598,109
Series F	84,938,360	99,436,574
Series FT5	5,488,586	5,862,213
Series O	45,136,898	61,506,325
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	12.54	14.62
Series AT5	11.57	14.31
Series F	13.92	16.04
Series FT5	12.68	15.50
Series O	13.49	15.42

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 periods ended December 31

	2022 (\$)	2021 (\$)
Investment Income		
Interest income	11,167	10,739
Distributions from underlying funds	11,578,986	16,987,124
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	(1,019,731)	1,580,333
Change in unrealized appreciation (depreciation) in value of investments	(42,763,761)	7,277,690
Net gains (losses) on investments	(32,193,339)	25,855,886
Total income (loss)	(32,193,339)	25,855,886
Expenses (note 5)		
Management fees	2,832,905	2,883,852
Fixed annual administration fees	439,406	456,721
Independent review committee fees	492	334
Total operating expenses	3,272,803	3,340,907
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	(35,466,142)	22,514,979
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	(35,466,142)	22,514,979
Income taxes	150,711	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	(35,616,853)	22,514,979
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	(14,223,843)	7,617,362
Series AT5	(1,707,168)	1,063,571
Series F	(11,974,024)	7,365,123
Series FT5	(857,319)	401,073
Series O	(6,854,499)	6,067,850
Weighted Average Number of Securities Outstanding		
Series A	7,399,759	6,942,147
Series AT5	910,801	948,356
Series F	6,242,080	5,356,332
Series FT5	482,049	300,094
Series O	3,728,950	4,196,805
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	(1.92)	1.10
Series AT5	(1.87)	1.12
Series F	(1.92)	1.38
Series FT5	(1.78)	1.34
Series O	(1.84)	1.45

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 periods ended December 31

	Series A		Series AT5		Series F	
	2022	2021	2022	2021	2022	2021
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 111,144,823	88,415,670	13,598,109	12,948,294	99,436,574	64,969,983
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ (14,223,843)	7,617,362	(1,707,168)	1,063,571	(11,974,024)	7,365,123
Redeemable Security Transactions						
Proceeds from redeemable securities issued	\$ 19,711,815	40,805,194	1,245,170	2,376,546	22,217,495	41,277,626
Redemption of redeemable securities	\$ (28,202,344)	(25,706,810)	(2,612,325)	(2,252,551)	(24,724,942)	(14,175,166)
Reinvestment of distributions to holders of redeemable securities	\$ 1,605,112	714,393	247,699	212,385	1,439,827	626,404
Capitalized distributions	\$ -	-	-	-	-	-
	\$ (6,885,417)	15,812,777	(1,119,456)	336,380	(1,067,620)	27,728,864
Distributions to Holders of Redeemable Securities						
From capital gains	\$ (1,602,197)	-	(194,974)	-	(1,456,570)	-
From net investment income	\$ -	(700,986)	-	(86,544)	-	(627,396)
Return of capital	\$ -	-	(648,608)	(663,592)	-	-
	\$ (1,602,197)	(700,986)	(843,582)	(750,136)	(1,456,570)	(627,396)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ (22,711,457)	22,729,153	(3,670,206)	649,815	(14,498,214)	34,466,591
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 88,433,366	111,144,823	9,927,903	13,598,109	84,938,360	99,436,574
Redeemable Security Transactions Balance - beginning of period	7,603,423	6,498,476	950,189	925,310	6,198,240	4,401,087
Securities issued	1,519,028	2,871,685	106,563	166,795	1,549,230	2,674,196
Securities issued on reinvestment of distributions	118,042	48,659	20,052	14,959	96,359	38,918
Securities redeemed	(2,188,880)	(1,815,397)	(218,864)	(156,875)	(1,741,567)	(915,961)
Balance - end of period	7,051,613	7,603,423	857,940	950,189	6,102,262	6,198,240

	Series FT5		Series O		Total	
	2022	2021	2022	2021	2022	2021
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 5,862,213	3,958,186	61,506,325	62,697,257	291,548,044	232,989,390
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ (857,319)	401,073	(6,854,499)	6,067,850	(35,616,853)	22,514,979
Redeemable Security Transactions						
Proceeds from redeemable securities issued	\$ 4,530,624	2,336,270	1,923,165	8,299,238	49,628,269	95,094,874
Redemption of redeemable securities	\$ (3,793,110)	(723,384)	(11,438,092)	(15,556,824)	(70,770,813)	(58,414,735)
Reinvestment of distributions to holders of redeemable securities	\$ 210,395	156,490	881,109	386,837	4,384,142	2,096,509
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 947,909	1,769,376	(8,633,818)	(6,870,749)	(16,758,402)	38,776,648
Distributions to Holders of Redeemable Securities						
From capital gains	\$ (94,499)	-	(881,110)	-	(4,229,350)	-
From net investment income	\$ -	(37,097)	-	(388,033)	-	(1,840,056)
Return of capital	\$ (369,718)	(229,325)	-	-	(1,018,326)	(892,917)
	\$ (464,217)	(266,422)	(881,110)	(388,033)	(5,247,676)	(2,732,973)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ (373,627)	1,904,027	(16,369,427)	(1,190,932)	(57,622,931)	58,558,654
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 5,488,586	5,862,213	45,136,898	61,506,325	233,925,113	291,548,044
Redeemable Security Transactions Balance - beginning of period	378,242	264,213	3,988,976	4,454,712	19,119,070	16,543,798
Securities issued	320,869	150,728	147,414	570,350	3,643,104	6,433,754
Securities issued on reinvestment of distributions	15,835	10,339	61,197	24,954	311,485	137,829
Securities redeemed	(282,194)	(47,038)	(851,547)	(1,061,040)	(5,283,052)	(3,996,311)
Balance - end of period	432,752	378,242	3,346,040	3,988,976	17,790,607	19,119,070

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

Sun Life Granite Balanced Class (continued)

Statements of Cash Flows

For the periods ended December 31

	2022 (\$)	2021 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	(35,616,853)	22,514,979
Adjustments for:		
Net realized (gain) loss on sale of investments	1,019,731	(1,580,333)
Change in unrealized (appreciation) depreciation in value of investments	42,763,761	(7,277,690)
Non-cash income distributions from underlying funds	(11,578,986)	(16,987,124)
Purchases of investments	(17,699,495)	(47,762,106)
Proceeds from sale of investments	43,101,431	14,511,846
Change in accrued interest	(2,242)	(7)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	(31,383)	21,056
Change in other payables and accrued expenses	(4,917)	2,840
Change in income tax payable (recovered)	100,415	(412,565)
Net Cash Provided by (Used in) Operating Activities	22,051,462	(36,969,104)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(863,534)	(636,552)
Proceeds from redeemable securities issued	49,594,090	95,138,716
Redemption of redeemable securities	(70,911,865)	(58,183,577)
Net Cash Provided by (Used in) Financing Activities	(22,181,309)	36,318,587
Net increase (decrease) in cash	(129,847)	(650,517)
Cash (bank indebtedness) at beginning of period	291,977	942,494
Cash (bank indebtedness) at end of period	162,130	291,977
Interest received	8,925	10,732
Income taxes paid	(50,296)	(412,565)
Interest paid	-	-
Income taxes recovered	-	-

Schedule of Investments

As at December 31, 2022

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Granite Balanced Portfolio, Series I	18,071,201	251,245,513	234,152,171	
		251,245,513	234,152,171	100.1
Total Investments		251,245,513	234,152,171	100.1
Other Assets less Liabilities			(227,058)	(0.1)
Total Net Assets			233,925,113	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.

(iii) Other market risk

The Fund is exposed indirectly to other market 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)

(c) Liquidity risk

As at December 31, 2022 and December 31, 2021, 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 (%)	
	December 31, 2022	December 31, 2021
Exchange-Traded Funds		
U.S. Equities	6.5	5.6
Mutual Funds		
Canadian Fixed Income	14.7	13.0
International Equities	12.4	12.3
Canadian Equities	9.8	10.0
Tactical Balanced	11.0	10.2
U.S. Equities	10.1	10.2
High Yield Fixed Income	2.8	3.4
U.S. Fixed Income	6.9	7.0
Canadian Focused Equities	3.6	3.7
Emerging Markets Equities	3.2	3.2
International Fixed Income	3.3	4.5
Emerging Markets Bonds	2.5	2.5
Global Small/Mid Cap Equities	5.4	7.3
Canadian Money Market	1.9	1.1
Global Equities	5.6	5.8
Other Assets less Liabilities	0.3	0.2
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 December 31, 2022 and December 31, 2021.

	December 31, 2022			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	234,152,171	-	-	234,152,171

	December 31, 2021			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	291,687,282	-	-	291,687,282

There were no transfers between fair value levels during the periods from January 1 to December 31, 2022 and January 1 to December 31, 2021.

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 December 31, 2022 and December 31, 2021, 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 December 31, 2022 and 2021

	December 31, 2022 (\$)	December 31, 2021 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	64,190,031	85,754,639
Cash	16,853	226,243
Receivable for investments sold	39,290	16,846
Accrued interest	333	31
Distributions receivable from underlying funds	-	-
Subscriptions receivable	305	3,040
	64,246,812	86,000,799
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Accrued expenses	2,473	4,101
Redemptions payable	-	44,514
Distributions payable	-	-
Payable for investments purchased	-	157,159
Management fees payable	17,456	29,456
Income tax payable	30,825	61,998
Total liabilities (excluding net assets attributable to holders of redeemable securities)	50,754	297,228
Net Assets Attributable to Holders of Redeemable Securities	64,196,058	85,703,571
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	26,407,557	37,826,053
Series AT5	2,216,590	2,649,555
Series AT8	1,965,438	2,603,197
Series F	19,935,775	24,553,729
Series FT5	930,556	945,466
Series FT8	819,250	844,973
Series O	11,920,892	16,280,598
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	12.93	15.25
Series AT5	11.97	14.98
Series AT8	8.85	11.50
Series F	14.29	16.66
Series FT5	12.82	15.87
Series FT8	10.92	14.02
Series O	13.83	15.98

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 periods ended December 31

	2022 (\$)	2021 (\$)
Investment Income		
Interest income	1,057	3,559
Distributions from underlying funds	3,288,006	4,946,553
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	190,013	1,971,865
Change in unrealized appreciation (depreciation) in value of investments	(12,806,589)	2,513,079
Net gains (losses) on investments	(9,327,513)	9,435,056
Total income (loss)	(9,327,513)	9,435,056
Expenses (note 5)		
Management fees	893,752	1,005,114
Fixed annual administration fees	125,389	141,948
Independent review committee fees	139	104
Total operating expenses	1,019,280	1,147,166
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	(10,346,793)	8,287,890
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	(10,346,793)	8,287,890
Income taxes	(12,311)	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	(10,334,482)	8,287,890
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	(4,693,073)	3,481,089
Series AT5	(339,390)	168,703
Series AT8	(324,506)	243,758
Series F	(2,976,099)	2,229,058
Series FT5	(117,609)	74,169
Series FT8	(102,062)	86,467
Series O	(1,781,743)	2,004,646
Weighted Average Number of Securities Outstanding		
Series A	2,295,722	2,495,189
Series AT5	186,468	118,630
Series AT8	228,026	223,337
Series F	1,465,434	1,325,109
Series FT5	68,990	43,550
Series FT8	61,474	60,061
Series O	961,165	1,143,228
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	(2.04)	1.40
Series AT5	(1.82)	1.42
Series AT8	(1.42)	1.09
Series F	(2.03)	1.68
Series FT5	(1.70)	1.70
Series FT8	(1.66)	1.44
Series O	(1.85)	1.75

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 periods ended December 31

	Series A		Series AT5		Series AT8		Series F	
	2022	2021	2022	2021	2022	2021	2022	2021
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 37,826,053	35,638,088	2,649,555	1,441,214	2,603,197	2,566,292	24,553,729	19,274,166
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ (4,693,073)	3,481,089	(339,390)	168,703	(324,506)	243,758	(2,976,099)	2,229,058
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 6,283,904	10,234,282	619,536	1,218,603	85,462	149,309	5,802,527	8,017,533
Redemption of redeemable securities	\$ (13,007,185)	(11,535,981)	(608,402)	(125,696)	(206,483)	(187,115)	(7,447,245)	(4,974,176)
Reinvestment of distributions to holders of redeemable securities	\$ 942,335	191,841	111,001	47,164	84,607	46,603	655,602	125,977
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (5,780,946)	(1,109,858)	122,135	1,140,071	(36,414)	8,797	(989,116)	3,169,334
Distributions to Holders of Redeemable Securities								
From capital gains	\$ (774,126)	-	(60,840)	-	(54,331)	-	(524,189)	-
From net investment income	\$ (170,351)	(183,266)	(14,370)	(12,886)	(12,800)	(12,710)	(128,550)	(118,829)
Return of capital	\$ -	-	(140,500)	(87,547)	(209,708)	(202,940)	-	-
	\$ (944,477)	(183,266)	(215,710)	(100,433)	(276,839)	(215,650)	(652,739)	(118,829)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ (11,418,496)	2,187,965	(432,965)	1,208,341	(637,759)	36,905	(4,617,954)	5,279,563
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 26,407,557	37,826,053	2,216,590	2,649,555	1,965,438	2,603,197	19,935,775	24,553,729
Redeemable Security Transactions Balance - beginning of period	2,480,085	2,557,172	176,816	100,211	226,407	225,583	1,473,751	1,279,766
Securities issued	458,866	694,506	47,566	81,957	8,435	12,939	383,388	504,175
Securities issued on reinvestment of distributions	67,960	12,531	8,645	3,193	8,833	4,065	43,195	7,538
Securities redeemed	(965,176)	(784,124)	(47,843)	(8,545)	(21,549)	(16,180)	(504,988)	(317,728)
Balance - end of period	2,041,735	2,480,085	185,184	176,816	222,126	226,407	1,395,346	1,473,751

	Series FT5		Series FT8		Series O		Total	
	2022	2021	2022	2021	2022	2021	2022	2021
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 945,466	376,331	844,973	794,420	16,280,598	17,489,684	85,703,571	77,580,195
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ (117,609)	74,169	(102,062)	86,467	(1,781,743)	2,004,646	(10,334,482)	8,287,890
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 149,673	524,980	182,000	130,800	799,155	1,456,760	13,922,257	21,732,267
Redemption of redeemable securities	\$ (32,574)	(24,048)	(97,050)	(159,775)	(3,377,118)	(4,670,492)	(24,776,057)	(21,677,283)
Reinvestment of distributions to holders of redeemable securities	\$ 66,428	32,337	83,351	62,974	406,584	78,902	2,349,908	585,798
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 183,527	533,269	168,301	33,999	(2,171,379)	(3,134,830)	(8,503,892)	640,782
Distributions to Holders of Redeemable Securities								
From capital gains	\$ (19,975)	-	(17,450)	-	(329,644)	-	(1,780,555)	-
From net investment income	\$ (6,016)	(4,581)	(5,304)	(4,093)	(76,940)	(78,902)	(414,331)	(415,267)
Return of capital	\$ (54,837)	(33,722)	(69,208)	(65,820)	-	-	(474,253)	(390,029)
	\$ (80,828)	(38,303)	(91,962)	(69,913)	(406,584)	(78,902)	(2,669,139)	(805,296)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ (14,910)	569,135	(25,723)	50,553	(4,359,706)	(1,209,086)	(21,507,513)	8,123,376
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 930,556	945,466	819,250	844,973	11,920,892	16,280,598	64,196,058	85,703,571
Redeemable Security Transactions Balance - beginning of period	59,586	25,006	60,250	57,901	1,018,662	1,221,514	5,495,557	5,467,153
Securities issued	10,617	34,085	16,029	9,195	57,683	98,903	982,584	1,435,760
Securities issued on reinvestment of distributions	4,873	2,077	7,074	4,536	27,816	4,905	168,396	38,845
Securities redeemed	(2,514)	(1,582)	(8,309)	(11,382)	(241,906)	(306,660)	(1,792,285)	(1,446,201)
Balance - end of period	72,562	59,586	75,044	60,250	862,255	1,018,662	4,854,252	5,495,557

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

Sun Life Granite Balanced Growth Class (continued)

Statements of Cash Flows

For the periods ended December 31

	2022 (\$)	2021 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	(10,334,482)	8,287,890
Adjustments for:		
Net realized (gain) loss on sale of investments	(190,013)	(1,971,865)
Change in unrealized (appreciation) depreciation in value of investments	12,806,589	(2,513,079)
Non-cash income distributions from underlying funds	(3,288,006)	(4,946,553)
Purchases of investments	(3,799,220)	(12,819,953)
Proceeds from sale of investments	15,855,655	13,763,568
Change in accrued interest	(302)	7,205
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	(12,000)	3,480
Change in income tax payable/recoverable	(31,173)	(40,140)
Change in other payables and accrued expenses	(1,628)	411
Net Cash Provided by (Used in) Operating Activities	11,005,420	(229,036)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(319,231)	(219,965)
Proceeds from redeemable securities issued	13,924,992	21,976,723
Redemption of redeemable securities	(24,820,571)	(21,638,177)
Net Cash Provided by (Used in) Financing Activities	(11,214,810)	118,581
Net increase (decrease) in cash	(209,390)	(110,455)
Cash (bank indebtedness) at beginning of period	226,243	336,698
Cash (bank indebtedness) at end of period	16,853	226,243
Interest received	755	10,764
Income taxes paid	(18,862)	(40,140)
Interest paid	-	-
Income taxes recovered	-	-

Schedule of Investments

As at December 31, 2022

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Granite Balanced Growth Portfolio, Series I	4,545,199	67,002,876	64,190,031	
		67,002,876	64,190,031	100.0
Total Investments		67,002,876	64,190,031	100.0
Other Assets less Liabilities			6,027	0.0
Total Net Assets			64,196,058	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.

(iii) Other market risk

The Fund is exposed indirectly to other market 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)

(c) Liquidity risk

As at December 31, 2022 and December 31, 2021, 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 (%)	
	December 31, 2022	December 31, 2021
Exchange-Traded Funds		
U.S. Equities	7.4	6.4
Mutual Funds		
Canadian Fixed Income	9.4	7.8
International Equities	14.9	14.8
Tactical Balanced	10.2	9.9
Canadian Equities	11.6	11.7
U.S. Equities	12.0	12.2
International Fixed Income	2.6	3.7
Global Equities	6.4	6.7
High Yield Fixed Income	2.8	3.2
Canadian Focused Equities	4.2	4.2
Emerging Markets Equities	3.9	3.6
Emerging Markets Bonds	2.3	2.3
U.S. Fixed Income	3.8	3.9
Global Small/Mid Cap Equities	6.4	7.9
Canadian Money Market	1.8	1.4
Other Assets less Liabilities	0.3	0.3
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 December 31, 2022 and December 31, 2021.

	December 31, 2022			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	64,190,031	-	-	64,190,031

	December 31, 2021			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	85,754,639	-	-	85,754,639

There were no transfers between fair value levels during the periods from January 1 to December 31, 2022 and January 1 to December 31, 2021.

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 December 31, 2022 and December 31, 2021, the Manager held the following positions in the Fund:

	December 31, 2022	
	Securities	Market Value (\$)
Series FT5	-	-

	December 31, 2021	
	Securities	Market Value (\$)
Series FT5	895	14,199

The following are transactions in the Fund by the Manager from January 1 to December 31, 2022 and January 1 to December 31, 2021. If applicable, distributions were reinvested into shares of the same series of the same Fund.

	December 31, 2022		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series FT5	38	12,528	981

	December 31, 2021		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series FT5	42	-	721

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 December 31, 2022 and December 31, 2021, there were no significant interests in the underlying Trust Fund.

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 December 31, 2022 and 2021

	December 31, 2022 (\$)	December 31, 2021 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	184,983,724	273,038,846
Cash	-	297,508
Receivable for investments sold	283,510	333,432
Accrued interest	2,436	75
Distributions receivable from underlying funds	-	-
Subscriptions receivable	3,634	73,570
	185,273,304	273,743,431
Liabilities		
Current Liabilities		
Bank indebtedness	162,762	-
Accrued expenses	7,292	13,276
Redemptions payable	37,803	440,030
Distributions payable	-	-
Payable for investments purchased	-	153,766
Management fees payable	42,417	75,917
Income tax payable	246,605	501,675
Total liabilities (excluding net assets attributable to holders of redeemable securities)	496,879	1,184,664
Net Assets Attributable to Holders of Redeemable Securities	184,776,425	272,558,767
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	70,436,841	100,787,771
Series AT5	7,169,653	11,792,101
Series F	78,814,871	115,859,986
Series FT5	3,722,801	3,014,406
Series O	24,632,259	41,104,503
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	10.86	12.61
Series AT5	10.08	12.41
Series F	11.75	13.53
Series FT5	11.65	14.22
Series O	11.82	13.51

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 periods ended December 31

	2022 (\$)	2021 (\$)
Investment Income		
Interest income	2,538	7,586
Distributions from underlying funds	6,687,225	14,320,274
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	(6,010,424)	1,058,476
Change in unrealized appreciation (depreciation) in value of investments	(29,958,079)	(4,175,046)
Net gains (losses) on investments	(29,278,740)	11,211,290
Total income (loss)	(29,278,740)	11,211,290
Expenses (note 5)		
Management fees	2,256,420	2,620,924
Fixed annual administration fees	392,306	464,350
Independent review committee fees	431	343
Total operating expenses	2,649,157	3,085,617
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	(31,927,897)	8,125,673
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	(31,927,897)	8,125,673
Income taxes	(3,655)	298,193
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	(31,924,242)	7,827,480
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	(12,369,334)	2,317,981
Series AT5	(1,393,078)	273,560
Series F	(13,474,411)	3,317,537
Series FT5	(366,793)	97,190
Series O	(4,320,626)	1,821,212
Weighted Average Number of Securities Outstanding		
Series A	7,300,586	7,898,002
Series AT5	848,333	959,839
Series F	7,855,049	7,648,672
Series FT5	221,539	213,369
Series O	2,601,705	3,487,105
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	(1.69)	0.29
Series AT5	(1.64)	0.29
Series F	(1.72)	0.43
Series FT5	(1.66)	0.46
Series O	(1.66)	0.52

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 periods ended December 31

	Series A		Series AT5		Series F	
	2022	2021	2022	2021	2022	2021
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 100,787,771	95,705,005	11,792,101	11,632,973	115,859,986	86,787,417
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ (12,369,334)	2,317,981	(1,393,078)	273,560	(13,474,411)	3,317,537
Redeemable Security Transactions						
Proceeds from redeemable securities issued	\$ 11,548,222	40,943,031	1,063,059	3,440,404	21,393,444	57,293,004
Redemption of redeemable securities	\$ (29,499,854)	(38,196,962)	(3,872,431)	(3,101,502)	(44,824,230)	(31,539,442)
Reinvestment of distributions to holders of redeemable securities	\$ 1,267,138	224,807	260,032	184,057	1,363,629	238,674
Capitalized distributions	\$ -	-	-	-	-	-
	\$ (16,684,494)	2,970,876	(2,549,340)	522,959	(22,067,157)	25,992,236
Distributions to Holders of Redeemable Securities						
From capital gains	\$ (1,080,276)	-	(135,455)	-	(1,261,036)	-
From net investment income	\$ (216,826)	(206,091)	(22,238)	(24,155)	(242,511)	(237,204)
Return of capital	\$ -	-	(522,337)	(613,236)	-	-
	\$ (1,297,102)	(206,091)	(680,030)	(637,391)	(1,503,547)	(237,204)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ (30,350,930)	5,082,766	(4,622,448)	159,128	(37,045,115)	29,072,569
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 70,436,841	100,787,771	7,169,653	11,792,101	78,814,871	115,859,986
Redeemable Security Transactions Balance - beginning of period	7,993,386	7,755,518	950,535	910,336	8,566,300	6,613,009
Securities issued	1,013,554	3,290,270	93,956	272,560	1,737,405	4,310,184
Securities issued on reinvestment of distributions	108,499	17,828	24,171	14,745	108,564	17,656
Securities redeemed	(2,628,230)	(3,070,230)	(357,157)	(247,106)	(3,702,655)	(2,374,549)
Balance - end of period	6,487,209	7,993,386	711,505	950,535	6,709,614	8,566,300

	Series FT5		Series O		Total	
	2022	2021	2022	2021	2022	2021
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 3,014,406	2,964,318	41,104,503	48,925,675	272,558,767	246,015,388
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ (366,793)	97,190	(4,320,626)	1,821,212	(31,924,242)	7,827,480
Redeemable Security Transactions						
Proceeds from redeemable securities issued	\$ 1,754,632	257,115	2,312,068	7,192,124	38,071,425	109,125,678
Redemption of redeemable securities	\$ (517,720)	(176,455)	(14,461,872)	(16,834,222)	(93,176,107)	(89,848,583)
Reinvestment of distributions to holders of redeemable securities	\$ 43,409	33,441	503,065	83,750	3,437,273	764,729
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 1,280,321	114,101	(11,646,739)	(9,558,348)	(51,667,409)	20,041,824
Distributions to Holders of Redeemable Securities						
From capital gains	\$ (31,585)	-	(429,031)	-	(2,937,383)	-
From net investment income	\$ (11,520)	(6,189)	(75,848)	(84,036)	(568,943)	(557,675)
Return of capital	\$ (162,028)	(155,014)	-	-	(684,365)	(768,250)
	\$ (205,133)	(161,203)	(504,879)	(84,036)	(4,190,691)	(1,325,925)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 708,395	50,088	(16,472,244)	(7,821,172)	(87,782,342)	26,543,379
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 3,722,801	3,014,406	24,632,259	41,104,503	184,776,425	272,558,767
Redeemable Security Transactions Balance - beginning of period	211,997	204,185	3,043,594	3,763,122	20,765,812	19,246,170
Securities issued	144,604	17,595	192,581	547,102	3,182,100	8,437,711
Securities issued on reinvestment of distributions	3,635	2,503	39,942	6,188	284,811	58,920
Securities redeemed	(40,782)	(12,286)	(1,192,659)	(1,272,818)	(7,921,483)	(6,976,989)
Balance - end of period	319,454	211,997	2,083,458	3,043,594	16,311,240	20,765,812

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

Sun Life Granite Conservative Class (continued)

Statements of Cash Flows

For the periods ended December 31

	2022 (\$)	2021 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	(31,924,242)	7,827,480
Adjustments for:		
Net realized (gain) loss on sale of investments	6,010,424	(1,058,476)
Change in unrealized (appreciation) depreciation in value of investments	29,958,079	4,175,046
Non-cash income distributions from underlying funds	(6,687,225)	(14,320,274)
Purchases of investments	(6,185,179)	(42,058,009)
Proceeds from sale of investments	64,855,179	25,387,135
Change in accrued interest	(2,361)	(75)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	(33,500)	9,257
Change in other payables and accrued expenses	(5,984)	1,377
Change in income tax payable (recovered)	(255,070)	(203,481)
Net Cash Provided by (Used in) Operating Activities	55,730,121	(20,240,020)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(753,418)	(561,227)
Proceeds from redeemable securities issued	38,141,361	109,180,833
Redemption of redeemable securities	(93,578,334)	(89,412,424)
Net Cash Provided by (Used in) Financing Activities	(56,190,391)	19,207,182
Net increase (decrease) in cash	(460,270)	(1,032,838)
Cash (bank indebtedness) at beginning of period	297,508	1,330,346
Cash (bank indebtedness) at end of period	(162,762)	297,508
Interest received	177	2,429
Income taxes paid	(251,415)	(501,674)
Interest paid	-	-
Income taxes recovered	-	-

Schedule of Investments

As at December 31, 2022

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Granite Conservative Portfolio, Series I	17,574,816	211,689,617	184,983,724	
		211,689,617	184,983,724	100.1
Total Investments		211,689,617	184,983,724	100.1
Other Assets less Liabilities			(207,299)	(0.1)
Total Net Assets			184,776,425	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 December 31, 2022 and December 31, 2021, 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 (%)	
	December 31, 2022	December 31, 2021
Exchange-Traded Funds		
U.S. Equities	1.4	0.6
Mutual Funds		
Canadian Fixed Income	30.1	27.9
Tactical Balanced	12.6	12.0
U.S. Fixed Income	14.5	14.7
High Yield Fixed Income	3.5	3.7
International Equities	5.5	5.4
International Fixed Income	5.3	7.7
Canadian Equities	4.3	4.4
U.S. Equities	6.7	6.8
Canadian Focused Equities	1.8	1.8
Emerging Markets Equities	1.7	1.6
Global Equities	2.4	2.6
Emerging Markets Bonds	2.8	2.8
Global Small/Mid Cap Equities	2.4	4.4
Canadian Money Market	4.7	3.5
Other Assets less Liabilities	0.3	0.1
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 December 31, 2022 and December 31, 2021.

	December 31, 2022			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	184,983,724	-	-	184,983,724

	December 31, 2021			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	273,038,846	-	-	273,038,846

There were no transfers between fair value levels during the periods from January 1 to December 31, 2022 and January 1 to December 31, 2021.

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 December 31, 2022 and December 31, 2021, 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 December 31, 2022 and 2021

	December 31, 2022 (\$)	December 31, 2021 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	75,463,548	85,600,220
Cash	154,235	155,480
Receivable for investments sold	15,030	5,565
Accrued interest	13,727	6
Distributions receivable from underlying funds	-	-
Subscriptions receivable	3,240	4,323
	75,649,780	85,765,594
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Accrued expenses	2,870	4,070
Redemptions payable	53,375	43,254
Distributions payable	1,833	-
Payable for investments purchased	36,045	10,886
Management fees payable	19,771	27,775
Income tax payable	16,266	30,995
Total liabilities (excluding net assets attributable to holders of redeemable securities)	130,160	116,980
Net Assets Attributable to Holders of Redeemable Securities	75,519,620	85,648,614
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	27,569,033	32,959,524
Series AT5	459,323	429,617
Series AT8	603,512	1,246,369
Series F	33,072,832	32,844,909
Series FT5	820,141	235,719
Series FT8	134,476	133,369
Series O	12,860,303	17,799,107
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	13.51	15.85
Series AT5	12.49	15.57
Series AT8	9.22	11.92
Series F	14.98	17.39
Series FT5	13.19	16.24
Series FT8	11.25	14.37
Series O	14.30	16.45

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 periods ended December 31

	2022 (\$)	2021 (\$)
Investment Income		
Interest income	9,544	6,543
Distributions from underlying funds	3,560,378	4,502,648
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	233,669	1,151,628
Change in unrealized appreciation (depreciation) in value of investments	(13,329,511)	4,170,093
Net gains (losses) on investments	(9,525,920)	9,830,912
Total income (loss)	(9,525,920)	9,830,912
Expenses (note 5)		
Management fees	945,980	868,711
Fixed annual administration fees	136,666	130,917
Independent review committee fees	154	98
Total operating expenses	1,082,800	999,726
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	(10,608,720)	8,831,186
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	(10,608,720)	8,831,186
Income taxes	(83,982)	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	(10,524,738)	8,831,186
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	(4,206,862)	3,211,925
Series AT5	(61,310)	47,194
Series AT8	(164,156)	104,898
Series F	(4,217,792)	3,027,848
Series FT5	(41,923)	26,951
Series FT8	(18,025)	16,073
Series O	(1,814,670)	2,396,297
Weighted Average Number of Securities Outstanding		
Series A	2,122,153	1,922,748
Series AT5	34,478	28,366
Series AT8	90,519	82,219
Series F	2,222,909	1,536,704
Series FT5	24,353	14,129
Series FT8	12,123	9,223
Series O	955,299	1,184,090
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	(1.98)	1.67
Series AT5	(1.78)	1.66
Series AT8	(1.81)	1.28
Series F	(1.90)	1.97
Series FT5	(1.72)	1.91
Series FT8	(1.49)	1.74
Series O	(1.90)	2.02

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 periods ended December 31

	Series A		Series AT5		Series AT8		Series F	
	2022	2021	2022	2021	2022	2021	2022	2021
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 32,959,524	26,255,012	429,617	450,049	1,246,369	916,777	32,844,909	19,705,804
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ (4,206,862)	3,211,925	(61,310)	47,194	(164,156)	104,898	(4,217,792)	3,027,848
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 6,605,820	12,958,717	109,744	3,744	36,359	417,491	14,613,433	14,029,481
Redemption of redeemable securities	\$ (7,777,101)	(9,465,682)	(17,400)	(70,400)	(425,334)	(122,434)	(10,174,974)	(3,923,634)
Reinvestment of distributions to holders of redeemable securities	\$ 774,754	318,916	37,024	24,030	20,932	19,755	903,546	322,726
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (396,527)	3,811,951	129,368	(42,626)	(368,043)	314,812	5,342,005	10,428,573
Distributions to Holders of Redeemable Securities								
From capital gains	\$ (521,560)	-	(6,735)	-	(19,289)	-	(579,423)	-
From net investment income	\$ (265,542)	(319,364)	(4,418)	(4,160)	(5,889)	(12,227)	(316,867)	(317,316)
Return of capital	\$ -	-	(27,199)	(20,840)	(85,480)	(77,891)	-	-
	\$ (787,102)	(319,364)	(38,352)	(25,000)	(110,658)	(90,118)	(896,290)	(317,316)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ (5,390,491)	6,704,512	29,706	(20,432)	(642,857)	329,592	227,923	13,139,105
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 27,569,033	32,959,524	459,323	429,617	603,512	1,246,369	33,072,832	32,844,909
Redeemable Security Transactions Balance - beginning of period	2,078,837	1,833,312	27,594	30,464	104,572	78,741	1,888,982	1,269,080
Securities issued	468,424	845,260	7,726	243	3,891	34,349	919,429	840,103
Securities issued on reinvestment of distributions	54,227	19,972	2,804	1,567	2,060	1,662	57,421	18,444
Securities redeemed	(560,682)	(619,707)	(1,339)	(4,680)	(45,048)	(10,180)	(657,994)	(238,645)
Balance - end of period	2,040,806	2,078,837	36,785	27,594	65,475	104,572	2,207,838	1,888,982

	Series FT5		Series FT8		Series O		Total	
	2022	2021	2022	2021	2022	2021	2022	2021
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 235,719	165,010	133,369	127,499	17,799,107	16,238,869	85,648,614	63,859,020
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ (41,923)	26,951	(18,025)	16,073	(1,814,670)	2,396,297	(10,524,738)	8,831,186
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 653,875	55,312	49,521	-	1,535,292	5,766,787	23,604,044	33,231,532
Redemption of redeemable securities	\$ (855)	(2,400)	(14,330)	-	(4,663,981)	(6,610,811)	(23,073,975)	(20,195,361)
Reinvestment of distributions to holders of redeemable securities	\$ 9,523	3,914	1,468	1,355	405,762	180,274	2,153,009	870,970
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 662,543	56,826	36,659	1,355	(2,722,927)	(663,750)	2,683,078	13,907,141
Distributions to Holders of Redeemable Securities								
From capital gains	\$ (6,208)	-	(2,084)	-	(277,422)	-	(1,412,721)	-
From net investment income	\$ (7,991)	(2,302)	(1,317)	(1,309)	(123,785)	(172,309)	(725,809)	(828,987)
Return of capital	\$ (21,999)	(10,766)	(14,126)	(10,249)	-	-	(148,804)	(119,746)
	\$ (36,198)	(13,068)	(17,527)	(11,558)	(401,207)	(172,309)	(2,287,334)	(948,733)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 584,422	70,709	1,107	5,870	(4,938,804)	1,560,238	(10,128,994)	21,789,594
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 820,141	235,719	134,476	133,369	12,860,303	17,799,107	75,519,620	85,648,614
Redeemable Security Transactions Balance - beginning of period	14,517	10,850	9,279	9,184	1,082,047	1,115,629	5,205,828	4,347,260
Securities issued	47,044	3,566	3,790	-	107,731	376,432	1,558,035	2,099,953
Securities issued on reinvestment of distributions	668	248	130	95	27,027	10,874	144,337	52,862
Securities redeemed	(63)	(147)	(1,249)	-	(317,193)	(420,888)	(1,583,568)	(1,294,247)
Balance - end of period	62,166	14,517	11,950	9,279	899,612	1,082,047	5,324,632	5,205,828

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

Sun Life Granite Growth Class (continued)

Statements of Cash Flows

For the periods ended December 31

	2022 (\$)	2021 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	(10,524,738)	8,831,186
Adjustments for:		
Net realized (gain) loss on sale of investments	(233,669)	(1,151,628)
Change in unrealized (appreciation) depreciation in value of investments	13,329,511	(4,170,093)
Non-cash income distributions from underlying funds	(3,560,378)	(4,502,648)
Purchases of investments	(11,169,761)	(19,747,395)
Proceeds from sale of investments	11,786,663	7,505,155
Change in accrued interest	(13,721)	564
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	(8,004)	7,505
Change in other payables and accrued expenses	(1,200)	2,611
Change in income tax payable (recovered)	(14,729)	(76,869)
Net Cash Provided by (Used in) Operating Activities	(410,026)	(13,301,612)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(132,492)	(77,763)
Proceeds from redeemable securities issued	23,605,127	33,235,771
Redemption of redeemable securities	(23,063,854)	(20,156,232)
Net Cash Provided by (Used in) Financing Activities	408,781	13,001,776
Net increase (decrease) in cash	(1,245)	(299,836)
Cash (bank indebtedness) at beginning of period	155,480	455,316
Cash (bank indebtedness) at end of period	154,235	155,480
Interest received	-	1,822
Income taxes paid	-	(76,869)
Interest paid	(4,177)	-
Income taxes recovered	69,253	-

Schedule of Investments

As at December 31, 2022

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Granite Growth Portfolio, Series I	5,025,877	77,597,421	75,463,548	
		77,597,421	75,463,548	99.9
Total Investments		77,597,421	75,463,548	99.9
Other Assets less Liabilities			56,072	0.1
Total Net Assets			75,519,620	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.

(iii) Other market risk

The Fund is exposed indirectly to other market 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)

(c) Liquidity risk

As at December 31, 2022 and December 31, 2021, 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 (%)	
	December 31, 2022	December 31, 2021
Exchange-Traded Funds		
U.S. Equities	8.4	7.7
Mutual Funds		
International Equities	16.8	16.6
Canadian Equities	13.6	13.7
Tactical Balanced	9.6	9.3
Canadian Fixed Income	4.3	2.7
Global Equities	7.5	7.7
International Fixed Income	1.8	2.8
U.S. Equities	13.8	14.0
Canadian Focused Equities	4.8	4.8
High Yield Fixed Income	2.6	2.9
Emerging Markets Equities	4.5	4.4
Emerging Markets Bonds	2.0	2.0
U.S. Fixed Income	1.0	1.1
Global Small/Mid Cap Equities	7.3	8.8
Canadian Money Market	1.7	1.3
Other Assets less Liabilities	0.3	0.2
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 December 31, 2022 and December 31, 2021.

	December 31, 2022			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	75,463,548	-	-	75,463,548

	December 31, 2021			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	85,600,220	-	-	85,600,220

There were no transfers between fair value levels during the periods from January 1 to December 31, 2022 and January 1 to December 31, 2021.

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 December 31, 2022 and December 31, 2021, the Manager held the following positions in the Fund:

	December 31, 2022	
	Securities	Market Value (\$)
Series FT5	982	12,953
Series FT8	-	-

	December 31, 2021	
	Securities	Market Value (\$)
Series FT5	899	14,593
Series FT8	1,015	14,586

The following are transactions in the Fund by the Manager from January 1 to December 31, 2022 and January 1 to December 31, 2021. If applicable, distributions were reinvested into shares of the same series of the same Fund.

	December 31, 2022		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series FT5	39	-	1,117
Series FT8	38	12,890	1,359

	December 31, 2021		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series FT5	42	-	801
Series FT8	42	-	1,211

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 December 31, 2022 and December 31, 2021, there were no significant interests in the underlying Trust Fund.

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

Sun Life Granite 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 Moderate Class

Statements of Financial Position

As at December 31, 2022 and 2021

	December 31, 2022 (\$)	December 31, 2021 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	115,627,536	155,366,344
Cash	269,858	-
Receivable for investments sold	122,078	390,137
Accrued interest	19,611	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	798	160,650
	116,039,881	155,917,131
Liabilities		
Current Liabilities		
Bank indebtedness	-	15,267
Accrued expenses	4,539	7,555
Redemptions payable	111,961	892
Distributions payable	365	-
Payable for investments purchased	1,106	86,230
Management fees payable	29,195	48,554
Income tax payable	131,234	178,376
Total liabilities (excluding net assets attributable to holders of redeemable securities)	278,400	336,874
Net Assets Attributable to Holders of Redeemable Securities	115,761,481	155,580,257
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	49,453,355	65,671,372
Series AT5	5,994,842	8,615,704
Series F	30,812,743	42,036,237
Series FT5	3,947,553	4,728,460
Series O	25,552,988	34,528,484
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	11.95	13.94
Series AT5	11.06	13.68
Series F	13.25	15.28
Series FT5	12.28	15.02
Series O	12.98	14.86

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 periods ended December 31

	2022 (\$)	2021 (\$)
Investment Income		
Interest income	25,229	3,147
Distributions from underlying funds	5,376,507	8,299,253
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	(1,015,493)	1,293,215
Change in unrealized appreciation (depreciation) in value of investments	(21,051,708)	1,968,018
Net gains (losses) on investments	(16,665,465)	11,563,633
Total income (loss)	(16,665,465)	11,563,633
Expenses (note 5)		
Management fees	1,496,846	1,605,154
Fixed annual administration fees	232,548	256,821
Independent review committee fees	253	186
Total operating expenses	1,729,647	1,862,161
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	(18,395,112)	9,701,472
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	(18,395,112)	9,701,472
Income taxes	(21,181)	2,015
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	(18,373,931)	9,699,457
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	(8,313,705)	3,556,652
Series AT5	(1,032,667)	452,854
Series F	(4,754,681)	2,506,230
Series FT5	(580,394)	358,102
Series O	(3,692,484)	2,825,619
Weighted Average Number of Securities Outstanding		
Series A	4,525,755	4,418,081
Series AT5	600,496	568,224
Series F	2,584,978	2,421,046
Series FT5	335,357	333,334
Series O	2,193,371	2,526,369
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	(1.84)	0.81
Series AT5	(1.72)	0.80
Series F	(1.84)	1.04
Series FT5	(1.73)	1.07
Series O	(1.68)	1.12

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 periods ended December 31

	Series A		Series AT5		Series F	
	2022	2021	2022	2021	2022	2021
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 65,671,372	56,506,884	8,615,704	6,968,885	42,036,237	28,757,669
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ (8,313,705)	3,556,652	(1,032,667)	452,854	(4,754,681)	2,506,230
Redeemable Security Transactions						
Proceeds from redeemable securities issued	\$ 9,460,175	22,342,396	565,305	2,576,987	5,649,082	17,730,352
Redemption of redeemable securities	\$ (17,365,976)	(16,750,072)	(1,739,395)	(1,086,967)	(12,108,756)	(6,966,291)
Reinvestment of distributions to holders of redeemable securities	\$ 1,135,141	332,072	138,199	136,195	710,670	211,315
Capitalized distributions	\$ -	-	-	-	-	-
	\$ (6,770,660)	5,924,396	(1,035,891)	1,626,215	(5,749,004)	10,975,376
Distributions to Holders of Redeemable Securities						
From capital gains	\$ (877,569)	-	(113,433)	-	(560,614)	-
From net investment income	\$ (256,083)	(316,560)	(31,220)	(41,903)	(159,195)	(203,038)
Return of capital	\$ -	-	(407,651)	(390,347)	-	-
	\$ (1,133,652)	(316,560)	(552,304)	(432,250)	(719,809)	(203,038)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ (16,218,017)	9,164,488	(2,620,862)	1,646,819	(11,223,494)	13,278,568
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 49,453,355	65,671,372	5,994,842	8,615,704	30,812,743	42,036,237
Redeemable Security Transactions Balance - beginning of period	4,711,403	4,278,918	629,964	511,608	2,751,170	2,009,109
Securities issued	757,670	1,639,891	49,437	187,771	414,449	1,200,481
Securities issued on reinvestment of distributions	88,947	23,766	11,795	9,988	50,539	13,800
Securities redeemed	(1,419,757)	(1,231,172)	(148,975)	(79,403)	(890,317)	(472,220)
Balance - end of period	4,138,263	4,711,403	542,221	629,964	2,325,841	2,751,170

	Series FT5		Series O		Total	
	2022	2021	2022	2021	2022	2021
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 4,728,460	6,700,476	34,528,484	38,488,919	155,580,257	137,422,833
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ (580,394)	358,102	(3,692,484)	2,825,619	(18,373,931)	9,699,457
Redeemable Security Transactions						
Proceeds from redeemable securities issued	\$ 530,615	280,579	2,638,785	4,373,020	18,843,962	47,303,334
Redemption of redeemable securities	\$ (409,017)	(2,356,775)	(7,911,637)	(11,148,618)	(39,534,781)	(38,308,723)
Reinvestment of distributions to holders of redeemable securities	\$ 20,101	10,576	593,432	156,574	2,597,543	846,732
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 141,699	(2,065,620)	(4,679,420)	(6,619,024)	(18,093,276)	9,841,343
Distributions to Holders of Redeemable Securities						
From capital gains	\$ (69,873)	-	(471,404)	-	(2,092,893)	-
From net investment income	\$ (20,593)	(23,038)	(132,188)	(167,030)	(599,279)	(751,569)
Return of capital	\$ (251,746)	(241,460)	-	-	(659,397)	(631,807)
	\$ (342,212)	(264,498)	(603,592)	(167,030)	(3,351,569)	(1,383,376)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ (780,907)	(1,972,016)	(8,975,496)	(3,960,435)	(39,818,776)	18,157,424
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 3,947,553	4,728,460	25,552,988	34,528,484	115,761,481	155,580,257
Redeemable Security Transactions Balance - beginning of period	314,878	453,136	2,323,999	2,787,066	10,731,414	10,039,837
Securities issued	36,454	18,171	191,409	307,227	1,449,419	3,353,541
Securities issued on reinvestment of distributions	1,880	1,094	43,217	10,495	196,378	59,143
Securities redeemed	(31,748)	(157,523)	(589,844)	(780,789)	(3,080,641)	(2,721,107)
Balance - end of period	321,464	314,878	1,968,781	2,323,999	9,296,570	10,731,414

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

Sun Life Granite Moderate Class (continued)

Statements of Cash Flows

For the periods ended December 31

	2022 (\$)	2021 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	(18,373,931)	9,699,457
Adjustments for:		
Net realized (gain) loss on sale of investments	1,015,493	(1,293,215)
Change in unrealized (appreciation) depreciation in value of investments	21,051,708	(1,968,018)
Non-cash income distributions from underlying funds	(5,376,507)	(8,299,253)
Purchases of investments	(5,735,642)	(20,084,286)
Proceeds from sale of investments	28,966,691	13,686,692
Change in accrued interest	(19,611)	-
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	(19,359)	8,221
Change in other payables and accrued expenses	(3,016)	917
Change in income tax payable (recovered)	(47,142)	(240,565)
Net Cash Provided by (Used in) Operating Activities	21,458,684	(8,490,050)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(753,661)	(539,598)
Proceeds from redeemable securities issued	19,003,814	47,343,369
Redemption of redeemable securities	(39,423,712)	(38,422,123)
Net Cash Provided by (Used in) Financing Activities	(21,173,559)	8,381,648
Net increase (decrease) in cash	285,125	(108,402)
Cash (bank indebtedness) at beginning of period	(15,267)	93,135
Cash (bank indebtedness) at end of period	269,858	(15,267)
Interest received	5,618	3,147
Income taxes paid	(25,961)	(242,580)
Interest paid	-	-
Income taxes recovered	-	-

Schedule of Investments

As at December 31, 2022

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Granite Moderate Portfolio, Series I	9,269,038	125,323,509	115,627,536	
		125,323,509	115,627,536	99.9
Total Investments		125,323,509	115,627,536	99.9
Other Assets less Liabilities			133,945	0.1
Total Net Assets			115,761,481	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.

(iii) Other market risk

The Fund is exposed indirectly to other market 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)

(c) Liquidity risk

As at December 31, 2022 and December 31, 2021, 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 (%)	
	December 31, 2022	December 31, 2021
Exchange-Traded Funds		
U.S. Equities	5.3	4.4
Mutual Funds		
Canadian Fixed Income	19.9	17.2
Tactical Balanced	11.3	10.9
Canadian Equities	7.8	8.0
International Equities	10.3	10.3
High Yield Fixed Income	3.3	3.4
U.S. Equities	8.4	8.6
Global Equities	4.4	4.7
International Fixed Income	4.1	6.4
Canadian Focused Equities	3.0	3.0
Emerging Markets Bonds	2.5	2.5
U.S. Fixed Income	8.1	8.2
Emerging Markets Equities	2.7	2.6
Canadian Money Market	4.3	3.4
Global Small/Mid Cap Equities	4.2	6.2
Other Assets less Liabilities	0.4	0.2
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 December 31, 2022 and December 31, 2021.

	December 31, 2022			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	115,627,536	-	-	115,627,536

	December 31, 2021			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	155,366,344	-	-	155,366,344

There were no transfers between fair value levels during the periods from January 1 to December 31, 2022 and January 1 to December 31, 2021.

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 December 31, 2022 and December 31, 2021, 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 December 31, 2022 and 2021

	December 31, 2022 (\$)	December 31, 2021 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	99,371,088	107,875,509
Cash	39,963	114,766
Receivable for investments sold	55,660	7,297
Accrued interest	970	1
Distributions receivable from underlying funds	-	-
Subscriptions receivable	47,945	154,433
	99,515,626	108,152,006
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Accrued expenses	3,647	4,925
Redemptions payable	62,462	152
Distributions payable	310	-
Payable for investments purchased	57,461	248,749
Management fees payable	28,447	37,015
Income tax payable	-	-
Total liabilities (excluding net assets attributable to holders of redeemable securities)	152,327	290,841
Net Assets Attributable to Holders of Redeemable Securities	99,363,299	107,861,165
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	37,152,354	40,217,263
Series AT5	2,215,420	3,218,852
Series AT8	1,980,453	2,813,354
Series F	49,251,205	42,267,158
Series FT5	2,973,105	5,477,549
Series FT8	500,097	676,640
Series O	5,290,665	13,190,349
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	23.35	27.63
Series AT5	21.86	27.49
Series AT8	16.32	21.31
Series F	25.58	29.93
Series FT5	17.82	22.15
Series FT8	15.29	19.73
Series O	23.94	27.76

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 periods ended December 31

	2022 (\$)	2021 (\$)
Investment Income		
Interest income	3,248	5,317
Distributions from underlying funds	1,448,462	2,029,812
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	1,156,419	996,309
Change in unrealized appreciation (depreciation) in value of investments	(16,536,723)	10,768,451
Net gains (losses) on investments	(13,928,594)	13,799,889
Total income (loss)	(13,928,594)	13,799,889
Expenses (note 5)		
Management fees	1,264,891	1,029,823
Fixed annual administration fees	164,195	138,491
Independent review committee fees	195	110
Total operating expenses	1,429,281	1,168,424
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	(15,357,875)	12,631,465
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	(15,357,875)	12,631,465
Income taxes	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	(15,357,875)	12,631,465
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	(5,875,333)	4,597,509
Series AT5	(483,133)	368,255
Series AT8	(437,357)	277,629
Series F	(6,178,293)	4,900,191
Series FT5	(688,034)	388,185
Series FT8	(91,351)	86,380
Series O	(1,604,374)	2,013,316
Weighted Average Number of Securities Outstanding		
Series A	1,541,086	1,227,495
Series AT5	110,926	99,916
Series AT8	135,294	89,875
Series F	1,755,603	1,137,247
Series FT5	185,324	125,169
Series FT8	33,773	29,681
Series O	322,313	477,023
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	(3.81)	3.75
Series AT5	(4.36)	3.69
Series AT8	(3.23)	3.09
Series F	(3.52)	4.31
Series FT5	(3.71)	3.10
Series FT8	(2.70)	2.91
Series O	(4.98)	4.22

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 periods ended December 31

	Series A		Series AT5		Series AT8		Series F	
	2022	2021	2022	2021	2022	2021	2022	2021
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 40,217,263	24,715,269	3,218,852	2,200,570	2,813,354	1,242,758	42,267,158	22,938,513
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ (5,875,333)	4,597,509	(483,133)	368,255	(437,357)	277,629	(6,178,293)	4,900,191
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 12,363,099	20,259,988	317,956	1,238,537	484,618	1,813,624	23,732,958	24,105,217
Redemption of redeemable securities	\$ (9,550,170)	(9,360,765)	(722,346)	(517,574)	(705,697)	(421,066)	(10,551,580)	(9,687,486)
Reinvestment of distributions to holders of redeemable securities	\$ 466,862	5,654	70,762	55,959	86,469	49,397	501,312	11,134
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 3,279,791	10,904,877	(333,628)	776,922	(134,610)	1,441,955	13,682,690	14,428,865
Distributions to Holders of Redeemable Securities								
From capital gains	\$ (388,985)	-	(30,176)	-	(27,436)	-	(413,537)	-
From net investment income	\$ (80,382)	(392)	(4,824)	(30)	(4,323)	(28)	(106,813)	(411)
Return of capital	\$ -	-	(151,671)	(126,865)	(229,175)	(148,960)	-	-
	\$ (469,367)	(392)	(186,671)	(126,895)	(260,934)	(148,988)	(520,350)	(411)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ (3,064,909)	15,501,994	(1,003,432)	1,018,282	(832,901)	1,570,596	6,984,047	19,328,645
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 37,152,354	40,217,263	2,215,420	3,218,852	1,980,453	2,813,354	49,251,205	42,267,158
Redeemable Security Transactions Balance - beginning of period	1,455,582	1,033,423	117,075	88,104	132,012	62,302	1,412,245	895,321
Securities issued	516,607	787,293	13,868	46,310	26,486	87,973	912,101	867,711
Securities issued on reinvestment of distributions	18,756	219	3,067	2,152	5,001	2,405	18,611	400
Securities redeemed	(399,959)	(365,353)	(32,683)	(19,491)	(42,159)	(20,668)	(417,264)	(351,187)
Balance - end of period	1,590,986	1,455,582	101,327	117,075	121,340	132,012	1,925,693	1,412,245

	Series FT5		Series FT8		Series O		Total	
	2022	2021	2022	2021	2022	2021	2022	2021
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 5,477,549	1,493,064	676,640	477,977	13,190,349	10,761,453	107,861,165	63,829,604
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ (688,034)	388,185	(91,351)	86,380	(1,604,374)	2,013,316	(15,357,875)	12,631,465
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 2,939,105	4,162,274	20,897	295,577	613,967	1,588,746	40,472,600	53,463,963
Redemption of redeemable securities	\$ (4,623,707)	(484,135)	(47,845)	(140,015)	(6,909,277)	(1,173,166)	(33,110,622)	(21,784,207)
Reinvestment of distributions to holders of redeemable securities	\$ 123,172	51,250	2,330	634	135,034	128	1,385,941	174,156
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (1,561,430)	3,729,389	(24,618)	156,196	(6,160,276)	415,708	8,747,919	31,853,912
Distributions to Holders of Redeemable Securities								
From capital gains	\$ (51,000)	-	(6,249)	-	(123,560)	-	(1,040,943)	-
From net investment income	\$ (6,472)	(53)	(1,095)	(7)	(11,474)	(128)	(215,383)	(1,049)
Return of capital	\$ (197,508)	(133,036)	(53,230)	(43,906)	-	-	(631,584)	(452,767)
	\$ (254,980)	(133,089)	(60,574)	(43,913)	(135,034)	(128)	(1,887,910)	(453,816)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ (2,504,444)	3,984,485	(176,543)	198,663	(7,899,684)	2,428,896	(8,497,866)	44,031,561
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 2,973,105	5,477,549	500,097	676,640	5,290,665	13,190,349	99,363,299	107,861,165
Redeemable Security Transactions Balance - beginning of period	247,244	75,038	34,288	26,182	475,093	456,812	3,873,539	2,637,182
Securities issued	153,218	193,689	1,158	15,259	24,565	65,344	1,648,003	2,063,579
Securities issued on reinvestment of distributions	6,627	2,544	149	38	5,339	5	57,550	7,763
Securities redeemed	(240,277)	(24,027)	(2,880)	(7,191)	(283,970)	(47,068)	(1,419,192)	(834,985)
Balance - end of period	166,812	247,244	32,715	34,288	221,027	475,093	4,159,900	3,873,539

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

Sun Life MFS Global Growth Class (continued)

Statements of Cash Flows

For the periods ended December 31

	2022 (\$)	2021 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	(15,357,875)	12,631,465
Adjustments for:		
Net realized (gain) loss on sale of investments	(1,156,419)	(996,309)
Change in unrealized (appreciation) depreciation in value of investments	16,536,723	(10,768,451)
Non-cash income distributions from underlying funds	(1,448,462)	(2,029,812)
Purchases of investments	(17,335,641)	(35,086,921)
Proceeds from sale of investments	11,668,569	4,735,335
Change in accrued interest	(969)	(1)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	(8,568)	15,821
Change in other payables and accrued expenses	(1,278)	2,046
Change in income tax payable (recovered)	-	-
Net Cash Provided by (Used in) Operating Activities	(7,103,920)	(31,496,827)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(501,659)	(279,664)
Proceeds from redeemable securities issued	40,579,088	53,477,891
Redemption of redeemable securities	(33,048,312)	(21,787,455)
Net Cash Provided by (Used in) Financing Activities	7,029,117	31,410,772
Net increase (decrease) in cash	(74,803)	(86,055)
Cash (bank indebtedness) at beginning of period	114,766	200,821
Cash (bank indebtedness) at end of period	39,963	114,766
Interest received	2,279	4,417
Income taxes paid	-	-
Interest paid	-	-
Income taxes recovered	-	-

Schedule of Investments

As at December 31, 2022

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life MFS Global Growth Fund, Series I	3,155,660	90,447,665	99,371,088	
		90,447,665	99,371,088	100.0
Total Investments		90,447,665	99,371,088	100.0
Other Assets less Liabilities			(7,789)	0.0
Total Net Assets			99,363,299	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 December 31, 2022 and December 31, 2021 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2022	December 31, 2021
AAA/Aaa	1.4	0.6
AA/Aa	-	0.5
Total	1.4	1.1

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 December 31, 2022 and December 31, 2021. 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 (%)
	December 31, 2022		December 31, 2021	
United States				
Dollar	73,083,106	73.6	79,080,998	73.3
Euro	5,254,253	5.3	4,505,106	4.2
Swiss Franc	4,319,312	4.3	4,517,828	4.2
Hong Kong				
Dollar	3,200,108	3.2	4,183,715	3.9
British Pound	5,201,914	5.2	5,500,516	5.1
Korean Won	1,861,644	1.9	2,237,094	2.1
Japanese Yen	2,053,705	2.1	2,199,422	2.0
Chinese				
Renminbi	1,087,906	1.1	845,090	0.8
Danish Krone	88	-	318	-
Brazilian Real	103	-	100	-
Total	96,062,139	96.7	103,070,187	95.6

As at December 31, 2022, 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 \$4,803,107 (\$5,153,509 as at December 31, 2021). 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 proportionate 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 (\$)
December 31, 2022	1,431,666	-	-	1,431,666
December 31, 2021	1,231,923	-	-	1,231,923

As at December 31, 2022, 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 \$434 (\$1,850 as at December 31, 2021). 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 December 31, 2022, 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 \$4,888,009 (\$5,313,983 as at December 31, 2021). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2022 and December 31, 2021, 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 (%)	
	December 31, 2022	December 31, 2021
Short-Term Investments		
Treasury Bills	1.3	0.9
Term Deposit Receipts	0.1	0.2
Equities		
Materials	1.7	1.3
Industrials	10.5	9.4
Consumer Discretionary	13.6	13.8
Consumer Staples	10.7	11.8
Health Care	13.1	14.6
Financials	8.6	8.0
Information Technology	27.3	24.8
Communication Services	10.9	12.0
Real Estate	1.2	1.9
Utilities	0.8	0.9
Other Assets less Liabilities	0.2	0.4
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 December 31, 2022 and December 31, 2021.

December 31, 2022				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	99,371,088	-	-	99,371,088

December 31, 2021				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	107,875,509	-	-	107,875,509

There were no transfers between fair value levels during the periods from January 1 to December 31, 2022 and January 1 to December 31, 2021.

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 December 31, 2022 and December 31, 2021, 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 December 31, 2022 and 2021

	December 31, 2022 (\$)	December 31, 2021 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	41,019,720	52,396,696
Cash	35,159	85,975
Receivable for investments sold	-	-
Accrued interest	21,348	34
Distributions receivable from underlying funds	-	-
Subscriptions receivable	2,020	72,758
	41,078,247	52,555,463
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Accrued expenses	1,518	2,415
Redemptions payable	61	25,080
Distributions payable	261	-
Payable for investments purchased	9,573	104,280
Management fees payable	11,013	15,418
Income tax payable	12,248	35,576
Total liabilities (excluding net assets attributable to holders of redeemable securities)	34,674	182,769
Net Assets Attributable to Holders of Redeemable Securities	41,043,573	52,372,694
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	13,065,374	15,196,025
Series AT5	141,357	287,287
Series AT8	885,556	942,665
Series F	23,956,473	25,491,605
Series FT5	123,264	164,646
Series FT8	163,123	151,090
Series O	2,708,426	10,139,376
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	16.03	18.35
Series AT5	14.85	18.05
Series AT8	11.01	13.90
Series F	17.77	20.11
Series FT5	13.76	16.53
Series FT8	11.72	14.63
Series O	17.25	19.37

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 periods ended December 31

	2022 (\$)	2021 (\$)
Investment Income		
Interest income	9,749	1,492
Distributions from underlying funds	1,919,611	1,656,953
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	(156,811)	615,805
Change in unrealized appreciation (depreciation) in value of investments	(7,155,432)	1,646,990
Net gains (losses) on investments	(5,382,883)	3,921,240
Net gain (loss) on foreign exchange	2	-
Total income (loss)	(5,382,881)	3,921,240
Expenses (note 5)		
Management fees	511,686	458,499
Fixed annual administration fees	73,902	75,094
Independent review committee fees	86	59
Total operating expenses	585,674	533,652
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	(5,968,555)	3,387,588
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	(5,968,555)	3,387,588
Income taxes	(15,085)	32,869
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	(5,953,470)	3,354,719
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	(1,913,410)	764,884
Series AT5	(30,081)	16,235
Series AT8	(123,279)	50,855
Series F	(2,675,249)	1,636,685
Series FT5	(17,066)	13,109
Series FT8	(15,364)	12,215
Series O	(1,179,021)	860,736
Weighted Average Number of Securities Outstanding		
Series A	859,874	679,539
Series AT5	11,140	14,389
Series AT8	79,732	56,981
Series F	1,402,646	1,093,479
Series FT5	10,176	15,464
Series FT8	12,918	10,632
Series O	295,228	531,810
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	(2.23)	1.13
Series AT5	(2.70)	1.13
Series AT8	(1.55)	0.89
Series F	(1.91)	1.50
Series FT5	(1.68)	0.85
Series FT8	(1.19)	1.15
Series O	(3.99)	1.62

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 periods ended December 31

	Series A		Series AT5		Series AT8		Series F	
	2022	2021	2022	2021	2022	2021	2022	2021
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 15,196,025	8,706,774	287,287	233,241	942,665	574,311	25,491,605	14,617,911
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ (1,913,410)	764,884	(30,081)	16,235	(123,279)	50,855	(2,675,249)	1,636,685
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 3,744,663	8,308,066	-	115,101	177,152	1,015,744	11,844,859	14,638,227
Redemption of redeemable securities	\$ (3,963,762)	(2,587,293)	(115,910)	(75,756)	(21,169)	(634,670)	(10,681,599)	(5,407,944)
Reinvestment of distributions to holders of redeemable securities	\$ 178,497	3,594	12,238	11,361	12,029	1,957	257,108	6,726
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (40,602)	5,724,367	(103,672)	50,706	168,012	383,031	1,420,368	9,237,009
Distributions to Holders of Redeemable Securities								
From capital gains	\$ (176,147)	-	(2,419)	-	(12,323)	-	(279,348)	-
From net investment income	\$ (492)	-	(5)	(12,895)	(34)	(65,532)	(903)	-
Return of capital	\$ -	-	(9,753)	-	(89,485)	-	-	-
	\$ (176,639)	-	(12,177)	(12,895)	(101,842)	(65,532)	(280,251)	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ (2,130,651)	6,489,251	(145,930)	54,046	(57,109)	368,354	(1,535,132)	10,873,694
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 13,065,374	15,196,025	141,357	287,287	885,556	942,665	23,956,473	25,491,605
Redeemable Security Transactions Balance - beginning of period	828,267	507,577	15,913	13,153	67,808	40,745	1,267,329	785,936
Securities issued	231,706	466,660	-	6,310	13,243	72,685	677,651	757,781
Securities issued on reinvestment of distributions	10,682	203	804	639	1,053	141	14,051	348
Securities redeemed	(255,575)	(146,173)	(7,197)	(4,189)	(1,649)	(45,763)	(611,023)	(276,736)
Balance - end of period	815,080	828,267	9,520	15,913	80,455	67,808	1,348,008	1,267,329

	Series FT5		Series FT8		Series O		Total	
	2022	2021	2022	2021	2022	2021	2022	2021
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 164,646	374,267	151,090	167,110	10,139,376	8,809,014	52,372,694	33,482,628
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ (17,066)	13,109	(15,364)	12,215	(1,179,021)	860,736	(5,953,470)	3,354,719
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ -	24,571	70,000	6,050	210,135	6,585,675	16,046,809	30,693,434
Redemption of redeemable securities	\$ (22,994)	(244,471)	(28,809)	(24,050)	(6,462,080)	(6,116,049)	(21,296,323)	(15,090,233)
Reinvestment of distributions to holders of redeemable securities	\$ 8,862	9,088	3,076	2,184	115,623	-	587,433	34,910
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (14,132)	(210,812)	44,267	(15,816)	(6,136,322)	469,626	(4,662,081)	15,638,111
Distributions to Holders of Redeemable Securities								
From capital gains	\$ (1,835)	-	(1,481)	-	(115,505)	-	(589,058)	-
From net investment income	\$ (4)	(11,918)	(6)	(12,419)	(102)	-	(1,546)	(102,764)
Return of capital	\$ (8,345)	-	(15,383)	-	-	-	(122,966)	-
	\$ (10,184)	(11,918)	(16,870)	(12,419)	(115,607)	-	(713,570)	(102,764)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ (41,382)	(209,621)	12,033	(16,020)	(7,430,950)	1,330,362	(11,329,121)	18,890,066
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 123,264	164,646	163,123	151,090	2,708,426	10,139,376	41,043,573	52,372,694
Redeemable Security Transactions Balance - beginning of period	9,961	23,302	10,327	11,396	523,505	496,333	2,723,110	1,878,442
Securities issued	-	1,486	5,542	400	12,453	365,300	940,595	1,670,622
Securities issued on reinvestment of distributions	636	574	257	153	6,516	-	33,999	2,058
Securities redeemed	(1,638)	(15,401)	(2,206)	(1,622)	(385,472)	(338,128)	(1,264,760)	(828,012)
Balance - end of period	8,959	9,961	13,920	10,327	157,002	523,505	2,432,944	2,723,110

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

Sun Life MFS International Opportunities Class (continued)

Statements of Cash Flows

For the periods ended December 31

	2022 (\$)	2021 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	(5,953,470)	3,354,719
Adjustments for:		
Net realized (gain) loss on sale of investments	156,811	(615,805)
Change in unrealized (appreciation) depreciation in value of investments	7,155,432	(1,646,990)
Non-cash income distributions from underlying funds	(1,919,611)	(1,656,953)
Purchases of investments	(5,754,512)	(19,598,488)
Proceeds from sale of investments	11,644,149	4,459,724
Change in accrued interest	(21,314)	1,095
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	(4,405)	6,668
Change in other payables and accrued expenses	(897)	910
Change in income tax payable (recovered)	(23,328)	(2,707)
Net Cash Provided by (Used in) Operating Activities	5,278,855	(15,697,827)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(125,876)	(67,857)
Proceeds from redeemable securities issued	16,117,547	30,661,384
Redemption of redeemable securities	(21,321,342)	(15,065,153)
Net Cash Provided by (Used in) Financing Activities	(5,329,671)	15,528,374
Net increase (decrease) in cash	(50,816)	(169,453)
Cash (bank indebtedness) at beginning of period	85,975	255,428
Cash (bank indebtedness) at end of period	35,159	85,975
Interest received	-	2,587
Income taxes paid	(8,243)	(35,576)
Interest paid	(11,565)	-
Income taxes recovered	-	-

Schedule of Investments

As at December 31, 2022

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life MFS International Opportunities Fund, Series I	2,134,465	41,876,862	41,019,720	
		41,876,862	41,019,720	99.9
Total Investments		41,876,862	41,019,720	99.9
Other Assets less Liabilities			23,853	0.1
Total Net Assets			41,043,573	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 December 31, 2022 and December 31, 2021 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2022	December 31, 2021
AAA/Aaa	0.6	0.2
AA/Aa	-	2.0
Total	0.6	2.2

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 December 31, 2022 and December 31, 2021. 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 (%)
	December 31, 2022		December 31, 2021	
Euro	13,978,356	34.1	17,352,989	33.1
Swiss Franc	5,750,388	14.0	7,435,081	14.2
British Pound	4,273,020	10.4	5,687,821	10.9
Japanese Yen	3,579,431	8.7	4,522,675	8.6
United States Dollar	3,251,109	7.9	5,414,222	10.3
Hong Kong Dollar	2,980,376	7.3	3,583,603	6.8
Indian Rupee	910,854	2.2	1,264,107	2.4
Korean Won	744,715	1.8	920,932	1.8
Singapore Dollar	641,462	1.6	738,073	1.4
Swedish Krona	603,629	1.5	973,828	1.9
New Taiwan Dollar	566,451	1.4	738,358	1.4
Australian Dollar	404,493	1.0	339,989	0.6
Mexican Peso	286,347	0.7	478,113	0.9
Brazilian Real	169,962	0.4	108,300	0.2
Danish Krone	2,519	-	1,030,202	2.0
Total	38,143,112	93.0	50,588,293	96.5

As at December 31, 2022, 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 \$1,907,156 (\$2,512,415 as at December 31, 2021). 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 proportionate 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 (\$)
December 31, 2022	227,436	-	-	227,436
December 31, 2021	1,175,543	-	-	1,175,543

As at December 31, 2022, 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 \$118 (\$1,720 as at December 31, 2021). 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 December 31, 2022, 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 \$2,035,542 (\$2,550,713 as at December 31, 2021). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2022 and December 31, 2021, 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 MFS International Opportunities 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 (%)	
	December 31, 2022	December 31, 2021
Short-Term Investments		
Treasury Bills	0.6	2.2
Equities		
Energy	0.8	1.5
Materials	12.3	11.6
Industrials	17.1	10.8
Consumer Discretionary	10.8	12.8
Consumer Staples	14.6	17.3
Health Care	15.9	13.5
Financials	11.8	9.0
Information Technology	12.5	16.7
Communication Services	2.6	3.4
Utilities	0.8	0.8
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 December 31, 2022 and December 31, 2021.

	December 31, 2022			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	41,019,720	-	-	41,019,720

	December 31, 2021			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	52,396,696	-	-	52,396,696

There were no transfers between fair value levels during the periods from January 1 to December 31, 2022 and January 1 to December 31, 2021.

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 December 31, 2022 and December 31, 2021, the Manager held the following positions in the Fund:

	December 31, 2022	
	Securities	Market Value (\$)
Series FT5	967	13,304
Series FT8	1,135	13,298

	December 31, 2021	
	Securities	Market Value (\$)
Series FT5	897	14,823
Series FT8	1,013	14,822

The following are transactions in the Fund by the Manager from January 1 to December 31, 2022 and January 1 to December 31, 2021. If applicable, distributions were reinvested into shares of the same series of the same Fund.

	December 31, 2022		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series FT5	38	-	938
Series FT8	38	-	1,421

	December 31, 2021		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series FT5	44	-	700
Series FT8	44	-	1,136

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 December 31, 2022 and December 31, 2021, there were no significant interests in the underlying Trust Fund.

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

Sun Life MFS International Opportunities 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 MFS U.S. Growth Class

Statements of Financial Position

As at December 31, 2022 and 2021

	December 31, 2022 (\$)	December 31, 2021 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	128,946,970	174,744,950
Cash	-	291,618
Receivable for investments sold	37,849	-
Accrued interest	1,846	11
Distributions receivable from underlying funds	-	-
Subscriptions receivable	131,724	146,366
	129,118,389	175,182,945
Liabilities		
Current Liabilities		
Bank indebtedness	25,084	-
Accrued expenses	4,752	8,086
Redemptions payable	27,206	6,230
Distributions payable	284	-
Payable for investments purchased	-	300,874
Management fees payable	34,573	58,618
Income tax payable	-	-
Total liabilities (excluding net assets attributable to holders of redeemable securities)	91,899	373,808
Net Assets Attributable to Holders of Redeemable Securities	129,026,490	174,809,137
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	42,385,272	59,646,409
Series AT5	1,639,917	2,898,781
Series AT8	2,146,871	2,817,324
Series F	71,089,216	87,104,794
Series FT5	858,863	3,052,582
Series FT8	357,788	756,638
Series O	10,548,563	18,532,609
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	27.92	38.64
Series AT5	26.35	38.98
Series AT8	19.72	30.43
Series F	30.95	42.35
Series FT5	18.36	26.84
Series FT8	15.77	24.04
Series O	27.61	37.44

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 periods ended December 31

	2022 (\$)	2021 (\$)
Investment Income		
Interest income	12,284	12,030
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	1,822,513	1,144,765
Change in unrealized appreciation (depreciation) in value of investments	(48,100,161)	26,154,442
Net gains (losses) on investments	(46,265,364)	27,311,237
Total income (loss)	(46,265,364)	27,311,237
Expenses (note 5)		
Management fees	1,736,025	1,621,621
Fixed annual administration fees	238,657	223,256
Independent review committee fees	283	179
Total operating expenses	1,974,965	1,845,056
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	(48,240,329)	25,466,181
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	(48,240,329)	25,466,181
Income taxes	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	(48,240,329)	25,466,181
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	(16,760,285)	8,486,754
Series AT5	(759,759)	457,361
Series AT8	(785,034)	473,164
Series F	(24,513,974)	12,428,953
Series FT5	(644,930)	84,777
Series FT8	(199,817)	133,741
Series O	(4,576,530)	3,401,431
Weighted Average Number of Securities Outstanding		
Series A	1,571,040	1,339,072
Series AT5	69,178	68,036
Series AT8	103,202	88,482
Series F	2,266,315	1,629,376
Series FT5	65,373	35,649
Series FT8	30,177	30,455
Series O	439,986	493,894
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	(10.67)	6.34
Series AT5	(10.98)	6.72
Series AT8	(7.61)	5.35
Series F	(10.82)	7.63
Series FT5	(9.87)	2.38
Series FT8	(6.62)	4.39
Series O	(10.40)	6.89

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 periods ended December 31

	Series A		Series AT5		Series AT8		Series F	
	2022	2021	2022	2021	2022	2021	2022	2021
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 59,646,409	38,855,504	2,898,781	2,233,052	2,817,324	2,357,922	87,104,794	42,799,554
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ (16,760,285)	8,486,754	(759,759)	457,361	(785,034)	473,164	(24,513,974)	12,428,953
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 13,378,923	26,539,408	387,201	523,378	576,443	518,409	40,088,350	46,141,574
Redemption of redeemable securities	\$ (13,885,637)	(14,242,931)	(790,451)	(238,253)	(303,293)	(405,184)	(31,600,993)	(14,283,440)
Reinvestment of distributions to holders of redeemable securities	\$ 137,594	7,674	44,361	39,585	100,404	67,556	209,370	18,153
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (369,120)	12,304,151	(358,889)	324,710	373,554	180,781	8,696,727	31,876,287
Distributions to Holders of Redeemable Securities								
From capital gains	\$ (131,732)	-	(6,165)	-	(6,203)	-	(198,331)	-
From net investment income	\$ -	-	-	-	-	-	-	-
Return of capital	\$ -	-	(134,051)	(116,342)	(252,770)	(194,543)	-	-
	\$ (131,732)	-	(140,216)	(116,342)	(258,973)	(194,543)	(198,331)	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ (17,261,137)	20,790,905	(1,258,864)	665,729	(670,453)	459,402	(16,015,578)	44,305,240
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 42,385,272	59,646,409	1,639,917	2,898,781	2,146,871	2,817,324	71,089,216	87,104,794
Redeemable Security Transactions Balance - beginning of period	1,543,711	1,207,257	74,374	65,617	92,580	86,137	2,056,646	1,226,783
Securities issued	434,462	753,632	13,652	14,258	25,140	18,187	1,212,173	1,202,579
Securities issued on reinvestment of distributions	4,155	217	1,502	1,096	4,521	2,369	5,779	474
Securities redeemed	(464,368)	(417,395)	(27,290)	(6,597)	(13,358)	(14,113)	(977,868)	(373,190)
Balance - end of period	1,517,960	1,543,711	62,238	74,374	108,883	92,580	2,296,730	2,056,646

	Series FT5		Series FT8		Series O		Total	
	2022	2021	2022	2021	2022	2021	2022	2021
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 3,052,582	537,345	756,638	645,189	18,532,609	13,946,791	174,809,137	101,375,357
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ (644,930)	84,777	(199,817)	133,741	(4,576,530)	3,401,431	(48,240,329)	25,466,181
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 2,649,722	2,804,662	6,873	39,500	1,032,810	3,334,137	58,120,322	79,901,068
Redemption of redeemable securities	\$ (4,166,251)	(357,984)	(156,991)	(16,831)	(4,440,326)	(2,149,750)	(55,343,942)	(31,694,373)
Reinvestment of distributions to holders of redeemable securities	\$ 55,137	29,392	9,462	7,097	38,561	-	594,889	169,457
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (1,461,392)	2,476,070	(140,656)	29,766	(3,368,955)	1,184,387	3,371,269	48,376,152
Distributions to Holders of Redeemable Securities								
From capital gains	\$ (6,571)	-	(1,622)	-	(38,561)	-	(389,185)	-
From net investment income	\$ -	-	-	-	-	-	-	-
Return of capital	\$ (80,826)	(45,610)	(56,755)	(52,058)	-	-	(524,402)	(408,553)
	\$ (87,397)	(45,610)	(58,377)	(52,058)	(38,561)	-	(913,587)	(408,553)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ (2,193,719)	2,515,237	(398,850)	111,449	(7,984,046)	4,585,818	(45,782,647)	73,433,780
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 858,863	3,052,582	357,788	756,638	10,548,563	18,532,609	129,026,490	174,809,137
Redeemable Security Transactions Balance - beginning of period	113,743	23,192	31,476	30,204	494,978	456,234	4,407,508	3,095,424
Securities issued	121,509	104,164	352	1,716	32,419	103,564	1,839,707	2,198,100
Securities issued on reinvestment of distributions	2,638	1,180	541	323	1,191	-	20,327	5,659
Securities redeemed	(191,118)	(14,793)	(9,682)	(767)	(146,491)	(64,820)	(1,830,175)	(891,675)
Balance - end of period	46,772	113,743	22,687	31,476	382,097	494,978	4,437,367	4,407,508

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 periods ended December 31

	2022 (\$)	2021 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	(48,240,329)	25,466,181
Adjustments for:		
Net realized (gain) loss on sale of investments	(1,822,513)	(1,144,765)
Change in unrealized (appreciation) depreciation in value of investments	48,100,161	(26,154,442)
Non-cash income distributions from underlying funds	-	-
Purchases of investments	(23,560,456)	(50,720,846)
Proceeds from sale of investments	22,742,065	4,356,139
Change in accrued interest	(1,835)	(11)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	(24,045)	24,388
Change in other payables and accrued expenses	(3,334)	3,468
Change in income tax payable (recovered)	-	-
Net Cash Provided by (Used in) Operating Activities	(2,810,286)	(48,169,888)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(318,414)	(239,096)
Proceeds from redeemable securities issued	58,134,964	80,035,629
Redemption of redeemable securities	(55,322,966)	(31,841,039)
Net Cash Provided by (Used in) Financing Activities	2,493,584	47,955,494
Net increase (decrease) in cash	(316,702)	(214,394)
Cash (bank indebtedness) at beginning of period	291,618	506,012
Cash (bank indebtedness) at end of period	(25,084)	291,618
Interest received	10,449	7,009
Income taxes paid	-	(5,010)
Interest paid	-	-
Income taxes recovered	-	-

Schedule of Investments

As at December 31, 2022

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life MFS U.S. Growth Fund, Series I	2,370,066	124,155,790	128,946,970	
		124,155,790	128,946,970	99.9
Total Investments		124,155,790	128,946,970	99.9
Other Assets less Liabilities			79,520	0.1
Total Net Assets			129,026,490	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 December 31, 2022 and December 31, 2021, 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 December 31, 2022 and December 31, 2021 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2022	December 31, 2021
AAA/Aaa	1.5	0.8
AA/Aa	1.3	0.5
Total	2.8	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 December 31, 2022 and December 31, 2021. 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 (%)
	December 31, 2022		December 31, 2021	
United States Dollar	123,101,918	95.4	172,389,123	98.7
Euro	1,344,561	1.0	-	-
Total	124,446,479	96.4	172,389,123	98.7

As at December 31, 2022, 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 \$6,222,324 (\$8,619,456 as at December 31, 2021). 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 proportionate 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 (\$)
December 31, 2022	3,615,214	-	-	3,615,214
December 31, 2021	2,302,857	-	-	2,302,857

As at December 31, 2022, 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 \$3,827 (\$3,328 as at December 31, 2021). 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 December 31, 2022, 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 \$6,262,764 (\$8,610,534 as at December 31, 2021). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2022 and December 31, 2021, 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 (%)	
	December 31, 2022	December 31, 2021
Short-Term Investments		
Treasury Bills	2.8	1.3
Equities		
Communication Services	8.6	15.9
Consumer Discretionary	9.9	11.0
Consumer Staples	2.7	2.5
Energy	1.4	-
Financials	6.9	4.0
Health Care	17.0	12.0
Industrials	8.3	7.4
Information Technology	35.3	41.3
Materials	5.8	3.4
Real Estate	1.2	1.1
Other Assets less Liabilities	0.1	0.1
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 December 31, 2022 and December 31, 2021.

December 31, 2022				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	128,946,970	-	-	128,946,970

December 31, 2021				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	174,744,950	-	-	174,744,950

There were no transfers between fair value levels during the periods from January 1 to December 31, 2022 and January 1 to December 31, 2021.

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 December 31, 2022 and December 31, 2021, 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 December 31, 2022 and 2021

	December 31, 2022 (\$)	December 31, 2021 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	21,060,905	21,580,643
Cash	11,892	-
Receivable for investments sold	-	54,914
Accrued interest	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	-	-
	21,072,797	21,635,557
Liabilities		
Current Liabilities		
Bank indebtedness	-	74,346
Accrued expenses	265	-
Redemptions payable	15,851	-
Distributions payable	-	-
Payable for investments purchased	-	-
Management fees payable	2,824	509
Income tax payable	71,023	6,216
Total liabilities (excluding net assets attributable to holders of redeemable securities)	89,963	81,071
Net Assets Attributable to Holders of Redeemable Securities	20,982,834	21,554,486
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	18,901,800	17,665,490
Series F	1,935,591	3,040,237
Series O	145,443	848,759
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	10.41	10.27
Series F	10.61	10.47
Series O	10.81	10.65

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 periods ended December 31

	2022 (\$)	2021 (\$)
Investment Income		
Interest income	322	149
Distributions from underlying funds	420,929	46,801
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	421,251	46,950
Total income (loss)	421,251	46,950
Expenses (note 5)		
Management fees	131,557	130,939
Fixed annual administration fees	12,556	12,942
Independent review committee fees	46	29
Total operating expenses	144,159	143,910
Fees waived/absorbed by the Manager	(114,344)	(121,567)
Operating Profit (Loss)	391,436	24,607
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	391,436	24,607
Income taxes	66,886	7,057
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	324,550	17,550
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	274,396	12,693
Series F	46,306	2,814
Series O	3,848	2,043
Weighted Average Number of Securities Outstanding		
Series A	1,795,120	1,782,773
Series F	338,933	359,301
Series O	42,442	115,855
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	0.15	0.01
Series F	0.14	0.01
Series O	0.09	0.02

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 periods ended December 31

	Series A		Series F		Series O		Total	
	2022	2021	2022	2021	2022	2021	2022	2021
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 17,665,490	23,114,547	3,040,237	6,349,663	848,759	1,427,408	21,554,486	30,891,618
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 274,396	12,693	46,306	2,814	3,848	2,043	324,550	17,550
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 17,799,162	11,347,291	8,209,024	10,445,345	29,400	641,602	26,037,586	22,434,238
Redemption of redeemable securities	\$ (16,854,337)	(16,827,878)	(9,359,976)	(13,757,585)	(736,564)	(1,222,294)	(26,950,877)	(31,807,757)
Reinvestment of distributions to holders of redeemable securities	\$ 17,089	18,837	-	-	-	-	17,089	18,837
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 961,914	(5,461,750)	(1,150,952)	(3,312,240)	(707,164)	(580,692)	(896,202)	(9,354,682)
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	\$ 1,236,310	(5,449,057)	(1,104,646)	(3,309,426)	(703,316)	(578,649)	(571,652)	(9,337,132)
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 18,901,800	17,665,490	1,935,591	3,040,237	145,443	848,759	20,982,834	21,554,486
Redeemable Security Transactions Balance - beginning of period	1,719,991	2,252,108	290,471	606,791	79,733	134,318	2,090,195	2,993,217
Securities issued	1,725,666	1,105,156	782,644	998,356	2,738	60,348	2,511,048	2,163,860
Securities issued on reinvestment of distributions	1,657	1,835	-	-	-	-	1,657	1,835
Securities redeemed	(1,632,393)	(1,639,108)	(890,756)	(1,314,676)	(69,015)	(114,933)	(2,592,164)	(3,068,717)
Balance - end of period	1,814,921	1,719,991	182,359	290,471	13,456	79,733	2,010,736	2,090,195

Statements of Cash Flows

For the periods ended December 31

	2022 (\$)	2021 (\$)		2022 (\$)	2021 (\$)
Cash Flows from Operating Activities			Net Cash Provided by (Used in) Financing Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	324,550	17,550	Net increase (decrease) in cash	86,238	(585,617)
Adjustments for:			Cash (bank indebtedness) at beginning of period	(74,346)	511,271
Net realized (gain) loss on sale of investments	-	-	Cash (bank indebtedness) at end of period	11,892	(74,346)
Change in unrealized (appreciation) depreciation in value of investments	-	-	Interest received	322	5,049
Non-cash income distributions from underlying funds	(420,929)	(46,801)	Income taxes paid	(2,079)	(40,554)
Purchases of investments	(21,814,589)	(17,794,781)	Interest paid	-	-
Proceeds from sale of investments	22,810,170	26,616,081	Income taxes recovered	-	-
Change in accrued interest	-	4,900			
Change in distributions receivable from underlying funds	-	6,223			
Change in management fees payable	2,315	(610)			
Change in other payables and accrued expenses	265	-			
Change in income tax payable (recovered)	64,807	(33,497)			
Net Cash Provided by (Used in) Operating Activities	966,589	8,769,065			
Cash Flows from Financing Activities					
Distributions paid to holders of redeemable securities, net of reinvested distributions	17,089	18,837			
Proceeds from redeemable securities issued	26,037,586	22,434,238			
Redemption of redeemable securities	(26,935,026)	(31,807,757)			

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

Sun Life Money Market Class (continued)

Schedule of Investments

As at December 31, 2022

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Money Market Fund, Series I	2,106,090	21,060,905	21,060,905	
		21,060,905	21,060,905	100.4
Total Investments		21,060,905	21,060,905	100.4
Other Assets less Liabilities			(78,071)	(0.4)
Total Net Assets			20,982,834	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 December 31, 2022 and December 31, 2021 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2022	December 31, 2021
AAA/Aaa	63.0	57.1
AA/Aa	36.8	42.9
Total	99.8	100.0

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 proportionate 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 (\$)
December 31, 2022	20,926,227	-	-	20,926,227
December 31, 2021	21,561,593	-	-	21,561,593

As at December 31, 2022, 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 \$24,820 (\$46,513 as at December 31, 2021). 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 December 31, 2022 and December 31, 2021, 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 (%)	
	December 31, 2022	December 31, 2021
Short-Term Investments		
Treasury Bills	51.0	51.8
Bankers' Acceptances	24.1	24.4
Discount Commercial Paper	10.6	10.4
Promissory Notes	9.1	8.1
Bearer Deposit Notes	4.9	5.3
Other Assets less Liabilities	0.3	-
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 December 31, 2022 and December 31, 2021.

	December 31, 2022			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	21,060,905	-	-	21,060,905

	December 31, 2021			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	21,580,643	-	-	21,580,643

There were no transfers between fair value levels during the periods from January 1 to December 31, 2022 and January 1 to December 31, 2021.

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 December 31, 2022 and December 31, 2021, the Manager held the following positions in the Fund:

	December 31, 2022	
	Securities	Market Value (\$)
Series A	975,905	10,163,757

	December 31, 2021	
	Securities	Market Value (\$)
Series A	975,905	10,023,227

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 December 31, 2022 and December 31, 2021, 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 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. Securities of this series of a Fund can only be purchased as a front end sales charge option. 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. Securities of this series of a Fund can only be purchased as a front end sales charge option. The management fee is charged directly to this series of a Fund.

Series F: Available to investors who are clients of dealers that do not make a suitability determination or 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 are clients of dealers that do not make a suitability determination or 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: Closed to purchases. Sales charges are not applicable as this series is closed to purchases. 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 December 31, 2022, the Statements of Financial Position as at December 31, 2022 and 2021, 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 periods ended December 31, 2022 and 2021. 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 period ended December 31, 2022 were authorized on March 20, 2023 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. In the event that a Fund sustains a temporary cash overdraft position and incurs interest charges, the Manager reimburses the Fund.

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 December 31, 2022.

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.

On February 24, 2022, Russia launched a military invasion of Ukraine that has resulted in significant volatility and uncertainty in financial markets. North Atlantic Treaty Organization, European Union, and Group of Seven member countries, including Canada, have imposed and coordinated sanctions against Russia. Restrictive measures have also been imposed by Russia. These actions have resulted in significant disruptions to investing activities and businesses with operations in Russia and certain securities have become illiquid and/or have materially declined in value. The longer-term impact to geopolitical norms, supply chains and investment valuations is uncertain. As at December 31, 2022, the Funds had no exposure to Russian securities. The Manager continues to monitor ongoing developments.

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. All financial instruments are exposed to other market risk.

The value of investments in various markets can be affected by political, social and economic instability, diplomatic developments, imposition of taxes, expropriation of assets, catastrophic events, and the ability to invest in and withdraw assets from these markets. Catastrophic events such as natural disasters which occur naturally or are exacerbated by climate change and pandemics such as COVID-19 may adversely affect global markets and the performance of the Funds. 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.

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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