
SLGI ASSET MANAGEMENT INC.

ANNUAL FINANCIAL STATEMENTS

for the period ended December 31, 2021

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

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



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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, 2021 and 2020, and the statements of comprehensive income (loss), statements of changes in net assets attributable to holders of redeemable securities and statements of cash flows for the 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, 2021 and 2020, 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 28, 2022

Sun Life Granite Balanced Class

Statements of Financial Position

As at December 31, 2021 and 2020

	December 31, 2021 (\$)	December 31, 2020 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	291,687,282	232,771,297
Cash	291,977	942,494
Receivable for investments sold	316,724	24,588
Accrued interest	7	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	12,846	56,688
	292,308,836	233,795,067
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Accrued expenses	13,920	11,080
Redemptions payable	252,269	21,111
Distributions payable	-	88
Payable for investments purchased	170,890	58,176
Management fees payable	89,679	68,623
Income tax payable	234,034	646,599
Total liabilities (excluding net assets attributable to holders of redeemable securities)	760,792	805,677
Net Assets Attributable to Holders of Redeemable Securities	291,548,044	232,989,390
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	111,144,823	88,415,670
Series AT5	13,598,109	12,948,294
Series F	99,436,574	64,969,983
Series FT5	5,862,213	3,958,186
Series O	61,506,325	62,697,257
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	14.62	13.61
Series AT5	14.31	13.99
Series F	16.04	14.76
Series FT5	15.50	14.98
Series O	15.42	14.07

Approved on behalf of the Board of Directors of the Corporation

“signed” Oricia Smith
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2021 (\$)	2020 (\$)
Investment Income		
Interest income	10,739	12,478
Distributions from underlying funds	16,987,124	8,508,318
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	1,580,333	(8,780)
Change in unrealized appreciation (depreciation) in value of investments	7,277,690	9,995,745
Net gains (losses) on investments	25,855,886	18,507,761
Total income (loss)	25,855,886	18,507,761
Expenses (note 5)		
Management fees	2,883,852	2,388,508
Fixed annual administration fees	456,721	378,264
Independent review committee fees	334	1,623
Total operating expenses	3,340,907	2,768,395
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	22,514,979	15,739,366
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	22,514,979	15,739,366
Income taxes	-	1,032,931
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	22,514,979	14,706,435
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	7,617,362	5,264,407
Series AT5	1,063,571	621,909
Series F	7,365,123	4,106,239
Series FT5	401,073	221,355
Series O	6,067,850	4,492,525
Weighted Average Number of Securities Outstanding		
Series A	6,942,147	6,419,357
Series AT5	948,356	959,031
Series F	5,356,332	4,294,819
Series FT5	300,094	178,497
Series O	4,196,805	4,731,160
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	1.10	0.82
Series AT5	1.12	0.65
Series F	1.38	0.96
Series FT5	1.34	1.24
Series O	1.45	0.95

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	
	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 88,415,670	79,387,902	12,948,294	13,439,131	64,969,983	55,064,758
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 7,617,362	5,264,407	1,063,571	621,909	7,365,123	4,106,239
Redeemable Security Transactions						
Proceeds from redeemable securities issued	\$ 40,805,194	29,279,633	2,376,546	3,460,160	41,277,626	22,946,723
Redemption of redeemable securities	\$ (25,706,810)	(25,513,440)	(2,252,551)	(4,039,293)	(14,175,166)	(17,124,223)
Reinvestment of distributions to holders of redeemable securities	\$ 714,393	378,241	212,385	195,380	626,404	254,285
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 15,812,777	4,144,434	336,380	(383,753)	27,728,864	6,076,785
Distributions to Holders of Redeemable Securities						
From capital gains	\$ -	(171,561)	-	(30,478)	-	(123,880)
From net investment income	\$ (700,986)	(209,512)	(86,544)	(30,880)	(627,396)	(153,919)
Return of capital	\$ -	-	(663,592)	(667,635)	-	-
	\$ (700,986)	(381,073)	(750,136)	(728,993)	(627,396)	(277,799)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 22,729,153	9,027,768	649,815	(490,837)	34,466,591	9,905,225
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 111,144,823	88,415,670	13,598,109	12,948,294	99,436,574	64,969,983
Redeemable Security Transactions						
Balance - beginning of period	6,498,476	6,173,949	925,310	964,132	4,401,087	3,994,868
Securities issued	2,871,685	2,317,310	166,795	251,628	2,674,196	1,666,623
Securities issued on reinvestment of distributions	48,659	28,787	14,959	14,646	38,918	17,904
Securities redeemed	(1,815,397)	(2,021,570)	(156,875)	(305,096)	(915,961)	(1,278,308)
Balance - end of period	7,603,423	6,498,476	950,189	925,310	6,198,240	4,401,087

	Series FT5		Series O		Total	
	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 3,958,186	2,218,911	62,697,257	65,115,201	232,989,390	215,225,903
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 401,073	221,355	6,067,850	4,492,525	22,514,979	14,706,435
Redeemable Security Transactions						
Proceeds from redeemable securities issued	\$ 2,336,270	2,487,870	8,299,238	8,673,349	95,094,874	66,847,735
Redemption of redeemable securities	\$ (723,384)	(896,987)	(15,556,824)	(15,579,890)	(58,414,735)	(63,153,833)
Reinvestment of distributions to holders of redeemable securities	\$ 156,490	75,761	386,837	283,580	2,096,509	1,187,247
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 1,769,376	1,666,644	(6,870,749)	(6,622,961)	38,776,648	4,881,149
Distributions to Holders of Redeemable Securities						
From capital gains	\$ -	(4,774)	-	(138,776)	-	(469,469)
From net investment income	\$ (37,097)	(9,409)	(388,033)	(148,732)	(1,840,056)	(552,452)
Return of capital	\$ (229,325)	(134,541)	-	-	(892,917)	(802,176)
	\$ (266,422)	(148,724)	(388,033)	(287,508)	(2,732,973)	(1,824,097)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 1,904,027	1,739,275	(1,190,932)	(2,417,944)	58,558,654	17,763,487
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 5,862,213	3,958,186	61,506,325	62,697,257	291,548,044	232,989,390
Redeemable Security Transactions						
Balance - beginning of period	264,213	150,434	4,454,712	4,994,010	16,543,798	16,277,393
Securities issued	150,728	173,049	570,350	668,934	6,433,754	5,077,544
Securities issued on reinvestment of distributions	10,339	5,404	24,954	21,092	137,829	87,833
Securities redeemed	(47,038)	(64,674)	(1,061,040)	(1,229,324)	(3,996,311)	(4,898,972)
Balance - end of period	378,242	264,213	3,988,976	4,454,712	19,119,070	16,543,798

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

	2021 (\$)	2020 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	22,514,979	14,706,435
Adjustments for:		
Net realized (gain) loss on sale of investments	(1,580,333)	8,780
Change in unrealized (appreciation) depreciation in value of investments	(7,277,690)	(9,995,745)
Non-cash income distributions from underlying funds	(16,987,124)	(8,508,318)
Purchases of investments	(47,762,106)	(27,029,616)
Proceeds from sale of investments	14,511,846	27,677,479
Change in accrued interest	(7)	109
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	21,056	(9,172)
Change in other payables and accrued expenses	2,840	(1,392)
Change in income tax payable	(412,565)	369,032
Net Cash Provided by (Used in) Operating Activities	(36,969,104)	(2,782,408)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(636,552)	(637,135)
Proceeds from redeemable securities issued	95,138,716	66,876,531
Redemption of redeemable securities	(58,183,577)	(63,397,817)
Net Cash Provided by (Used in) Financing Activities	36,318,587	2,841,579
Net increase (decrease) in cash	(650,517)	59,171
Cash (bank indebtedness) at beginning of period	942,494	883,323
Cash (bank indebtedness) at end of period	291,977	942,494
Interest received	10,732	12,587
Income taxes paid	(412,565)	(663,899)
Interest paid	-	-

Schedule of Investments

As at December 31, 2021

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Granite Balanced Portfolio, Series I	19,066,273	266,016,863	291,687,282	
		266,016,863	291,687,282	100.0
Total Investments		266,016,863	291,687,282	100.0
Other Assets less Liabilities			(139,238)	0
Total Net Assets			291,548,044	100.0

Fund Specific Notes to the Financial Statements

Financial Risk Management

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

(a) Credit risk

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

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

(b) Market risk

(i) Currency risk

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

(ii) Interest rate risk

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

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

Sun Life Granite Balanced Class (continued)

(iii) Other market risk

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

(c) Liquidity risk

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

(d) Concentration risk

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

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2021	December 31, 2020
Exchange-Traded Funds		
U.S. Equities	5.6	10.3
Mutual Funds		
Canadian Fixed Income	13.0	12.9
International Equities	12.3	13.1
Canadian Equities	10.0	9.2
Tactical Balanced	10.2	10.4
U.S. Equities	10.2	6.0
High Yield Fixed Income	3.4	3.2
U.S. Fixed Income	7.0	7.9
Canadian Focused Equities	3.7	4.0
Emerging Markets Equities	3.2	4.5
International Fixed Income	4.5	4.0
Emerging Markets Bonds	2.5	3.0
Global Small/Mid Cap Equities	7.3	5.5
Canadian Money Market	1.1	0.5
Global Equities	5.8	5.1
Other Assets less Liabilities	0.2	0.4
Total	100.0	100.0

Fair Value Disclosure

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

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

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

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

Mutual funds

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

Interest in Underlying Funds

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

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

Establishment of the Fund

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

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

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

Sun Life Granite Balanced Growth Class

Statements of Financial Position

As at December 31, 2021 and 2020

	December 31, 2021 (\$)	December 31, 2020 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	85,754,639	77,406,388
Cash	226,243	336,698
Receivable for investments sold	16,846	-
Accrued interest	31	7,236
Distributions receivable from underlying funds	-	-
Subscriptions receivable	3,040	247,496
	86,000,799	77,997,818
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Accrued expenses	4,101	3,690
Redemptions payable	44,514	5,408
Distributions payable	-	467
Payable for investments purchased	157,159	279,944
Management fees payable	29,456	25,976
Income tax payable	61,998	102,138
Total liabilities (excluding net assets attributable to holders of redeemable securities)	297,228	417,623
Net Assets Attributable to Holders of Redeemable Securities	85,703,571	77,580,195
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	37,826,053	35,638,088
Series AT5	2,649,555	1,441,214
Series AT8	2,603,197	2,566,292
Series F	24,553,729	19,274,166
Series FT5	945,466	376,331
Series FT8	844,973	794,420
Series O	16,280,598	17,489,684
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	15.25	13.94
Series AT5	14.98	14.38
Series AT8	11.50	11.38
Series F	16.66	15.06
Series FT5	15.87	15.05
Series FT8	14.02	13.72
Series O	15.98	14.32

Approved on behalf of the Board of Directors of the Corporation

“signed” Oricia Smith
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2021 (\$)	2020 (\$)
Investment Income		
Interest income	3,559	1,537
Distributions from underlying funds	4,946,553	2,663,529
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	1,971,865	370,786
Change in unrealized appreciation (depreciation) in value of investments	2,513,079	3,452,599
Net gains (losses) on investments	9,435,056	6,488,451
Total income (loss)	9,435,056	6,488,451
Expenses (note 5)		
Management fees	1,005,114	916,167
Fixed annual administration fees	141,948	129,865
Independent review committee fees	104	569
Total operating expenses	1,147,166	1,046,601
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	8,287,890	5,441,850
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	8,287,890	5,441,850
Income taxes	-	136,879
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	8,287,890	5,304,971
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	3,481,089	2,150,432
Series AT5	168,703	80,460
Series AT8	243,758	(67,699)
Series F	2,229,058	1,612,373
Series FT5	74,169	13,494
Series FT8	86,467	(84,036)
Series O	2,004,646	1,599,947
Weighted Average Number of Securities Outstanding		
Series A	2,495,189	2,576,969
Series AT5	118,630	99,375
Series AT8	223,337	244,612
Series F	1,325,109	1,236,661
Series FT5	43,550	28,227
Series FT8	60,061	43,898
Series O	1,143,228	1,426,846
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	1.40	0.83
Series AT5	1.42	0.81
Series AT8	1.09	(0.28)
Series F	1.68	1.30
Series FT5	1.70	0.48
Series FT8	1.44	(1.91)
Series O	1.75	1.12

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	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 35,638,088	34,198,288	1,441,214	1,449,203	2,566,292	3,506,894	19,274,166	16,388,168
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 3,481,089	2,150,432	168,703	80,460	243,758	(67,699)	2,229,058	1,612,373
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 10,234,282	7,555,324	1,218,603	781,076	149,309	576,610	8,017,533	6,737,450
Redemption of redeemable securities	\$ (11,535,981)	(8,264,618)	(125,696)	(831,324)	(187,115)	(1,252,951)	(4,974,176)	(5,462,356)
Reinvestment of distributions to holders of redeemable securities	\$ 191,841	298,974	47,164	44,501	46,603	54,058	125,977	152,457
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (1,109,858)	(410,320)	1,140,071	(5,747)	8,797	(622,283)	3,169,334	1,427,551
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	(108,987)	-	(4,501)	-	(12,149)	-	(51,473)
From net investment income	\$ (183,266)	(191,325)	(12,886)	(7,783)	(12,710)	(13,936)	(118,829)	(102,453)
Return of capital	\$ -	-	(87,547)	(70,418)	(202,940)	(224,535)	-	-
	\$ (183,266)	(300,312)	(100,433)	(82,702)	(215,650)	(250,620)	(118,829)	(153,926)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 2,187,965	1,439,800	1,208,341	(7,989)	36,905	(940,602)	5,279,563	2,885,998
Net Assets Attributable to Holders of Redeemable Securities at end 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
Redeemable Security Transactions								
Balance - beginning of period	2,557,172	2,602,866	100,211	101,394	225,583	300,063	1,279,766	1,167,104
Securities issued	694,506	592,070	81,957	57,692	12,939	49,327	504,175	505,573
Securities issued on reinvestment of distributions	12,531	22,139	3,193	3,260	4,065	4,939	7,538	10,452
Securities redeemed	(784,124)	(659,903)	(8,545)	(62,135)	(16,180)	(128,746)	(317,728)	(403,363)
Balance - end of period	2,480,085	2,557,172	176,816	100,211	226,407	225,583	1,473,751	1,279,766

	Series FT5		Series FT8		Series O		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 376,331	580,158	794,420	347,434	17,489,684	21,724,321	77,580,195	78,194,466
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 74,169	13,494	86,467	(84,036)	2,004,646	1,599,947	8,287,890	5,304,971
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 524,980	159,171	130,800	1,517,261	1,456,760	4,147,802	21,732,267	21,474,694
Redemption of redeemable securities	\$ (24,048)	(369,367)	(159,775)	(963,911)	(4,670,492)	(9,982,353)	(21,677,283)	(27,126,880)
Reinvestment of distributions to holders of redeemable securities	\$ 32,337	17,772	62,974	33,359	78,902	158,343	585,798	759,464
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 533,269	(192,424)	33,999	586,709	(3,134,830)	(5,676,208)	640,782	(4,892,722)
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	(2,146)	-	(3,766)	-	(64,269)	-	(247,291)
From net investment income	\$ (4,581)	(2,030)	(4,093)	(4,278)	(78,902)	(94,107)	(415,267)	(415,912)
Return of capital	\$ (33,722)	(20,721)	(65,820)	(47,643)	-	-	(390,029)	(363,317)
	\$ (38,303)	(24,897)	(69,913)	(55,687)	(78,902)	(158,376)	(805,296)	(1,026,520)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 569,135	(203,827)	50,553	446,986	(1,209,086)	(4,234,637)	8,123,376	(614,271)
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 945,466	376,331	844,973	794,420	16,280,598	17,489,684	85,703,571	77,580,195
Redeemable Security Transactions								
Balance - beginning of period	25,006	39,243	57,901	24,930	1,221,514	1,642,731	5,467,153	5,878,331
Securities issued	34,085	10,674	9,195	110,720	98,903	325,790	1,435,760	1,651,846
Securities issued on reinvestment of distributions	2,077	1,282	4,536	2,534	4,905	11,539	38,845	56,145
Securities redeemed	(1,582)	(26,193)	(11,382)	(80,283)	(306,660)	(758,546)	(1,446,201)	(2,119,169)
Balance - end of period	59,586	25,006	60,250	57,901	1,018,662	1,221,514	5,495,557	5,467,153

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

	2021 (\$)	2020 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	8,287,890	5,304,971
Adjustments for:		
Net realized (gain) loss on sale of investments	(1,971,865)	(370,786)
Change in unrealized (appreciation) depreciation in value of investments	(2,513,079)	(3,452,599)
Non-cash income distributions from underlying funds	(4,946,553)	(2,663,529)
Purchases of investments	(12,819,953)	(8,873,543)
Proceeds from sale of investments	13,763,568	16,194,859
Change in accrued interest	7,205	2,178
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	3,480	(5,533)
Change in other payables and accrued expenses	411	(868)
Change in income tax payable	(40,140)	32,009
Net Cash Provided by (Used in) Operating Activities	(229,036)	6,167,159
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(219,965)	(267,858)
Proceeds from redeemable securities issued	21,976,723	21,249,360
Redemption of redeemable securities	(21,638,177)	(27,139,454)
Net Cash Provided by (Used in) Financing Activities	118,581	(6,157,952)
Net increase (decrease) in cash	(110,455)	9,207
Cash (bank indebtedness) at beginning of period	336,698	327,491
Cash (bank indebtedness) at end of period	226,243	336,698
Interest received	10,764	3,715
Income taxes paid	(40,140)	(104,870)
Interest paid	-	-

Schedule of Investments

As at December 31, 2021

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Granite Balanced Growth Portfolio, Series I	5,141,967	75,760,895	85,754,639	
		75,760,895	85,754,639	100.1
Total Investments		75,760,895	85,754,639	100.1
Other Assets less Liabilities			(51,068)	(0.1)
Total Net Assets			85,703,571	100.0

Fund Specific Notes to the Financial Statements

Financial Risk Management

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

(a) Credit risk

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

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

(b) Market risk

(i) Currency risk

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

(ii) Interest rate risk

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

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

Sun Life Granite Balanced Growth Class (continued)

(iii) Other market risk

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

(c) Liquidity risk

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

(d) Concentration risk

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

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2021	December 31, 2020
Exchange-Traded Funds		
U.S. Equities	6.4	12.3
Mutual Funds		
Canadian Fixed Income	7.8	8.0
International Equities	14.8	15.4
Tactical Balanced	9.9	10.1
Canadian Equities	11.7	10.7
U.S. Equities	12.2	7.0
International Fixed Income	3.7	3.1
Global Equities	6.7	5.8
High Yield Fixed Income	3.2	3.0
Canadian Focused Equities	4.2	4.6
Emerging Markets Equities	3.6	4.9
Emerging Markets Bonds	2.3	2.8
U.S. Fixed Income	3.9	5.0
Global Small/Mid Cap Equities	7.9	6.3
Canadian Money Market	1.4	0.4
Other Assets less Liabilities	0.3	0.6
Total	100.0	100.0

Fair Value Disclosure

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

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

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

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

Mutual funds

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

Related Party Transactions

Seed Capital Investment by the Manager

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

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

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

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

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

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

Interest in Underlying Funds

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

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

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

Sun Life Granite Balanced Growth Class (continued)

Establishment of the Fund

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

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

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

Sun Life Granite Conservative Class

Statements of Financial Position

As at December 31, 2021 and 2020

	December 31, 2021 (\$)	December 31, 2020 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	273,038,846	245,698,174
Cash	297,508	1,330,346
Receivable for investments sold	333,432	55,089
Accrued interest	75	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	73,570	128,725
	273,743,431	247,212,334
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Accrued expenses	13,276	11,899
Redemptions payable	440,030	3,871
Distributions payable	-	31
Payable for investments purchased	153,766	409,329
Management fees payable	75,917	66,660
Income tax payable	501,675	705,156
Total liabilities (excluding net assets attributable to holders of redeemable securities)	1,184,664	1,196,946
Net Assets Attributable to Holders of Redeemable Securities	272,558,767	246,015,388
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	100,787,771	95,705,005
Series AT5	11,792,101	11,632,973
Series F	115,859,986	86,787,417
Series FT5	3,014,406	2,964,318
Series O	41,104,503	48,925,675
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	12.61	12.34
Series AT5	12.41	12.78
Series F	13.53	13.12
Series FT5	14.22	14.52
Series O	13.51	13.00

Approved on behalf of the Board of Directors of the Corporation

“signed” Oricia Smith
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2021 (\$)	2020 (\$)
Investment Income		
Interest income	7,586	77,991
Distributions from underlying funds	14,320,274	9,720,592
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	1,058,476	(322,493)
Change in unrealized appreciation (depreciation) in value of investments	(4,175,046)	5,227,908
Net gains (losses) on investments	11,211,290	14,703,998
Total income (loss)	11,211,290	14,703,998
Expenses (note 5)		
Management fees	2,620,924	2,309,055
Fixed annual administration fees	464,350	399,873
Independent review committee fees	343	1,697
Total operating expenses	3,085,617	2,710,625
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	8,125,673	11,993,373
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	8,125,673	11,993,373
Income taxes	298,193	813,090
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	7,827,480	11,180,283
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	2,317,981	3,833,128
Series AT5	273,560	490,922
Series F	3,317,537	3,849,435
Series FT5	97,190	146,986
Series O	1,821,212	2,859,812
Weighted Average Number of Securities Outstanding		
Series A	7,898,002	7,640,221
Series AT5	959,839	876,830
Series F	7,648,672	5,702,048
Series FT5	213,369	184,968
Series O	3,487,105	3,996,409
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	0.29	0.50
Series AT5	0.29	0.56
Series F	0.43	0.68
Series FT5	0.46	0.79
Series O	0.52	0.72

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	
	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 95,705,005	90,343,250	11,632,973	10,808,615	86,787,417	55,025,937
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 2,317,981	3,833,128	273,560	490,922	3,317,537	3,849,435
Redeemable Security Transactions						
Proceeds from redeemable securities issued	\$ 40,943,031	31,939,156	3,440,404	2,322,414	57,293,004	49,275,275
Redemption of redeemable securities	\$ (38,196,962)	(30,405,633)	(3,101,502)	(1,564,832)	(31,539,442)	(21,332,521)
Reinvestment of distributions to holders of redeemable securities	\$ 224,807	261,665	184,057	175,084	238,674	198,373
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 2,970,876	1,795,188	522,959	932,666	25,992,236	28,141,127
Distributions to Holders of Redeemable Securities						
From capital gains	\$ -	(66,774)	-	(8,063)	-	(48,258)
From net investment income	\$ (206,091)	(199,787)	(24,155)	(24,392)	(237,204)	(180,824)
Return of capital	\$ -	-	(613,236)	(566,775)	-	-
	\$ (206,091)	(266,561)	(637,391)	(599,230)	(237,204)	(229,082)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 5,082,766	5,361,755	159,128	824,358	29,072,569	31,761,480
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 100,787,771	95,705,005	11,792,101	11,632,973	115,859,986	86,787,417
Redeemable Security Transactions						
Balance - beginning of period	7,755,518	7,642,682	910,336	838,591	6,613,009	4,415,008
Securities issued	3,290,270	2,691,039	272,560	182,221	4,310,184	3,903,203
Securities issued on reinvestment of distributions	17,828	21,450	14,745	14,035	17,656	15,279
Securities redeemed	(3,070,230)	(2,599,653)	(247,106)	(124,511)	(2,374,549)	(1,720,481)
Balance - end of period	7,993,386	7,755,518	950,535	910,336	8,566,300	6,613,009

	Series FT5		Series O		Total	
	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 2,964,318	2,441,061	48,925,675	56,224,927	246,015,388	214,843,790
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 97,190	146,986	1,821,212	2,859,812	7,827,480	11,180,283
Redeemable Security Transactions						
Proceeds from redeemable securities issued	\$ 257,115	1,251,153	7,192,124	10,038,811	109,125,678	94,826,809
Redemption of redeemable securities	\$ (176,455)	(746,923)	(16,834,222)	(20,197,874)	(89,848,583)	(74,247,783)
Reinvestment of distributions to holders of redeemable securities	\$ 33,441	16,864	83,750	141,553	764,729	793,539
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 114,101	521,094	(9,558,348)	(10,017,510)	20,041,824	21,372,565
Distributions to Holders of Redeemable Securities						
From capital gains	\$ -	(2,144)	-	(39,393)	-	(164,632)
From net investment income	\$ (6,189)	(6,223)	(84,036)	(102,161)	(557,675)	(513,387)
Return of capital	\$ (155,014)	(136,456)	-	-	(768,250)	(703,231)
	\$ (161,203)	(144,823)	(84,036)	(141,554)	(1,325,925)	(1,381,250)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 50,088	523,257	(7,821,172)	(7,299,252)	26,543,379	31,171,598
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 3,014,406	2,964,318	41,104,503	48,925,675	272,558,767	246,015,388
Redeemable Security Transactions						
Balance - beginning of period	204,185	168,209	3,763,122	4,591,764	19,246,170	17,656,254
Securities issued	17,595	86,709	547,102	813,343	8,437,711	7,676,515
Securities issued on reinvestment of distributions	2,503	1,164	6,188	11,066	58,920	62,994
Securities redeemed	(12,286)	(51,897)	(1,272,818)	(1,653,051)	(6,976,989)	(6,149,593)
Balance - end of period	211,997	204,185	3,043,594	3,763,122	20,765,812	19,246,170

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

	2021 (\$)	2020 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	7,827,480	11,180,283
Adjustments for:		
Net realized (gain) loss on sale of investments	(1,058,476)	322,493
Change in unrealized (appreciation) depreciation in value of investments	4,175,046	(5,227,908)
Non-cash income distributions from underlying funds	(14,320,274)	(9,720,592)
Purchases of investments	(42,058,009)	(46,220,356)
Proceeds from sale of investments	25,387,135	30,197,068
Change in accrued interest	(75)	1,892
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	9,257	(4,928)
Change in other payables and accrued expenses	1,377	96
Change in income tax payable	(203,481)	89,068
Net Cash Provided by (Used in) Operating Activities	(20,240,020)	(19,382,884)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(561,227)	(587,680)
Proceeds from redeemable securities issued	109,180,833	95,007,017
Redemption of redeemable securities	(89,412,424)	(74,257,280)
Net Cash Provided by (Used in) Financing Activities	19,207,182	20,162,057
Net increase (decrease) in cash	(1,032,838)	779,173
Cash (bank indebtedness) at beginning of period	1,330,346	551,173
Cash (bank indebtedness) at end of period	297,508	1,330,346
Interest received	2,429	79,883
Income taxes paid	(501,674)	(724,022)
Interest paid	-	-

Schedule of Investments

As at December 31, 2021

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Granite Conservative Portfolio, Series I	22,263,804	269,786,660	273,038,846	
		269,786,660	273,038,846	100.2
Total Investments		269,786,660	273,038,846	100.2
Other Assets less Liabilities			(480,079)	(0.2)
Total Net Assets			272,558,767	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, 2021 and December 31, 2020, the majority of the underlying Trust Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

(d) Concentration risk

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

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2021	December 31, 2020
Exchange-Traded Funds		
U.S. Equities	0.6	4.8
Mutual Funds		
Canadian Fixed Income	27.9	28.1
Tactical Balanced	12.0	11.7
U.S. Fixed Income	14.7	17.6
High Yield Fixed Income	3.7	3.6
International Equities	5.4	6.3
Canadian Equities	4.4	3.8
International Fixed Income	7.7	5.7
U.S. Equities	6.8	3.6
Canadian Focused Equities	1.8	2.3
Emerging Markets Equities	1.6	2.3
Global Equities	2.6	2.1
Emerging Markets Bonds	2.8	3.7
Global Small/Mid Cap Equities	4.4	2.7
Canadian Money Market	3.5	1.3
Other Assets less Liabilities	0.1	0.4
Total	100.0	100.0

Fair Value Disclosure

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

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

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

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

Mutual funds

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

Interest in Underlying Funds

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

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

Establishment of the Fund

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

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

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

Sun Life Granite Growth Class

Statements of Financial Position

As at December 31, 2021 and 2020

	December 31, 2021 (\$)	December 31, 2020 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	85,600,220	63,710,846
Cash	155,480	455,316
Receivable for investments sold	5,565	-
Accrued interest	6	570
Distributions receivable from underlying funds	-	-
Subscriptions receivable	4,323	8,562
	85,765,594	64,175,294
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Accrued expenses	4,070	1,459
Redemptions payable	43,254	4,125
Distributions payable	-	-
Payable for investments purchased	10,886	182,556
Management fees payable	27,775	20,270
Income tax payable	30,995	107,864
Total liabilities (excluding net assets attributable to holders of redeemable securities)	116,980	316,274
Net Assets Attributable to Holders of Redeemable Securities	85,648,614	63,859,020
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	32,959,524	26,255,012
Series AT5	429,617	450,049
Series AT8	1,246,369	916,777
Series F	32,844,909	19,705,804
Series FT5	235,719	165,010
Series FT8	133,369	127,499
Series O	17,799,107	16,238,869
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	15.85	14.32
Series AT5	15.57	14.77
Series AT8	11.92	11.64
Series F	17.39	15.53
Series FT5	16.24	15.21
Series FT8	14.37	13.88
Series O	16.45	14.56

Approved on behalf of the Board of Directors of the Corporation

“signed” Oricia Smith
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2021 (\$)	2020 (\$)
Investment Income		
Interest income	6,543	5,543
Distributions from underlying funds	4,502,648	1,705,420
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	1,151,628	235,582
Change in unrealized appreciation (depreciation) in value of investments	4,170,093	3,540,272
Net gains (losses) on investments	9,830,912	5,486,817
Total income (loss)	9,830,912	5,486,817
Expenses (note 5)		
Management fees	868,711	672,119
Fixed annual administration fees	130,917	102,250
Independent review committee fees	98	441
Total operating expenses	999,726	774,810
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	8,831,186	4,712,007
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	8,831,186	4,712,007
Income taxes	-	179,858
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	8,831,186	4,532,149
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	3,211,925	1,830,003
Series AT5	47,194	18,170
Series AT8	104,898	57,332
Series F	3,027,848	1,408,553
Series FT5	26,951	33,977
Series FT8	16,073	7,619
Series O	2,396,297	1,176,495
Weighted Average Number of Securities Outstanding		
Series A	1,922,748	1,799,238
Series AT5	28,366	30,912
Series AT8	82,219	60,795
Series F	1,536,704	1,129,396
Series FT5	14,129	8,140
Series FT8	9,223	2,936
Series O	1,184,090	1,343,617
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	1.67	1.02
Series AT5	1.66	0.59
Series AT8	1.28	0.94
Series F	1.97	1.25
Series FT5	1.91	4.17
Series FT8	1.74	2.60
Series O	2.02	0.88

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	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 26,255,012	23,069,962	450,049	490,709	916,777	678,005	19,705,804	15,099,107
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 3,211,925	1,830,003	47,194	18,170	104,898	57,332	3,027,848	1,408,553
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 12,958,717	8,200,419	3,744	4,072	417,491	333,939	14,029,481	8,454,493
Redemption of redeemable securities	\$ (9,465,682)	(6,842,886)	(70,400)	(61,129)	(122,434)	(107,389)	(3,923,634)	(5,253,137)
Reinvestment of distributions to holders of redeemable securities	\$ 318,916	190,444	24,030	24,352	19,755	20,664	322,726	136,074
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 3,811,951	1,547,977	(42,626)	(32,705)	314,812	247,214	10,428,573	3,337,430
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	(72,381)	-	(1,511)	-	(2,097)	-	(48,888)
From net investment income	\$ (319,364)	(120,549)	(4,160)	(2,067)	(12,227)	(4,253)	(317,316)	(90,398)
Return of capital	\$ -	-	(20,840)	(22,547)	(77,891)	(59,424)	-	-
	\$ (319,364)	(192,930)	(25,000)	(26,125)	(90,118)	(65,774)	(317,316)	(139,286)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 6,704,512	3,185,050	(20,432)	(40,660)	329,592	238,772	13,139,105	4,606,697
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 32,959,524	26,255,012	429,617	450,049	1,246,369	916,777	32,844,909	19,705,804
Redeemable Security Transactions								
Balance - beginning of period	1,833,312	1,710,857	30,464	33,423	78,741	56,708	1,269,080	1,044,570
Securities issued	845,260	631,418	243	294	34,349	29,816	840,103	605,187
Securities issued on reinvestment of distributions	19,972	13,786	1,567	1,750	1,662	1,866	18,444	9,092
Securities redeemed	(619,707)	(522,749)	(4,680)	(5,003)	(10,180)	(9,649)	(238,645)	(389,769)
Balance - end of period	2,078,837	1,833,312	27,594	30,464	104,572	78,741	1,888,982	1,269,080

	Series FT5		Series FT8		Series O		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 165,010	11,838	127,499	11,838	16,238,869	23,010,757	63,859,020	62,372,216
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 26,951	33,977	16,073	7,619	2,396,297	1,176,495	8,831,186	4,532,149
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 55,312	125,439	-	132,178	5,766,787	1,186,738	33,231,532	18,437,278
Redemption of redeemable securities	\$ (2,400)	-	-	(21,753)	(6,610,811)	(9,137,669)	(20,195,361)	(21,423,963)
Reinvestment of distributions to holders of redeemable securities	\$ 3,914	706	1,355	1,862	180,274	142,047	870,970	516,149
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 56,826	126,145	1,355	112,287	(663,750)	(7,808,884)	13,907,141	(2,470,536)
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	(37)	-	(37)	-	(64,923)	-	(189,874)
From net investment income	\$ (2,302)	(764)	(1,309)	(591)	(172,309)	(74,576)	(828,987)	(293,198)
Return of capital	\$ (10,766)	(6,149)	(10,249)	(3,617)	-	-	(119,746)	(91,737)
	\$ (13,068)	(6,950)	(11,558)	(4,245)	(172,309)	(139,499)	(948,733)	(574,809)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 70,709	153,172	5,870	115,661	1,560,238	(6,771,888)	21,789,594	1,486,804
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 235,719	165,010	133,369	127,499	17,799,107	16,238,869	85,648,614	63,859,020
Redeemable Security Transactions								
Balance - beginning of period	10,850	793	9,184	841	1,115,629	1,714,589	4,347,260	4,561,781
Securities issued	3,566	10,001	-	9,860	376,432	89,946	2,099,953	1,376,522
Securities issued on reinvestment of distributions	248	56	95	148	10,874	10,279	52,862	36,977
Securities redeemed	(147)	-	-	(1,665)	(420,888)	(699,185)	(1,294,247)	(1,628,020)
Balance - end of period	14,517	10,850	9,279	9,184	1,082,047	1,115,629	5,205,828	4,347,260

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

	2021 (\$)	2020 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	8,831,186	4,532,149
Adjustments for:		
Net realized (gain) loss on sale of investments	(1,151,628)	(235,582)
Change in unrealized (appreciation) depreciation in value of investments	(4,170,093)	(3,540,272)
Non-cash income distributions from underlying funds	(4,502,648)	(1,705,420)
Purchases of investments	(19,747,395)	(11,323,821)
Proceeds from sale of investments	7,505,155	15,403,512
Change in accrued interest	564	(570)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	7,505	(1,327)
Change in other payables and accrued expenses	2,611	(2,125)
Change in income tax payable	(76,869)	69,108
Net Cash Provided by (Used in) Operating Activities	(13,301,612)	3,195,652
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(77,763)	(62,413)
Proceeds from redeemable securities issued	33,235,771	18,442,136
Redemption of redeemable securities	(20,156,232)	(21,427,833)
Net Cash Provided by (Used in) Financing Activities	13,001,776	(3,048,110)
Net increase (decrease) in cash	(299,836)	147,542
Cash (bank indebtedness) at beginning of period	455,316	307,774
Cash (bank indebtedness) at end of period	155,480	455,316
Interest received	1,822	4,973
Income taxes paid	(76,869)	(110,750)
Interest paid	-	-

Schedule of Investments

As at December 31, 2021

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Granite Growth Portfolio, Series I	4,852,923	74,404,582	85,600,220	
		74,404,582	85,600,220	99.9
Total Investments		74,404,582	85,600,220	99.9
Other Assets less Liabilities			48,394	0.1
Total Net Assets			85,648,614	100.0

Fund Specific Notes to the Financial Statements

Financial Risk Management

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

(a) Credit risk

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

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

(b) Market risk

(i) Currency risk

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

(ii) Interest rate risk

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

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

Sun Life Granite Growth Class (continued)

(iii) Other market risk

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

(c) Liquidity risk

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

(d) Concentration risk

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

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2021	December 31, 2020
Exchange-Traded Funds		
U.S. Equities	7.7	13.9
Mutual Funds		
International Equities	16.6	17.6
Canadian Equities	13.7	12.4
Tactical Balanced	9.3	9.4
Canadian Fixed Income	2.7	3.0
International Fixed Income	2.8	2.4
Global Equities	7.7	6.9
U.S. Equities	14.0	7.9
Canadian Focused Equities	4.8	5.3
High Yield Fixed Income	2.9	2.7
Emerging Markets Equities	4.4	5.4
Emerging Markets Bonds	2.0	2.5
U.S. Fixed Income	1.1	2.0
Global Small/Mid Cap Equities	8.8	7.3
Canadian Money Market	1.3	0.4
Other Assets less Liabilities	0.2	0.9
Total	100.0	100.0

Fair Value Disclosure

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

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

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

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

Mutual funds

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

Related Party Transactions

Seed Capital Investment by the Manager

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

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

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

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

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

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

Interest in Underlying Funds

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

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

Sun Life Granite Growth Class (continued)

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

Establishment of the Fund

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

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

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

Sun Life Granite Moderate Class

Statements of Financial Position

As at December 31, 2021 and 2020

	December 31, 2021 (\$)	December 31, 2020 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	155,366,344	137,557,309
Cash	-	93,135
Receivable for investments sold	390,137	154,862
Accrued interest	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	160,650	200,685
	155,917,131	138,005,991
Liabilities		
Current Liabilities		
Bank indebtedness	15,267	-
Accrued expenses	7,555	6,638
Redemptions payable	892	114,292
Distributions payable	-	2,954
Payable for investments purchased	86,230	-
Management fees payable	48,554	40,333
Income tax payable	178,376	418,941
Total liabilities (excluding net assets attributable to holders of redeemable securities)	336,874	583,158
Net Assets Attributable to Holders of Redeemable Securities	155,580,257	137,422,833
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	65,671,372	56,506,884
Series AT5	8,615,704	6,968,885
Series F	42,036,237	28,757,669
Series FT5	4,728,460	6,700,476
Series O	34,528,484	38,488,919
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	13.94	13.21
Series AT5	13.68	13.62
Series F	15.28	14.31
Series FT5	15.02	14.79
Series O	14.86	13.81

Approved on behalf of the Board of Directors of the Corporation

“signed” Oricia Smith
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2021 (\$)	2020 (\$)
Investment Income		
Interest income	3,147	9,088
Distributions from underlying funds	8,299,253	5,412,074
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	1,293,215	405,305
Change in unrealized appreciation (depreciation) in value of investments	1,968,018	3,716,179
Net gains (losses) on investments	11,563,633	9,542,646
Total income (loss)	11,563,633	9,542,646
Expenses (note 5)		
Management fees	1,605,154	1,401,802
Fixed annual administration fees	256,821	231,243
Independent review committee fees	186	1,013
Total operating expenses	1,862,161	1,634,058
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	9,701,472	7,908,588
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	9,701,472	7,908,588
Income taxes	2,015	510,488
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	9,699,457	7,398,100
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	3,556,652	2,708,285
Series AT5	452,854	191,533
Series F	2,506,230	1,900,204
Series FT5	358,102	239,112
Series O	2,825,619	2,358,966
Weighted Average Number of Securities Outstanding		
Series A	4,418,081	4,180,053
Series AT5	568,224	541,515
Series F	2,421,046	1,871,202
Series FT5	333,334	428,058
Series O	2,526,369	3,162,634
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	0.81	0.65
Series AT5	0.80	0.35
Series F	1.04	1.02
Series FT5	1.07	0.56
Series O	1.12	0.75

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	
	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 56,506,884	52,918,693	6,968,885	8,671,992	28,757,669	24,102,366
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 3,556,652	2,708,285	452,854	191,533	2,506,230	1,900,204
Redeemable Security Transactions						
Proceeds from redeemable securities issued	\$ 22,342,396	16,389,227	2,576,987	1,470,241	17,730,352	9,811,179
Redemption of redeemable securities	\$ (16,750,072)	(15,506,106)	(1,086,967)	(3,121,763)	(6,966,291)	(7,051,766)
Reinvestment of distributions to holders of redeemable securities	\$ 332,072	221,609	136,195	157,193	211,315	104,473
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 5,924,396	1,104,730	1,626,215	(1,494,329)	10,975,376	2,863,886
Distributions to Holders of Redeemable Securities						
From capital gains	\$ -	(75,608)	-	(12,344)	-	(33,568)
From net investment income	\$ (316,560)	(149,216)	(41,903)	(18,432)	(203,038)	(75,180)
Return of capital	\$ -	-	(390,347)	(369,535)	-	(39)
	\$ (316,560)	(224,824)	(432,250)	(400,311)	(203,038)	(108,787)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 9,164,488	3,588,191	1,646,819	(1,703,107)	13,278,568	4,655,303
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 65,671,372	56,506,884	8,615,704	6,968,885	42,036,237	28,757,669
Redeemable Security Transactions						
Balance - beginning of period	4,278,918	4,204,601	511,608	634,057	2,009,109	1,787,238
Securities issued	1,639,891	1,314,863	187,771	112,333	1,200,481	737,203
Securities issued on reinvestment of distributions	23,766	17,139	9,988	11,978	13,800	7,464
Securities redeemed	(1,231,172)	(1,257,685)	(79,403)	(246,760)	(472,220)	(522,796)
Balance - end of period	4,711,403	4,278,918	629,964	511,608	2,751,170	2,009,109

	Series FT5		Series O		Total	
	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 6,700,476	7,390,313	38,488,919	47,038,417	137,422,833	140,121,781
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 358,102	239,112	2,825,619	2,358,966	9,699,457	7,398,100
Redeemable Security Transactions						
Proceeds from redeemable securities issued	\$ 280,579	1,468,415	4,373,020	7,887,555	47,303,334	37,026,617
Redemption of redeemable securities	\$ (2,356,775)	(2,071,341)	(11,148,618)	(18,789,607)	(38,308,723)	(46,540,583)
Reinvestment of distributions to holders of redeemable securities	\$ 10,576	15,307	156,574	162,039	846,732	660,621
Capitalized distributions	\$ -	-	-	-	-	-
	\$ (2,065,620)	(587,619)	(6,619,024)	(10,740,013)	9,841,343	(8,853,345)
Distributions to Holders of Redeemable Securities						
From capital gains	\$ -	(10,550)	-	(66,647)	-	(198,717)
From net investment income	\$ (23,038)	(17,740)	(167,030)	(101,804)	(751,569)	(362,372)
Return of capital	\$ (241,460)	(313,040)	-	-	(631,807)	(682,614)
	\$ (264,498)	(341,330)	(167,030)	(168,451)	(1,383,376)	(1,243,703)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ (1,972,016)	(689,837)	(3,960,435)	(8,549,498)	18,157,424	(2,698,948)
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 4,728,460	6,700,476	34,528,484	38,488,919	155,580,257	137,422,833
Redeemable Security Transactions						
Balance - beginning of period	453,136	503,472	2,787,066	3,644,852	10,039,837	10,774,220
Securities issued	18,171	99,557	307,227	632,143	3,353,541	2,896,099
Securities issued on reinvestment of distributions	1,094	1,048	10,495	12,115	59,143	49,744
Securities redeemed	(157,523)	(150,941)	(780,789)	(1,502,044)	(2,721,107)	(3,680,226)
Balance - end of period	314,878	453,136	2,323,999	2,787,066	10,731,414	10,039,837

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

	2021 (\$)	2020 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	9,699,457	7,398,100
Adjustments for:		
Net realized (gain) loss on sale of investments	(1,293,215)	(405,305)
Change in unrealized (appreciation) depreciation in value of investments	(1,968,018)	(3,716,179)
Non-cash income distributions from underlying funds	(8,299,253)	(5,412,074)
Purchases of investments	(20,084,286)	(19,537,177)
Proceeds from sale of investments	13,686,692	31,640,099
Change in accrued interest	-	153
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	8,221	(8,006)
Change in other payables and accrued expenses	917	(1,533)
Change in income tax payable	(240,565)	80,338
Net Cash Provided by (Used in) Operating Activities	(8,490,050)	10,038,416
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(539,598)	(581,325)
Proceeds from redeemable securities issued	47,343,369	37,039,180
Redemption of redeemable securities	(38,422,123)	(46,503,791)
Net Cash Provided by (Used in) Financing Activities	8,381,648	(10,045,936)
Net increase (decrease) in cash	(108,402)	(7,520)
Cash (bank indebtedness) at beginning of period	93,135	100,655
Cash (bank indebtedness) at end of period	(15,267)	93,135
Interest received	3,147	9,241
Income taxes paid	(242,580)	(430,150)
Interest paid	-	-

Schedule of Investments

As at December 31, 2021

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Granite Moderate Portfolio, Series I	10,605,066	144,010,609	155,366,344	
		144,010,609	155,366,344	99.9
Total Investments		144,010,609	155,366,344	99.9
Other Assets less Liabilities			213,913	0.1
Total Net Assets			155,580,257	100.0

Fund Specific Notes to the Financial Statements

Financial Risk Management

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

(a) Credit risk

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

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

(b) Market risk

(i) Currency risk

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

(ii) Interest rate risk

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

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

Sun Life Granite Moderate Class (continued)

(iii) Other market risk

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

(c) Liquidity risk

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

(d) Concentration risk

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

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2021	December 31, 2020
Exchange-Traded Funds		
U.S. Equities	4.4	8.7
Mutual Funds		
Canadian Fixed Income	17.2	17.6
Tactical Balanced	10.9	10.9
Canadian Equities	8.0	7.2
International Equities	10.3	11.0
High Yield Fixed Income	3.4	3.2
U.S. Equities	8.6	5.5
Global Equities	4.7	3.9
International Fixed Income	6.4	4.6
Canadian Focused Equities	3.0	3.3
Emerging Markets Bonds	2.5	3.4
U.S. Fixed Income	8.2	11.1
Emerging Markets Equities	2.6	3.5
Canadian Money Market	3.4	1.1
Global Small/Mid Cap Equities	6.2	4.5
Other Assets less Liabilities	0.2	0.5
Total	100.0	100.0

Fair Value Disclosure

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

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

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

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

Mutual funds

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

Interest in Underlying Funds

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

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

Establishment of the Fund

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

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

Sun Life MFS Global Growth Class

Statements of Financial Position

As at December 31, 2021 and 2020

	December 31, 2021 (\$)	December 31, 2020 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	107,875,509	63,254,131
Cash	114,766	200,821
Receivable for investments sold	7,297	254,562
Accrued interest	1	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	154,433	168,361
	108,152,006	63,877,875
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Accrued expenses	4,925	2,879
Redemptions payable	152	3,400
Distributions payable	-	4
Payable for investments purchased	248,749	20,794
Management fees payable	37,015	21,194
Income tax payable	-	-
Total liabilities (excluding net assets attributable to holders of redeemable securities)	290,841	48,271
Net Assets Attributable to Holders of Redeemable Securities	107,861,165	63,829,604
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	40,217,263	24,715,269
Series AT5	3,218,852	2,200,570
Series AT8	2,813,354	1,242,758
Series F	42,267,158	22,938,513
Series FT5	5,477,549	1,493,064
Series FT8	676,640	477,977
Series O	13,190,349	10,761,453
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	27.63	23.92
Series AT5	27.49	24.98
Series AT8	21.31	19.95
Series F	29.93	25.62
Series FT5	22.15	19.90
Series FT8	19.73	18.26
Series O	27.76	23.56

Approved on behalf of the Board of Directors of the Corporation

“signed” Oricia Smith
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2021 (\$)	2020 (\$)
Investment Income		
Interest income	5,317	102,454
Distributions from underlying funds	2,029,812	1,006,007
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	996,309	794,704
Change in unrealized appreciation (depreciation) in value of investments	10,768,451	7,028,852
Net gains (losses) on investments	13,799,889	8,932,017
Total income (loss)	13,799,889	8,932,017
Expenses (note 5)		
Management fees	1,029,823	569,110
Fixed annual administration fees	138,491	77,043
Independent review committee fees	110	304
Total operating expenses	1,168,424	646,457
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	12,631,465	8,285,560
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	12,631,465	8,285,560
Income taxes	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	12,631,465	8,285,560
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	4,597,509	3,223,314
Series AT5	368,255	282,044
Series AT8	277,629	154,196
Series F	4,900,191	2,714,391
Series FT5	388,185	149,037
Series FT8	86,380	69,334
Series O	2,013,316	1,693,244
Weighted Average Number of Securities Outstanding		
Series A	1,227,495	829,005
Series AT5	99,916	77,410
Series AT8	89,875	46,745
Series F	1,137,247	681,414
Series FT5	125,169	45,060
Series FT8	29,681	24,055
Series O	477,023	447,882
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	3.75	3.89
Series AT5	3.69	3.64
Series AT8	3.09	3.30
Series F	4.31	3.98
Series FT5	3.10	3.31
Series FT8	2.91	2.88
Series O	4.22	3.78

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	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 24,715,269	12,951,606	2,200,570	1,713,665	1,242,758	699,446	22,938,513	8,086,321
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 4,597,509	3,223,314	368,255	282,044	277,629	154,196	4,900,191	2,714,391
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 20,259,988	12,924,997	1,238,537	678,841	1,813,624	518,703	24,105,217	20,461,524
Redemption of redeemable securities	\$ (9,360,765)	(4,383,386)	(517,574)	(423,440)	(421,066)	(71,111)	(9,687,486)	(8,316,983)
Reinvestment of distributions to holders of redeemable securities	\$ 5,654	51,477	55,959	43,744	49,397	15,524	11,134	33,374
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 10,904,877	8,593,088	776,922	299,145	1,441,955	463,116	14,428,865	12,177,915
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	(51,491)	-	(6,282)	-	(2,437)	-	(38,951)
From net investment income	\$ (392)	(1,248)	(30)	(111)	(28)	(63)	(411)	(1,163)
Return of capital	\$ -	-	(126,865)	(87,891)	(148,960)	(71,500)	-	-
	\$ (392)	(52,739)	(126,895)	(94,284)	(148,988)	(74,000)	(411)	(40,114)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 15,501,994	11,763,663	1,018,282	486,905	1,570,596	543,312	19,328,645	14,852,192
Net Assets Attributable to Holders of Redeemable Securities at end 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
Redeemable Security Transactions								
Balance - beginning of period	1,033,423	631,276	88,104	76,038	62,302	37,663	895,321	372,013
Securities issued	787,293	606,066	46,310	29,848	87,973	27,550	867,711	933,668
Securities issued on reinvestment of distributions	219	2,645	2,152	1,948	2,405	817	400	1,613
Securities redeemed	(365,353)	(206,564)	(19,491)	(19,730)	(20,668)	(3,728)	(351,187)	(411,973)
Balance - end of period	1,455,582	1,033,423	117,075	88,104	132,012	62,302	1,412,245	895,321

	Series FT5		Series FT8		Series O		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 1,493,064	666,780	477,977	355,252	10,761,453	8,672,587	63,829,604	33,145,657
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 388,185	149,037	86,380	69,334	2,013,316	1,693,244	12,631,465	8,285,560
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 4,162,274	891,534	295,577	87,431	1,588,746	1,595,751	53,463,963	37,158,781
Redemption of redeemable securities	\$ (484,135)	(173,462)	(140,015)	(296)	(1,173,166)	(1,200,129)	(21,784,207)	(14,568,807)
Reinvestment of distributions to holders of redeemable securities	\$ 51,250	3,644	634	240	128	31,704	174,156	179,707
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 3,729,389	721,716	156,196	87,375	415,708	427,326	31,853,912	22,769,681
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	(2,347)	-	(1,384)	-	(31,158)	-	(134,050)
From net investment income	\$ (53)	(76)	(7)	(24)	(128)	(546)	(1,049)	(3,231)
Return of capital	\$ (133,036)	(42,046)	(43,906)	(32,576)	-	-	(452,767)	(234,013)
	\$ (133,089)	(44,469)	(43,913)	(33,984)	(128)	(31,704)	(453,816)	(371,294)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 3,984,485	826,284	198,663	122,725	2,428,896	2,088,866	44,031,561	30,683,947
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 5,477,549	1,493,064	676,640	477,977	13,190,349	10,761,453	107,861,165	63,829,604
Redeemable Security Transactions								
Balance - beginning of period	75,038	37,568	26,182	21,151	456,812	437,997	2,637,182	1,613,706
Securities issued	193,689	46,685	15,259	5,034	65,344	78,368	2,063,579	1,727,219
Securities issued on reinvestment of distributions	2,544	195	38	14	5	1,684	7,763	8,916
Securities redeemed	(24,027)	(9,410)	(7,191)	(17)	(47,068)	(61,237)	(834,985)	(712,659)
Balance - end of period	247,244	75,038	34,288	26,182	475,093	456,812	3,873,539	2,637,182

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

	2021 (\$)	2020 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	12,631,465	8,285,560
Adjustments for:		
Net realized (gain) loss on sale of investments	(996,309)	(794,704)
Change in unrealized (appreciation) depreciation in value of investments	(10,768,451)	(7,028,852)
Non-cash income distributions from underlying funds	(2,029,812)	(1,006,007)
Purchases of investments	(35,086,921)	(28,687,267)
Proceeds from sale of investments	4,735,335	7,042,676
Change in accrued interest	(1)	709
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	15,821	7,899
Change in other payables and accrued expenses	2,046	1,042
Change in income tax payable	-	-
Net Cash Provided by (Used in) Operating Activities	(31,496,827)	(22,178,944)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(279,664)	(192,003)
Proceeds from redeemable securities issued	53,477,891	36,992,282
Redemption of redeemable securities	(21,787,455)	(14,567,653)
Net Cash Provided by (Used in) Financing Activities	31,410,772	22,232,626
Net increase (decrease) in cash	(86,055)	53,682
Cash (bank indebtedness) at beginning of period	200,821	147,139
Cash (bank indebtedness) at end of period	114,766	200,821
Interest received	4,417	103,163
Income taxes paid	-	-
Interest paid	-	-

Schedule of Investments

As at December 31, 2021

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life MFS Global Growth Fund, Series I	2,949,635	82,415,363	107,875,509	
		82,415,363	107,875,509	100.0
Total Investments		82,415,363	107,875,509	100.0
Other Assets less Liabilities			(14,344)	0
Total Net Assets			107,861,165	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, 2021 and December 31, 2020 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2021	December 31, 2020
AAA/Aaa	0.6	0.4
AA/Aa	0.5	-
Total	1.1	0.4

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

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

Sun Life MFS Global Growth Class (continued)

(b) Market risk

(i) Currency risk

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

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

	Holdings Exposed to Currency Risk (\$CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk (\$CAD)	Percentage of Net Assets (%)
	December 31, 2021		December 31, 2020	
United States				
Dollar	79,080,998	73.3	44,298,005	69.4
Euro	4,505,106	4.2	5,022,463	7.9
Swiss Franc	4,517,828	4.2	3,344,112	5.2
Hong Kong				
Dollar	4,183,715	3.9	1,406,976	2.2
British Pound	5,500,516	5.1	3,034,814	4.8
Korean Won	2,237,094	2.1	1,929,286	3.0
Japanese Yen	2,199,422	2.0	1,595,426	2.5
Chinese				
Renminbi	845,090	0.8	514,580	0.8
Danish Krone	318	-	332	-
Brazilian Real	100	-	104	-
Indian Rupee	-	-	8,028	-
Total	103,070,187	95.6	61,154,126	95.8

As at December 31, 2021, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Shares of the Fund would have increased or decreased respectively by \$5,153,509 (\$3,057,706 as at December 31, 2020). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

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

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2021	1,231,923	-	-	1,231,923
December 31, 2020	270,780	-	-	270,780

As at December 31, 2021, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Shares of the Fund would have decreased or increased respectively by \$1,850 (\$459 as at December 31, 2020). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

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

As at December 31, 2021, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Shares of the Fund would have increased or decreased respectively by \$5,313,983 (\$3,136,793 as at December 31, 2020). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

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

(d) Concentration risk

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

	Percentage of Net Assets (%)	
	December 31, 2021	December 31, 2020
Portfolio by Category		
Short-Term Investments		
Treasury Bills	0.9	0.4
Term Deposit Receipts	0.2	-
Equities		
Materials	1.3	1.8
Industrials	9.4	8.3
Consumer Discretionary	13.8	14.9
Consumer Staples	11.8	13.2
Health Care	14.6	13.6
Financials	8.0	9.1
Information Technology	24.8	23.5
Communication Services	12.0	14.0
Real Estate	1.9	-
Utilities	0.9	-
Other Assets less Liabilities	0.4	1.2
Total	100.0	100.0

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

Sun Life MFS Global Growth Class (continued)

Fair Value Disclosure

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

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

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

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

Mutual funds

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

Related Party Transactions

Seed Capital Investment by the Manager

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

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

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

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

Interest in Underlying Funds

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

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

Establishment of the Fund

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

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

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

Sun Life MFS International Opportunities Class

Statements of Financial Position

As at December 31, 2021 and 2020

	December 31, 2021 (\$)	December 31, 2020 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	52,396,696	33,290,109
Cash	85,975	255,428
Receivable for investments sold	-	-
Accrued interest	34	1,129
Distributions receivable from underlying funds	-	-
Subscriptions receivable	72,758	40,708
	52,555,463	33,587,374
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Accrued expenses	2,415	1,505
Redemptions payable	25,080	-
Distributions payable	-	3
Payable for investments purchased	104,280	56,205
Management fees payable	15,418	8,750
Income tax payable	35,576	38,283
Total liabilities (excluding net assets attributable to holders of redeemable securities)	182,769	104,746
Net Assets Attributable to Holders of Redeemable Securities	52,372,694	33,482,628
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	15,196,025	8,706,774
Series AT5	287,287	233,241
Series AT8	942,665	574,311
Series F	25,491,605	14,617,911
Series FT5	164,646	374,267
Series FT8	151,090	167,110
Series O	10,139,376	8,809,014
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	18.35	17.15
Series AT5	18.05	17.73
Series AT8	13.90	14.10
Series F	20.11	18.60
Series FT5	16.53	16.06
Series FT8	14.63	14.66
Series O	19.37	17.75

Approved on behalf of the Board of Directors of the Corporation

“signed” Oricia Smith
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2021 (\$)	2020 (\$)
Investment Income		
Interest income	1,492	4,225
Distributions from underlying funds	1,656,953	433,500
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	615,805	(73,236)
Change in unrealized appreciation (depreciation) in value of investments	1,646,990	3,197,419
Net gains (losses) on investments	3,921,240	3,561,908
Total income (loss)	3,921,240	3,561,908
Expenses (note 5)		
Management fees	458,499	249,858
Fixed annual administration fees	75,094	40,754
Independent review committee fees	59	164
Total operating expenses	533,652	290,776
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	3,387,588	3,271,132
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	3,387,588	3,271,132
Income taxes	32,869	44,526
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	3,354,719	3,226,606
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	764,884	810,886
Series AT5	16,235	21,394
Series AT8	50,855	25,870
Series F	1,636,685	1,177,943
Series FT5	13,109	11,417
Series FT8	12,215	12,514
Series O	860,736	1,166,582
Weighted Average Number of Securities Outstanding		
Series A	679,539	454,066
Series AT5	14,389	12,927
Series AT8	56,981	29,224
Series F	1,093,479	596,076
Series FT5	15,464	2,766
Series FT8	10,632	6,561
Series O	531,810	423,631
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	1.13	1.79
Series AT5	1.13	1.65
Series AT8	0.89	0.89
Series F	1.50	1.98
Series FT5	0.85	4.13
Series FT8	1.15	1.91
Series O	1.62	2.75

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	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 8,706,774	5,829,378	233,241	226,021	574,311	511,310	14,617,911	8,523,975
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 764,884	810,886	16,235	21,394	50,855	25,870	1,636,685	1,177,943
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 8,308,066	4,740,210	115,101	9,008	1,015,744	266,123	14,638,227	7,915,742
Redemption of redeemable securities	\$ (2,587,293)	(2,673,592)	(75,756)	(23,183)	(634,670)	(202,517)	(5,407,944)	(2,996,405)
Reinvestment of distributions to holders of redeemable securities	\$ 3,594	5,265	11,361	11,069	1,957	6,325	6,726	4,905
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 5,724,367	2,071,883	50,706	(3,106)	383,031	69,931	9,237,009	4,924,242
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	(4,754)	-	(159)	-	(367)	-	(7,210)
From net investment income	\$ -	(619)	(12,895)	(17)	(65,532)	(41)	-	(1,039)
Return of capital	\$ -	-	-	(10,892)	-	(32,392)	-	-
	\$ -	(5,373)	(12,895)	(11,068)	(65,532)	(32,800)	-	(8,249)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 6,489,251	2,877,396	54,046	7,220	368,354	63,001	10,873,694	6,093,936
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 15,196,025	8,706,774	287,287	233,241	942,665	574,311	25,491,605	14,617,911
Redeemable Security Transactions								
Balance - beginning of period	507,577	376,121	13,153	13,400	40,745	36,892	785,936	512,906
Securities issued	466,660	308,159	6,310	552	72,685	19,711	757,781	464,055
Securities issued on reinvestment of distributions	203	352	639	681	141	492	348	304
Securities redeemed	(146,173)	(177,055)	(4,189)	(1,480)	(45,763)	(16,350)	(276,736)	(191,329)
Balance - end of period	828,267	507,577	15,913	13,153	67,808	40,745	1,267,329	785,936

	Series FT5		Series FT8		Series O		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 374,267	12,149	167,110	69,003	8,809,014	2,751,535	33,482,628	17,923,371
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 13,109	11,417	12,215	12,514	860,736	1,166,582	3,354,719	3,226,606
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 24,571	351,833	6,050	106,071	6,585,675	5,473,265	30,693,434	18,862,252
Redemption of redeemable securities	\$ (244,471)	(279)	(24,050)	(14,328)	(6,116,049)	(582,368)	(15,090,233)	(6,492,672)
Reinvestment of distributions to holders of redeemable securities	\$ 9,088	2,161	2,184	1,520	-	3,025	34,910	34,270
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (210,812)	353,715	(15,816)	93,263	469,626	4,893,922	15,638,111	12,403,850
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	(9)	-	(50)	-	(2,399)	-	(14,948)
From net investment income	\$ (11,918)	(27)	(12,419)	(12)	-	(626)	(102,764)	(2,381)
Return of capital	\$ -	(2,978)	-	(7,608)	-	-	-	(53,870)
	\$ (11,918)	(3,014)	(12,419)	(7,670)	-	(3,025)	(102,764)	(71,199)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ (209,621)	362,118	(16,020)	98,107	1,330,362	6,057,479	18,890,066	15,559,257
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 164,646	374,267	151,090	167,110	10,139,376	8,809,014	52,372,694	33,482,628
Redeemable Security Transactions								
Balance - beginning of period	23,302	804	11,396	4,842	496,333	175,132	1,878,442	1,120,097
Securities issued	1,486	22,372	400	7,588	365,300	359,985	1,670,622	1,182,422
Securities issued on reinvestment of distributions	574	144	153	116	-	196	2,058	2,285
Securities redeemed	(15,401)	(18)	(1,622)	(1,150)	(338,128)	(38,980)	(828,012)	(426,362)
Balance - end of period	9,961	23,302	10,327	11,396	523,505	496,333	2,723,110	1,878,442

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

	2021 (\$)	2020 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	3,354,719	3,226,606
Adjustments for:		
Net realized (gain) loss on sale of investments	(615,805)	73,236
Change in unrealized (appreciation) depreciation in value of investments	(1,646,990)	(3,197,419)
Non-cash income distributions from underlying funds	(1,656,953)	(433,500)
Purchases of investments	(19,598,488)	(15,460,344)
Proceeds from sale of investments	4,459,724	3,508,211
Change in accrued interest	1,095	314
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	6,668	1,632
Change in other payables and accrued expenses	910	523
Change in income tax payable	(2,707)	8,680
Net Cash Provided by (Used in) Operating Activities	(15,697,827)	(12,272,061)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(67,857)	(37,223)
Proceeds from redeemable securities issued	30,661,384	18,821,994
Redemption of redeemable securities	(15,065,153)	(6,492,672)
Net Cash Provided by (Used in) Financing Activities	15,528,374	12,292,099
Net increase (decrease) in cash	(169,453)	20,038
Cash (bank indebtedness) at beginning of period	255,428	235,390
Cash (bank indebtedness) at end of period	85,975	255,428
Interest received	2,587	4,539
Income taxes paid	(35,576)	(35,846)
Interest paid	-	-

Schedule of Investments

As at December 31, 2021

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life MFS International Opportunities Fund, Series I	2,352,233	46,098,406	52,396,696	
		46,098,406	52,396,696	100.0
Total Investments		46,098,406	52,396,696	100.0
Other Assets less Liabilities			(24,002)	0
Total Net Assets			52,372,694	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, 2021 and December 31, 2020 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2021	December 31, 2020
AAA/Aaa	0.2	0.6
AA/Aa	2.0	0.2
Total	2.2	0.8

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

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

Sun Life MFS International Opportunities Class (continued)

(b) Market risk

(i) Currency risk

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

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

	Holdings Exposed to Currency Risk (\$CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk (\$CAD)	Percentage of Net Assets (%)
	December 31, 2021		December 31, 2020	
Euro	17,352,989	33.1	12,025,210	35.9
Swiss Franc	7,435,081	14.2	4,801,608	14.3
British Pound	5,687,821	10.9	3,247,331	9.7
United States Dollar	5,414,222	10.3	4,087,651	12.2
Japanese Yen	4,522,675	8.6	2,596,113	7.8
Hong Kong Dollar	3,583,603	6.8	3,073,383	9.2
Indian Rupee	1,264,107	2.4	382,901	1.1
Swedish Krona	973,828	1.9	-	-
Danish Krone	1,030,202	2.0	472,949	1.4
Korean Won	920,932	1.8	724,856	2.2
New Taiwan Dollar	738,358	1.4	496,308	1.5
Singapore Dollar	738,073	1.4	424,509	1.3
Mexican Peso	478,113	0.9	364,398	1.1
Australian Dollar	339,989	0.6	205,129	0.6
Brazilian Real	108,300	0.2	-	-
Czech Koruna	-	-	64,407	0.2
Total	50,588,293	96.5	32,966,753	98.5

As at December 31, 2021, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Shares of the Fund would have increased or decreased respectively by \$2,512,415 (\$1,648,338 as at December 31, 2020). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

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

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2021	1,175,543	-	-	1,175,543
December 31, 2020	241,573	-	-	241,573

As at December 31, 2021, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Shares of the Fund would have decreased or increased respectively by \$1,720 (\$305 as at December 31, 2020). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

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

As at December 31, 2021, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Shares of the Fund would have increased or decreased respectively by \$2,550,713 (\$1,630,417 as at December 31, 2020). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

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

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

Sun Life 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, 2021	December 31, 2020
Short-Term Investments		
Treasury Bills	2.2	0.8
Equities		
Energy	1.5	0.5
Materials	11.6	8.0
Industrials	10.8	9.7
Consumer Discretionary	12.8	14.7
Consumer Staples	17.3	18.4
Health Care	13.5	13.4
Financials	9.0	9.6
Information Technology	16.7	17.6
Communication Services	3.4	4.9
Utilities	0.8	0.6
Other Assets less Liabilities	0.4	1.8
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, 2021 and December 31, 2020.

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

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

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

Mutual funds

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

Related Party Transactions

Seed Capital Investment by the Manager

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

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

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

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

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

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

Interest in Underlying Funds

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

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

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

Sun Life 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, 2021 and 2020

	December 31, 2021 (\$)	December 31, 2020 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	174,744,950	101,057,557
Cash	291,618	506,012
Receivable for investments sold	-	-
Accrued interest	11	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	146,366	280,927
	175,182,945	101,844,496
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Accrued expenses	8,086	4,618
Redemptions payable	6,230	152,896
Distributions payable	-	-
Payable for investments purchased	300,874	277,395
Management fees payable	58,618	34,230
Income tax payable	-	-
Total liabilities (excluding net assets attributable to holders of redeemable securities)	373,808	469,139
Net Assets Attributable to Holders of Redeemable Securities	174,809,137	101,375,357
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	59,646,409	38,855,504
Series AT5	2,898,781	2,233,052
Series AT8	2,817,324	2,357,922
Series F	87,104,794	42,799,554
Series FT5	3,052,582	537,345
Series FT8	756,638	645,189
Series O	18,532,609	13,946,791
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	38.64	32.19
Series AT5	38.98	34.03
Series AT8	30.43	27.37
Series F	42.35	34.89
Series FT5	26.84	23.17
Series FT8	24.04	21.36
Series O	37.44	30.57

Approved on behalf of the Board of Directors of the Corporation

“signed” Oricia Smith
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2021 (\$)	2020 (\$)
Investment Income		
Interest income	7,020	12,903
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	1,144,765	3,356,612
Change in unrealized appreciation (depreciation) in value of investments	26,154,442	15,270,271
Net gains (losses) on investments	27,306,227	18,639,786
Total income (loss)	27,306,227	18,639,786
Expenses (note 5)		
Management fees	1,621,621	948,577
Fixed annual administration fees	223,256	126,391
Independent review committee fees	179	484
Total operating expenses	1,845,056	1,075,452
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	25,461,171	17,564,334
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	25,461,171	17,564,334
Income taxes	5,010	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	25,466,181	17,564,334
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	8,486,754	6,167,729
Series AT5	457,361	475,743
Series AT8	473,164	327,320
Series F	12,428,953	7,614,203
Series FT5	84,777	65,238
Series FT8	133,741	63,386
Series O	3,401,431	2,850,715
Weighted Average Number of Securities Outstanding		
Series A	1,339,072	952,503
Series AT5	68,036	63,244
Series AT8	88,482	59,880
Series F	1,629,376	1,013,280
Series FT5	35,649	10,413
Series FT8	30,455	20,715
Series O	493,894	416,825
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	6.34	6.48
Series AT5	6.72	7.52
Series AT8	5.35	5.47
Series F	7.63	7.51
Series FT5	2.38	6.27
Series FT8	4.39	3.06
Series O	6.89	6.84

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	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 38,855,504	19,104,619	2,233,052	1,780,146	2,357,922	1,054,909	42,799,554	20,214,410
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 8,486,754	6,167,729	457,361	475,743	473,164	327,320	12,428,953	7,614,203
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 26,539,408	25,908,033	523,378	973,800	518,409	1,313,933	46,141,574	33,024,095
Redemption of redeemable securities	\$ (14,242,931)	(12,322,176)	(238,253)	(923,996)	(405,184)	(250,447)	(14,283,440)	(18,000,157)
Reinvestment of distributions to holders of redeemable securities	\$ 7,674	136,431	39,585	28,889	67,556	36,246	18,153	100,575
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 12,304,151	13,722,288	324,710	78,693	180,781	1,099,732	31,876,287	15,124,513
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	(139,132)	-	(12,334)	-	(7,891)	-	(153,572)
From net investment income	\$ -	-	-	-	-	-	-	-
Return of capital	\$ -	-	(116,342)	(89,196)	(194,543)	(116,148)	-	-
	\$ -	(139,132)	(116,342)	(101,530)	(194,543)	(124,039)	-	(153,572)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 20,790,905	19,750,885	665,729	452,906	459,402	1,303,013	44,305,240	22,585,144
Net Assets Attributable to Holders of Redeemable Securities at end 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
Redeemable Security Transactions								
Balance - beginning of period	1,207,257	745,969	65,617	62,791	86,137	44,961	1,226,783	735,941
Securities issued	753,632	891,277	14,258	32,765	18,187	49,671	1,202,579	1,046,935
Securities issued on reinvestment of distributions	217	5,369	1,096	936	2,369	1,389	474	3,684
Securities redeemed	(417,395)	(435,358)	(6,597)	(30,875)	(14,113)	(9,884)	(373,190)	(559,777)
Balance - end of period	1,543,711	1,207,257	74,374	65,617	92,580	86,137	2,056,646	1,226,783

	Series FT5		Series FT8		Series O		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 537,345	310,458	645,189	93,562	13,946,791	8,470,893	101,375,357	51,028,997
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 84,777	65,238	133,741	63,386	3,401,431	2,850,715	25,466,181	17,564,334
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 2,804,662	530,960	39,500	613,214	3,334,137	6,068,081	79,901,068	68,432,116
Redemption of redeemable securities	\$ (357,984)	(359,994)	(16,831)	(97,618)	(2,149,750)	(3,442,898)	(31,694,373)	(35,397,286)
Reinvestment of distributions to holders of redeemable securities	\$ 29,392	1,526	7,097	6,267	-	64,180	169,457	374,114
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 2,476,070	172,492	29,766	521,863	1,184,387	2,689,363	48,376,152	33,408,944
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	(677)	-	(2,723)	-	(64,180)	-	(380,509)
From net investment income	\$ -	-	-	-	-	-	-	-
Return of capital	\$ (45,610)	(10,166)	(52,058)	(30,899)	-	-	(408,553)	(246,409)
	\$ (45,610)	(10,843)	(52,058)	(33,622)	-	(64,180)	(408,553)	(626,918)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ 2,515,237	226,887	111,449	551,627	4,585,818	5,475,898	73,433,780	50,346,360
Net Assets Attributable to Holders of Redeemable Securities at end of period	\$ 3,052,582	537,345	756,638	645,189	18,532,609	13,946,791	174,809,137	101,375,357
Redeemable Security Transactions								
Balance - beginning of period	23,192	16,275	30,204	5,171	456,234	355,336	3,095,424	1,966,444
Securities issued	104,164	24,217	1,716	29,935	103,564	222,644	2,198,100	2,297,444
Securities issued on reinvestment of distributions	1,180	73	323	329	-	2,705	5,659	14,485
Securities redeemed	(14,793)	(17,373)	(767)	(5,231)	(64,820)	(124,451)	(891,675)	(1,182,949)
Balance - end of period	113,743	23,192	31,476	30,204	494,978	456,234	4,407,508	3,095,424

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

	2021 (\$)	2020 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable securities from operations (excluding distributions)	25,466,181	17,564,334
Adjustments for:		
Net realized (gain) loss on sale of investments	(1,144,765)	(3,356,612)
Change in unrealized (appreciation) depreciation in value of investments	(26,154,442)	(15,270,271)
Non-cash income distributions from underlying funds	-	-
Purchases of investments	(50,720,846)	(44,933,176)
Proceeds from sale of investments	4,356,139	13,476,919
Change in accrued interest	(11)	65
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	24,388	12,925
Change in other payables and accrued expenses	3,468	1,802
Change in income tax payable	-	-
Net Cash Provided by (Used in) Operating Activities	(48,169,888)	(32,504,014)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable securities, net of reinvested distributions	(239,096)	(253,751)
Proceeds from redeemable securities issued	80,035,629	68,390,501
Redemption of redeemable securities	(31,841,039)	(35,399,588)
Net Cash Provided by (Used in) Financing Activities	47,955,494	32,737,162
Net increase (decrease) in cash	(214,394)	233,148
Cash (bank indebtedness) at beginning of period	506,012	272,864
Cash (bank indebtedness) at end of period	291,618	506,012
Interest received	7,009	12,968
Income taxes paid	(5,010)	-
Interest paid	-	-

Schedule of Investments

As at December 31, 2021

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life MFS U.S. Growth Fund, Series I	2,378,437	121,853,609	174,744,950	
		121,853,609	174,744,950	100.0
Total Investments		121,853,609	174,744,950	100.0
Other Assets less Liabilities			64,187	0
Total Net Assets			174,809,137	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, 2021 and December 31, 2020, the underlying Trust Fund held foreign currency forward contracts to hedge against adverse changes in the relationship of the Canadian Dollar to foreign currencies. Risks may arise upon entering into these contracts from the potential inability of counterparties to meet the terms of their contracts and from unanticipated movements in the value of foreign currency relative to the Canadian Dollar.

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

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

Rating	Percentage of Net Assets (%)	
	December 31, 2021	December 31, 2020
AAA/Aaa	0.8	0.5
AA/Aa	0.5	0.8
Total	1.3	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, 2021 and December 31, 2020. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk (\$CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk (\$CAD)	Percentage of Net Assets (%)
	December 31, 2021		December 31, 2020	
United States Dollar	172,389,123	98.7	98,194,500	96.9
Euro	-	-	447	-
Total	172,389,123	98.7	98,194,947	96.9

As at December 31, 2021, if the Canadian Dollar relative to other foreign currencies weakened or strengthened by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Shares of the Fund would have increased or decreased respectively by \$8,619,456 (\$4,909,747 as at December 31, 2020). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

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

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2021	2,302,857	-	-	2,302,857
December 31, 2020	1,265,741	-	-	1,265,741

As at December 31, 2021, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Shares of the Fund would have decreased or increased respectively by \$3,328 (\$2,359 as at December 31, 2020). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

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

As at December 31, 2021, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Shares of the Fund would have increased or decreased respectively by \$8,610,534 (\$4,992,633 as at December 31, 2020). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

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

(d) Concentration risk

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

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2021	December 31, 2020
Short-Term Investments		
Treasury Bills	1.3	1.2
Equities		
Communication Services	15.9	17.8
Consumer Discretionary	11.0	12.2
Consumer Staples	2.5	2.5
Financials	4.0	2.3
Health Care	12.0	11.2
Industrials	7.4	7.4
Information Technology	41.3	41.3
Materials	3.4	2.3
Real Estate	1.1	1.5
Other Assets less Liabilities	0.1	0.3
Total	100.0	100.0

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

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

Fair Value Disclosure

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

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

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

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

Mutual funds

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

Related Party Transactions

Seed Capital Investment by the Manager

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

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

December 31, 2021			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series FT8	-	-	-

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

Interest in Underlying Funds

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

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

Establishment of the Fund

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

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

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

Sun Life Money Market Class

Statements of Financial Position

As at December 31, 2021 and 2020

	December 31, 2021 (\$)	December 31, 2020 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	21,580,643	30,434,779
Cash	-	511,271
Receivable for investments sold	54,914	-
Accrued interest	-	4,900
Distributions receivable from underlying funds	-	6,223
Subscriptions receivable	-	-
	21,635,557	30,957,173
Liabilities		
Current Liabilities		
Bank indebtedness	74,346	-
Accrued expenses	-	-
Redemptions payable	-	-
Distributions payable	-	-
Payable for investments purchased	-	24,723
Management fees payable	509	1,119
Income tax payable	6,216	39,713
Total liabilities (excluding net assets attributable to holders of redeemable securities)	81,071	65,555
Net Assets Attributable to Holders of Redeemable Securities	21,554,486	30,891,618
Net Assets Attributable to Holders of Redeemable Securities per Series		
Series A	17,665,490	23,114,547
Series F	3,040,237	6,349,663
Series O	848,759	1,427,408
Net Assets Attributable to Holders of Redeemable Securities per Security (note 4)		
Series A	10.27	10.26
Series F	10.47	10.46
Series O	10.65	10.63

Approved on behalf of the Board of Directors of the Corporation

“signed” Oricia Smith
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2021 (\$)	2020 (\$)
Investment Income		
Interest income	149	1,910
Distributions from underlying funds	46,801	232,278
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	46,950	234,188
Total income (loss)	46,950	234,188
Expenses (note 5)		
Management fees	130,939	240,922
Fixed annual administration fees	12,942	16,779
Independent review committee fees	29	225
Total operating expenses	143,910	257,926
Fees waived/absorbed by the Manager	(121,567)	(147,421)
Operating Profit (Loss)	24,607	123,683
Finance Cost		
Interest expense	-	-
Net income (loss) before income taxes	24,607	123,683
Income taxes	7,057	67,686
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	17,550	55,997
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Series (Excluding Distributions)		
Series A	12,693	31,255
Series F	2,814	15,938
Series O	2,043	8,804
Weighted Average Number of Securities Outstanding		
Series A	1,782,773	2,173,296
Series F	359,301	698,048
Series O	115,855	148,990
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations per Security (Excluding Distributions)		
Series A	0.01	0.01
Series F	0.01	0.02
Series O	0.02	0.06

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	
	2021	2020	2021	2020	2021	2020	2021	2020
Net Assets Attributable to Holders of Redeemable Securities at beginning of period	\$ 23,114,547	8,868,136	6,349,663	1,860,706	1,427,408	1,747,642	30,891,618	12,476,484
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities from Operations (Excluding Distributions)	\$ 12,693	31,255	2,814	15,938	2,043	8,804	17,550	55,997
Redeemable Security Transactions								
Proceeds from redeemable securities issued	\$ 11,347,291	30,442,182	10,445,345	18,842,268	641,602	2,389,951	22,434,238	51,674,401
Redemption of redeemable securities	\$ (16,827,878)	(16,247,286)	(13,757,585)	(14,369,249)	(1,222,294)	(2,718,989)	(31,807,757)	(33,335,524)
Reinvestment of distributions to holders of redeemable securities	\$ 18,837	20,400	-	-	-	-	18,837	20,400
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (5,461,750)	14,215,296	(3,312,240)	4,473,019	(580,692)	(329,038)	(9,354,682)	18,359,277
Distributions to Holders of Redeemable Securities								
From capital gains	\$ -	-	-	-	-	-	-	-
From net investment income	\$ -	-	-	-	-	-	-	-
Return of capital	\$ -	(140)	-	-	-	-	-	(140)
	\$ -	(140)	-	-	-	-	-	(140)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Securities for the period	\$ (5,449,057)	14,246,411	(3,309,426)	4,488,957	(578,649)	(320,234)	(9,337,132)	18,415,134
Net Assets Attributable to Holders of Redeemable Securities at end 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
Redeemable Security Transactions Balance - beginning of period	2,252,108	865,554	606,791	178,429	134,318	165,426	2,993,217	1,209,409
Securities issued	1,105,156	2,967,379	998,356	1,801,832	60,348	225,390	2,163,860	4,994,601
Securities issued on reinvestment of distributions	1,835	1,987	-	-	-	-	1,835	1,987
Securities redeemed	(1,639,108)	(1,582,812)	(1,314,676)	(1,373,470)	(114,933)	(256,498)	(3,068,717)	(3,212,780)
Balance - end of period	1,719,991	2,252,108	290,471	606,791	79,733	134,318	2,090,195	2,993,217

Statements of Cash Flows

For the periods ended December 31

	2021 (\$)	2020 (\$)		2021 (\$)	2020 (\$)
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)	17,550	55,997	Net increase (decrease) in cash	(585,617)	19,759
Adjustments for:			Cash (bank indebtedness) at beginning of period	511,271	491,512
Net realized (gain) loss on sale of investments	-	-	Cash (bank indebtedness) at end of period	(74,346)	511,271
Change in unrealized (appreciation) depreciation in value of investments	-	-	Interest received	5,049	-
Non-cash income distributions from underlying funds	(46,801)	(232,278)	Income taxes paid	(40,554)	(59,388)
Purchases of investments	(17,794,781)	(42,323,373)	Interest paid	-	(60)
Proceeds from sale of investments	26,616,081	24,158,877			
Change in accrued interest	4,900	(1,970)			
Change in distributions receivable from underlying funds	6,223	(4,333)			
Change in management fees payable	(610)	(596)			
Change in other payables and accrued expenses	-	-			
Change in income tax payable	(33,497)	8,298			
Net Cash Provided by (Used in) Operating Activities	8,769,065	(18,339,378)			
Cash Flows from Financing Activities					
Distributions paid to holders of redeemable securities, net of reinvested distributions	18,837	20,260			
Proceeds from redeemable securities issued	22,434,238	51,674,401			
Redemption of redeemable securities	(31,807,757)	(33,335,524)			

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

Sun Life Money Market Class (continued)

Schedule of Investments

As at December 31, 2021

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Money Market Fund, Series I	2,158,064	21,580,643	21,580,643	
		21,580,643	21,580,643	100.1
Total Investments		21,580,643	21,580,643	100.1
Other Assets less Liabilities			(26,157)	(0.1)
Total Net Assets			21,554,486	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, 2021 and December 31, 2020 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2021	December 31, 2020
AAA/Aaa	57.1	55.9
AA/Aa	42.9	42.5
Total	100.0	98.4

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

(b) Market risk

(i) Currency risk

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

(ii) Interest rate risk

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

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2021	21,561,593	-	-	21,561,593
December 31, 2020	30,395,566	-	-	30,395,566

As at December 31, 2021, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Shares of the Fund would have decreased or increased respectively by \$46,513 (\$67,323 as at December 31, 2020). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

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

(c) Liquidity risk

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

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

Sun Life Money Market Class (continued)

(d) Concentration risk

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

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2021	December 31, 2020
Short-Term Investments		
Treasury Bills	51.8	51.4
Bankers' Acceptances	24.4	23.7
Discount Commercial Paper	10.4	10.2
Promissory Notes	8.1	4.6
Bearer Deposit Notes	5.3	8.4
Other Assets less Liabilities	-	1.7
Total	100.0	100.0

Fair Value Disclosure

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

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

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

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

Mutual funds

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

Related Party Transactions

Seed Capital Investment by the Manager

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

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

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

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

	December 31, 2021		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	-	-	-

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

Interest in Underlying Funds

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

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

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

Sun Life Money Market Class (continued)

Establishment of the Fund

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

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

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

Notes to the Financial Statements

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

1. Establishment of the Funds

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

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

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

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

Below is a list of the series of redeemable securities. The description of each series is not exhaustive. For more details, please refer to each Fund's current Simplified Prospectus and/or Fund Facts. Effective close of business on November 26, 2021 the Manager stopped offering the deferred sales charge ("DSC") and low load sales charge ("LL") purchase options. The changes have been implemented in anticipation of regulatory changes mandated by the Canadian Securities Administrators ending the sale of DSC and LL purchase options across all Canadian jurisdictions that takes effect on June 1, 2022. 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 have a fee-based account with their dealer and whose dealer has signed an agreement with the Manager. There are no sales charges payable to the investor's representative's firm for this series. The management fee is charged directly to this series of a Fund. The Manager does not pay any commissions to dealers in respect of this series of securities, and thus the Manager generally charges a lower management fee.

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

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

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

The financial statements of the Funds for the period ended December 31, 2021 were authorized on March 22, 2022 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.

Notes to the Financial Statements

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

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.

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.

Notes to the Financial Statements

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

(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.

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.

Notes to the Financial Statements

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

(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.

(j) Foreign currency translation

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

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

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

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

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

(l) Multi-series structured funds

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

3. Critical Accounting Judgments

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

Assessment as investment entity

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

4. Redeemable Securities of the Funds

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

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

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

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

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

Notes to the Financial Statements

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

5. Management Fees and Expenses

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

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

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

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

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

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

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

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

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

Notes to the Financial Statements

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

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

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

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

6. Taxation of the Corporation and Allocation to Securityholders

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

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

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

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

The Corporation has no accumulated net capital losses and no accumulated non-capital losses as at December 31, 2021.

7. Related Party Transactions

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

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

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

Notes to the Financial Statements

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

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

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

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

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

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

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

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

8. Financial Risk Management

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

On 24 February 2022, Russia launched a large-scale military invasion of Ukraine. Russian markets were subsequently suspended. Various international sanctions have been levied against Russia. The broader impact to the region and around the world is still unfolding. The Manager cautions that the current global uncertainty with respect to this military invasion and its effect on the broader global economy may have a significant impact to the volatility of financial markets. While the precise impacts remain unknown, continued military conflict may have a material adverse effect on global economic activity. This could disrupt global supply chains, operations, and mobility of people. This also could affect interest rates, credit ratings, credit risk, inflation, business, financial conditions, results of operations and other factors relevant to Fund performance. The Funds had no direct exposure to Russian securities at December 31, 2021.

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.

Notes to the Financial Statements

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

(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.

(ii) Interest rate risk

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

(iii) Other market risk

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

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

(c) Liquidity risk

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

(d) Concentration risk

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

(e) Fair value measurement

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

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

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

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

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

Notes to the Financial Statements

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

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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