
SUN LIFE GLOBAL INVESTMENTS (CANADA) INC

ANNUAL FINANCIAL STATEMENTS

for the period ended December 31, 2019

Sun Life BlackRock Canadian Balanced Fund	Sun Life Granite Growth Portfolio	Sun Life Milestone 2020 Fund
Sun Life BlackRock Canadian Composite Equity Fund	Sun Life Granite Income Portfolio	Sun Life Milestone 2025 Fund
Sun Life BlackRock Canadian Equity Fund	Sun Life Granite Moderate Portfolio	Sun Life Milestone 2030 Fund
Sun Life BlackRock Canadian Universe Bond Fund	Sun Life Granite Tactical Completion Fund	Sun Life Milestone 2035 Fund
Sun Life Dynamic American Fund	Sun Life JPMorgan International Equity Fund	Sun Life Milestone Global Equity Fund
Sun Life Dynamic Energy Fund	Sun Life MFS Canadian Bond Fund	Sun Life Money Market Fund
Sun Life Dynamic Equity Income Fund	Sun Life MFS Canadian Equity Growth Fund	Sun Life Multi-Strategy Bond Fund
Sun Life Dynamic Strategic Yield Fund	Sun Life MFS Dividend Income Fund	Sun Life NWQ Flexible Income Fund
Sun Life Excel China Fund	Sun Life MFS Global Growth Fund	Sun Life Opportunistic Fixed Income Fund (formerly Sun Life Multi-Strategy Target Return Fund)
Sun Life Excel Emerging Markets Balanced Fund	Sun Life MFS Global Total Return Fund	Sun Life Real Assets Fund (formerly Sun Life Infrastructure Fund)
Sun Life Excel Emerging Markets Fund	Sun Life MFS Global Value Fund	Sun Life Ryan Labs U.S. Core Fixed Income Fund
Sun Life Excel High Income Fund	Sun Life MFS International Growth Fund	Sun Life Schroder Global Mid Cap Fund
Sun Life Excel India Balanced Fund	Sun Life MFS International Value Fund	Sun Life Sentry Value Fund
Sun Life Excel India Fund	Sun Life MFS Low Volatility Global Equity Fund	Sun Life Tactical Balanced ETF Portfolio
Sun Life Excel New India Leaders Fund	Sun Life MFS Low Volatility International Equity Fund	Sun Life Tactical Conservative ETF Portfolio
Sun Life Granite Balanced Growth Portfolio	Sun Life MFS Monthly Income Fund	Sun Life Tactical Equity ETF Portfolio
Sun Life Granite Balanced Portfolio	Sun Life MFS U.S. Equity Fund	Sun Life Tactical Fixed Income ETF Portfolio
Sun Life Granite Conservative Portfolio	Sun Life MFS U.S. Growth Fund	Sun Life Tactical Growth ETF Portfolio
Sun Life Granite Enhanced Income Portfolio	Sun Life MFS U.S. Value Fund	Sun Life Templeton Global Bond Fund



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Independent Auditors' Report

INDEPENDENT AUDITOR'S REPORT

To the Unitholders of:

Sun Life BlackRock Canadian Balanced Fund	Sun Life JPMorgan International Equity Fund	Sun Life Milestone 2030 Fund
Sun Life BlackRock Canadian Composite Equity Fund	Sun Life MFS Canadian Bond Fund	Sun Life Milestone 2035 Fund
Sun Life BlackRock Canadian Equity Fund	Sun Life MFS Canadian Equity Growth Fund	Sun Life Milestone Global Equity Fund
Sun Life BlackRock Canadian Universe Bond Fund	Sun Life MFS Dividend Income Fund	Sun Life Money Market Fund
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Sun Life Granite Enhanced Income Portfolio	Sun Life MFS U.S. Equity Fund	Sun Life Tactical Conservative ETF Portfolio
Sun Life Granite Growth Portfolio	Sun Life MFS U.S. Growth Fund	Sun Life Tactical Equity ETF Portfolio
Sun Life Granite Income Portfolio	Sun Life MFS U.S. Value Fund	Sun Life Tactical Fixed Income ETF Portfolio
Sun Life Granite Moderate Portfolio	Sun Life Milestone 2020 Fund	Sun Life Tactical Growth ETF Portfolio
Sun Life Granite Tactical Completion Fund	Sun Life Milestone 2025 Fund	Sun Life Templeton Global Bond Fund

(collectively, the "Funds")

Opinion

We have audited the financial statements of the Funds, which comprise the statements of financial position as at December 31, 2019 and 2018, and the statements of comprehensive income (loss), statements of changes in net assets attributable to holders of redeemable units 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, 2019 and 2018, 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 skepticism 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.

Waterloo, Canada
March 30, 2020

Ernst & Young LLP

Chartered Professional Accountants
Licensed Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Unitholders of:

Sun Life Excel China Fund
Sun Life Excel Emerging Markets Balanced Fund
Sun Life Excel High Income Fund

Sun Life Excel India Balanced Fund
Sun Life Excel India Fund
Sun Life Excel New India Leaders Fund

(collectively, the "Excel Funds")

Opinion

We have audited the financial statements of the Excel Funds, which comprise the statement of financial position as at December 31, 2019, and the statements of comprehensive income (loss), statements of changes in net assets attributable to holders of redeemable units and statements of cash flows for the 15-month period ended December 31, 2019, 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 Excel Funds as at December 31, 2019, and their financial performance and their cash flows for the 15-month period ended December 31, 2019 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 Excel 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 Excel 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 Excel 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 Excel 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 Excel Funds or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Excel 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 skepticism 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 Excel 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 Excel 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 Excel 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.

Other Matters

The financial statements of the Excel Funds for the year ended September 30, 2018 were audited by another auditor who expressed an unmodified opinion on those statements on December 14, 2018.

Waterloo, Canada
March 30, 2020

The signature of Ernst & Young LLP is written in a stylized, cursive script.

Chartered Professional Accountants
Licensed Public Accountants

Sun Life BlackRock Canadian Balanced Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	45,816,415	40,899,942
Short-term investments	-	-
Cash	56,152	85,717
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	158,260	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	27,283	-
Accrued interest	-	-
Dividends receivable	111	9,760
Distributions receivable from underlying funds	-	-
Subscriptions receivable	2,666	52,382
	46,060,887	41,047,801
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	132,468
Unrealized depreciation on swaps	-	-
Accrued expenses	1,074	886
Redemptions payable	18,119	194
Distributions payable	-	-
Due to investment dealers	26,024	6,446
Management fees payable	6,957	6,279
Total liabilities (excluding net assets attributable to holders of redeemable units)	52,174	146,273
Net Assets Attributable to Holders of Redeemable Units	46,008,713	40,901,528
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	12,509,558	12,460,721
Series T5	325,948	352,859
Series F	906,531	347,849
Series F5	11,620	9,959
Series I	30,206,311	25,839,960
Series O	2,048,745	1,890,180
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	13.27	11.60
Series T5	14.85	13.52
Series F	13.72	12.04
Series F5	15.83	14.25
Series I	14.23	12.47
Series O	12.15	10.63

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	312,607	324,071
Interest income for distribution purposes	867	1,343
Distributions from underlying funds	980,772	735,509
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	454,748	1,055,322
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	160,365	(622,904)
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	4,616,158	(2,793,165)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	290,728	(384,889)
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	6,816,245	(1,684,713)
Net gain (loss) on foreign exchange	671	(6,915)
Other income	360	-
Total income (loss)	6,817,276	(1,691,628)
Expenses (note 5)		
Management fees	224,092	241,661
Fixed annual administration fees	31,606	32,057
Independent review committee fees	194	315
Withholding tax	31,275	32,722
Transaction costs (note 2)	85	395
Total operating expenses	287,252	307,150
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	6,530,024	(1,998,778)
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	6,530,024	(1,998,778)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	1,813,449	(768,705)
Series T5	49,170	(24,449)
Series F	90,750	(16,120)
Series F5	1,661	(43)
Series I	4,260,731	(1,109,773)
Series O	314,263	(79,688)
Weighted Average Number of Units Outstanding		
Series A	1,021,091	1,143,616
Series T5	23,522	32,125
Series F	55,148	31,138
Series F5	715	681
Series I	2,005,522	1,981,571
Series O	172,708	183,444

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

Sun Life BlackRock Canadian Balanced Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	1.78	(0.67)
Series T5	2.09	(0.76)
Series F	1.65	(0.52)
Series F5	2.32	(0.06)
Series I	2.12	(0.56)
Series O	1.82	(0.43)

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

For the periods ended December 31

	Series A		Series T5		Series F		Series F5	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 12,460,721	14,646,778	352,859	622,555	347,849	405,087	9,959	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 1,813,449	(768,705)	49,170	(24,449)	90,750	(16,120)	1,661	(43)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 3,526,738	2,552,921	13,608	36,185	886,087	58,055	-	10,000
Redemption of redeemable units	\$ (5,291,159)	(3,970,134)	(89,036)	(275,912)	(418,158)	(98,703)	-	-
Reinvestment of distributions to holders of redeemable units	\$ 75,191	52,843	15,202	18,131	18,315	5,500	541	486
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (1,689,230)	(1,364,370)	(60,226)	(221,596)	486,244	(35,148)	541	10,486
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	-	-	-	-	-	-	-
From net investment income	\$ (75,382)	(52,982)	(8,883)	(772)	(10,256)	(5,970)	(541)	(484)
Return of capital	\$ -	-	(6,972)	(22,879)	(8,056)	-	-	-
	\$ (75,382)	(52,982)	(15,855)	(23,651)	(18,312)	(5,970)	(541)	(484)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 48,837	(2,186,057)	(26,911)	(269,696)	558,682	(57,238)	1,661	9,959
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 12,509,558	12,460,721	325,948	352,859	906,531	347,849	11,620	9,959
Redeemable Unit Transactions								
Balance - beginning of period	1,073,909	1,186,646	26,108	41,269	28,885	31,591	699	-
Units issued	279,182	210,440	935	2,481	66,760	4,495	-	667
Units issued on reinvestment of distributions	5,820	4,291	1,042	1,253	1,340	455	35	32
Units redeemed	(416,122)	(327,468)	(6,132)	(18,895)	(30,911)	(7,656)	-	-
Balance - end of period	942,789	1,073,909	21,953	26,108	66,074	28,885	734	699

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

Sun Life BlackRock Canadian Balanced Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series I		Series O		Total	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 25,839,960	24,441,378	1,890,180	2,166,320	40,901,528	42,282,118
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 4,260,731	(1,109,773)	314,263	(79,688)	6,530,024	(1,998,778)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 6,263,884	7,270,559	89,586	12,379	10,779,903	9,940,099
Redemption of redeemable units	\$ (6,158,265)	(4,762,203)	(245,284)	(208,831)	(12,201,902)	(9,315,783)
Reinvestment of distributions to holders of redeemable units	\$ 716,216	598,228	48,572	43,721	874,037	718,909
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 821,835	3,106,584	(107,126)	(152,731)	(547,962)	1,343,225
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	-	-	-	-	-
From net investment income	\$ (716,215)	(598,229)	(48,572)	(43,721)	(859,849)	(702,158)
Return of capital	\$ -	-	-	-	(15,028)	(22,879)
	\$ (716,215)	(598,229)	(48,572)	(43,721)	(874,877)	(725,037)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 4,366,351	1,398,582	158,565	(276,140)	5,107,185	(1,380,590)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 30,206,311	25,839,960	2,048,745	1,890,180	46,008,713	40,901,528
Redeemable Unit Transactions						
Balance - beginning of period	2,072,935	1,838,338	177,750	191,102	3,380,286	3,288,946
Units issued	449,251	549,347	7,697	1,097	803,825	768,527
Units issued on reinvestment of distributions	50,517	48,065	4,018	4,113	62,772	58,209
Units redeemed	(450,357)	(362,815)	(20,826)	(18,562)	(924,348)	(735,396)
Balance - end of period	2,122,346	2,072,935	168,639	177,750	3,322,535	3,380,286

Statements of Cash Flows

For the periods ended December 31

	2019	2018		2019	2018
	(\$)	(\$)		(\$)	(\$)
Cash Flows from Operating Activities			Net Cash Provided by (Used in)		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	6,530,024	(1,998,778)	Operating Activities	1,325,633	(543,295)
Adjustments for:			Cash Flows from Financing Activities		
Net realized (gain) loss on sale of investments	(454,748)	(1,055,322)	Distributions paid to holders of redeemable units, net of reinvested distributions	(840)	(6,128)
Change in unrealized (appreciation) depreciation in value of investments	(4,616,158)	2,793,165	Proceeds from redeemable units issued	10,829,619	9,912,338
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-	Redemption of redeemable units	(12,183,977)	(9,335,607)
Change in unrealized (appreciation) depreciation in currency forward contracts	(290,728)	384,889	Net Cash Provided by (Used in)		
Change in unrealized (appreciation) depreciation in option contracts	-	-	Financing Activities	(1,355,198)	570,603
Change in unrealized (appreciation) depreciation in value of swaps	-	-	Net increase (decrease) in cash	(29,565)	27,308
Non-cash income distributions from underlying funds	(980,772)	(735,509)	Cash (bank indebtedness) at beginning of period	85,717	58,409
Change in margin	-	-	Cash (bank indebtedness) at end of period	56,152	85,717
Purchases of investments	(5,241,896)	(8,469,943)	Dividends received, net of withholding taxes	290,981	283,994
Proceeds from sale of investments	6,369,311	7,352,964	Interest received, net of withholding taxes	867	1,343
Purchases of short-term investments	-	-	Interest paid	-	-
Proceeds from sale of short-term investments	-	-			
Change in dividends and interest receivable	9,649	(7,355)			
Change in distributions receivable from underlying funds	-	1,192,258			
Change in management fees payable	678	(81)			
Change in other payables and accrued expenses	273	417			

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

Sun Life BlackRock Canadian Balanced Fund (continued)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
Consumer Discretionary				
iShares Global Consumer Discretionary ETF	7,823	482,560	1,277,488	
		482,560	1,277,488	2.77
Consumer Staples				
iShares Global Consumer Staples ETF	15,301	637,808	1,100,809	
		637,808	1,100,809	2.39
Health Care				
iShares Global Healthcare ETF	24,566	1,071,539	2,190,094	
		1,071,539	2,190,094	4.76
Industrials				
iShares Global Industrials ETF	5,015	287,490	632,630	
		287,490	632,630	1.39
Real Estate				
iShares Global Real Estate Index ETF	1,257	35,475	39,596	
		35,475	39,596	0.09
Communication Services				
iShares Global Telecom ETF	11,171	837,868	889,439	
		837,868	889,439	1.93
Information Technology				
iShares Global Tech ETF	9,589	763,935	2,617,341	
		763,935	2,617,341	5.69
Foreign Bonds				
iShares Core U.S. Aggregate Bond ETF	22,385	2,813,072	3,261,842	
iShares iBoxx \$ High Yield Corporate Bond ETF	7,668	756,241	874,428	
iShares International Treasury Bond ETF	32,993	1,891,449	2,146,452	
iShares JP Morgan USD Emerging Markets Bond ETF	5,834	732,339	866,672	
		6,193,101	7,149,394	15.54
Total Exchange-Traded Funds				
		10,309,776	15,896,791	34.56

	Number of Units	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life BlackRock Canadian Composite Equity Fund, Series I	1,614,722	16,392,883	19,025,625	
Sun Life BlackRock Canadian Universe Bond Fund, Series I	1,016,895	10,823,192	10,893,999	
Total Mutual Funds		27,216,075	29,919,624	65.03
Transaction Costs				
		(1,355)		
Total Investments		37,524,496	45,816,415	99.59
Unrealized appreciation/(depreciation) on currency forward contracts ⁽¹⁾				
			158,260	0.34
Other Assets less Liabilities				
			34,038	0.07
Total Net Assets			46,008,713	100.00

(1) Unrealized appreciation/(depreciation) on currency forward contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
Royal Bank of Canada	A-1+	31-Jan-2020	CAD	6,443,056	USD	(4,896,096)	94,976
Royal Bank of Canada	A-1+	31-Jan-2020	CAD	3,905,337	USD	(2,967,676)	57,568
Royal Bank of Canada	A-1+	31-Jan-2020	CAD	387,656	USD	(294,579)	5,716
							158,260

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

Sun Life BlackRock Canadian Balanced Fund (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life BlackRock Canadian Balanced Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the 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 underlying funds.

The Fund invests in financial assets which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	0.34	-
Total	0.34	-

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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. Amounts shown are based on the fair value of monetary and non-monetary assets.

	December 31, 2019		December 31, 2018	
	Holdings Exposed to Currency Risk	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk	Percentage of Net Assets (%)
United States Dollar	5,283,730	11.48	3,444,697	8.43
Total	5,283,730	11.48	3,444,697	8.43

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$264,187 (\$172,235 as at December 31, 2018). 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 its investment in underlying funds.

(iii) Other market risk

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

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 BlackRock Canadian Balanced Fund (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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Exchange-Traded Funds		
Consumer Discretionary	2.8	2.6
Consumer Staples	2.4	2.3
Health Care	4.8	4.6
Industrials	1.4	1.3
Real Estate	0.1	0.2
Communication Services	1.9	1.8
Information Technology	5.7	5.0
Utilities	-	0.1
Foreign Bonds	15.5	16.9
Mutual Funds		
Canadian Equities	41.3	41.7
Canadian Fixed Income	23.7	23.5
Derivative Assets (Liabilities)	0.3	(0.3)
Other Assets less Liabilities	0.1	0.3
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Exchange-Traded Funds	15,896,791	-	-	15,896,791
Mutual Funds	29,919,624	-	-	29,919,624
Currency Forward Contracts	-	158,260	-	158,260

	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Exchange-Traded Funds	14,241,775	-	-	14,241,775
Mutual Funds	26,658,167	-	-	26,658,167
Financial Liabilities				
Currency Forward Contracts	-	132,468	-	132,468

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

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

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$85 (\$395 for the period ended December 31, 2018).

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$705,740 (\$705,740 as at December 31, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the "Manager") is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series F5	734	11,620
	December 31, 2018	
	Units	Market Value (\$)
Series F5	699	9,960

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

Sun Life BlackRock Canadian Balanced Fund (continued)

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

December 31, 2019			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	28	-	510

December 31, 2018			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	10,016	-	468

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds (“underlying funds”) to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund’s net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund’s interests in underlying funds are reported at fair value in “investments” in its Statements of Financial Position and its Schedule of Investments, which represents the Fund’s maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	April 07, 2011	April 15, 2011
Series T5 Units	August 24, 2011	September 01, 2011
Series F Units	April 07, 2011	April 15, 2011
Series F5 Units	February 09, 2018	February 09, 2018
Series I Units	April 07, 2011	April 15, 2011
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life BlackRock Canadian Composite Equity Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	1,879,381,905	1,361,264,217
Short-term investments	-	-
Cash	6,836,534	36,323,529
Margin	-	940,391
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	59,500
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	-
Accrued interest	-	-
Dividends receivable	4,289,480	4,208,010
Distributions receivable from underlying funds	-	-
Subscriptions receivable	2,159,959	7,836,919
	1,892,667,878	1,410,632,566
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	131,857
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	-	-
Redemptions payable	252,252	192,166
Distributions payable	-	-
Due to investment dealers	2,130,745	10,307,054
Management fees payable	-	-
Total liabilities (excluding net assets attributable to holders of redeemable units)	2,382,997	10,631,077
Net Assets Attributable to Holders of Redeemable Units	1,890,284,881	1,400,001,489
Net Assets Attributable to Holders of Redeemable Units per Unit - Series I (note 4)	11.78	9.97

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	52,761,853	34,337,186
Interest income for distribution purposes	687,394	527,738
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	7,145,186	2,904,457
Net realized gain (loss) on futures contracts	1,806,264	(1,554,243)
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	276,977,529	(160,399,762)
Change in unrealized appreciation (depreciation) in value of futures contracts	72,357	(123,816)
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	339,450,583	(124,308,440)
Net gain (loss) on foreign exchange	4,263	12,524
Other income	-	-
Total income (loss)	339,454,846	(124,295,916)
Expenses (note 5)		
Management fees	-	-
Fixed annual administration fees	-	-
Independent review committee fees	-	-
Withholding tax	681	559
Transaction costs (note 2)	180,700	210,896
Total operating expenses	181,381	211,455
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	339,273,465	(124,507,371)
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions) - Series I	339,273,465	(124,507,371)
Weighted Average Number of Units Outstanding - Series I	151,655,691	106,460,383
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions) - Series I	2.24	(1.17)

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

Sun Life BlackRock Canadian Composite Equity Fund (continued)

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

For the periods ended December 31

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 1,400,001,489	1,016,182,450
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 339,273,465	(124,507,371)
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 470,274,691	613,647,849
Redemption of redeemable units	\$ (319,264,902)	(105,321,442)
Reinvestment of distributions to holders of redeemable units	\$ 69,223,734	35,416,749
Capitalized distributions	\$ -	-
	\$ 220,233,523	543,743,156
Distributions to Holders of Redeemable Units		
From capital gains	\$ (14,012,801)	(3,751,910)
From net investment income	\$ (55,210,795)	(31,664,836)
Return of capital	\$ -	-
	\$ (69,223,596)	(35,416,746)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 490,283,392	383,819,039
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 1,890,284,881	1,400,001,489
Redeemable Unit Transactions		
Balance - beginning of period	140,428,464	90,538,946
Units issued	42,005,483	55,930,626
Units issued on reinvestment of distributions	5,875,081	3,552,510
Units redeemed	(27,878,519)	(9,593,618)
Balance - end of period	160,430,509	140,428,464

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	339,273,465	(124,507,371)
Adjustments for:		
Net realized (gain) loss on sale of investments	(7,145,186)	(2,904,457)
Change in unrealized (appreciation) depreciation in value of investments	(276,977,529)	160,399,762
Change in unrealized (appreciation) depreciation in value of futures contracts	(72,357)	123,816
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	-	-
Change in margin	940,391	(383,180)
Purchases of investments	(554,341,937)	(581,206,475)
Proceeds from sale of investments	311,991,049	71,083,493
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	(81,470)	(1,683,264)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	-	-
Change in other payables and accrued expenses	179,606	204,914
Net Cash Provided by (Used in) Operating Activities	(186,233,968)	(478,872,761)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	138	-
Proceeds from redeemable units issued	475,951,651	606,786,445
Redemption of redeemable units	(319,204,816)	(105,165,967)
Net Cash Provided by (Used in) Financing Activities	156,746,973	501,620,478
Net increase (decrease) in cash	(29,486,995)	22,747,717
Cash (bank indebtedness) at beginning of period	36,323,529	13,575,812
Cash (bank indebtedness) at end of period	6,836,534	36,323,529
Dividends received, net of withholding taxes	52,679,702	32,653,363
Interest received, net of withholding taxes	687,394	527,738
Interest paid	-	-

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

Sun Life BlackRock Canadian Composite Equity Fund (continued)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Energy				
ARC Resources Ltd.	278,405	4,293,493	2,277,353	
Baytex Energy Corp.	439,227	2,940,152	821,354	
Cameco Corp.	308,332	4,932,163	3,558,151	
Canadian Natural Resources Ltd.	925,916	35,054,206	38,888,472	
Cenovus Energy Inc.	797,978	12,759,369	10,533,310	
Crescent Point Energy Corp.	429,390	6,260,499	2,486,168	
Enbridge Inc.	1,582,272	75,059,249	81,692,703	
Encana Corp.	1,015,712	11,827,610	6,175,529	
Enerflex Ltd.	70,934	1,054,036	867,523	
Enerplus Corp.	173,280	2,231,112	1,602,840	
Freehold Royalties Ltd.	70,661	924,416	515,119	
Frontera Energy Corp.	49,773	677,029	487,775	
Gibson Energy Inc.	113,555	2,337,749	3,019,427	
Husky Energy Inc.	236,379	4,394,259	2,463,069	
Imperial Oil Ltd.	182,239	7,402,688	6,259,910	
Inter Pipeline Ltd.	327,536	7,891,920	7,382,661	
Keyera Corp.	168,488	5,535,852	5,731,962	
MEG Energy Corp.	208,744	2,232,570	1,542,618	
Parex Resources Inc.	111,660	1,812,936	2,696,589	
Parkland Fuel Corp.	115,955	3,777,305	5,532,213	
Pason Systems Inc.	56,237	1,063,994	737,267	
Pembina Pipeline Corp.	406,250	17,077,841	19,552,813	
PrairieSky Royalty Ltd.	162,798	3,984,758	2,479,414	
Secure Energy Services Inc.	120,030	1,047,349	607,352	
Seven Generations Energy Ltd.	223,004	3,630,762	1,888,844	
ShawCor Ltd.	54,048	1,550,870	677,221	
Suncor Energy Inc.	1,205,940	50,549,757	51,324,806	
TC Energy Corp.	730,499	40,963,729	50,521,311	
Tourmaline Oil Corp.	195,918	4,901,608	2,981,872	
Vermilion Energy Inc.	121,612	5,013,304	2,581,823	
Whitecap Resources Inc.	321,357	2,636,999	1,783,531	
		325,819,584	319,671,000	16.91
Materials				
Agnico Eagle Mines Ltd.	187,391	10,029,583	14,987,532	
Alacer Gold Corp.	228,308	763,131	1,575,325	
Alamos Gold Inc.	305,948	2,184,417	2,395,573	
B2Gold Corp.	799,712	2,723,977	4,166,500	
Barrick Gold Corp.	1,389,850	28,107,796	33,523,182	
Canfor Corp.	48,742	925,376	591,728	
Cascades Inc.	53,283	740,960	597,302	
CCL Industries Inc., Class B	113,000	5,283,241	6,251,160	
Centerra Gold Inc.	168,943	1,283,779	1,745,181	
Chemtrade Logistics Income Fund	71,639	1,142,872	790,178	
Detour Gold Corp.	137,775	2,101,452	3,463,664	
Eldorado Gold Corp.	123,189	2,569,552	1,284,861	
Endeavour Mining Corp.	58,930	1,280,489	1,445,553	
ERO Copper Corp.	47,068	790,268	1,111,275	
First Majestic Silver Corp.	140,100	1,394,401	2,231,793	
First Quantum Minerals Ltd.	537,932	8,008,243	7,084,564	
Franco-Nevada Corp.	147,308	12,650,428	19,752,530	
HudBay Minerals Inc.	175,500	1,446,439	944,190	
IAMGOLD Corporation	369,053	2,257,673	1,789,907	
Interfor Corp.	52,105	873,455	764,380	
Intertape Polymer Group Inc.	45,489	832,300	756,027	
Ivanhoe Mines Ltd.	424,731	1,188,034	1,805,107	
Kinross Gold Corp.	978,863	5,255,601	6,029,796	
Kirkland Lake Gold Ltd.	149,445	3,672,621	8,554,232	
Labrador Iron Ore Royalty Corp.	49,948	1,255,059	1,229,720	
Lundin Mining Corp.	498,711	3,191,171	3,869,997	
MAG Silver Corp.	58,526	832,824	897,789	
Methanex Corp.	59,594	3,688,317	2,988,639	
Norbord Inc.	36,160	1,339,532	1,255,837	
Novagold Resources Inc.	187,583	1,134,405	2,179,714	

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

Sun Life BlackRock Canadian Composite Equity Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Nutrien Ltd.	447,994	29,935,236	27,851,787	
OceanaGold Corp.	482,982	1,704,692	1,231,604	
Osisko Gold Royalties Ltd.	113,253	1,599,978	1,429,253	
Pan American Silver Corp.	164,225	3,177,722	5,051,561	
Pretium Resources Inc.	145,405	1,571,468	2,101,102	
Sandstorm Gold Ltd.	138,303	885,621	1,340,156	
Seabridge Gold Inc.	40,204	761,969	722,064	
SEMAFO Inc.	260,135	1,042,416	702,365	
Silvercorp Metals Inc.	136,060	793,142	997,320	
SSR Mining Inc.	96,990	1,420,350	2,423,780	
Stella-Jones Inc.	47,176	2,027,433	1,770,044	
Teck Resources Ltd., Class B	380,764	10,693,754	8,574,805	
Torex Gold Resources Inc.	66,350	1,040,014	1,361,502	
Wesdome Gold Mines Ltd.	107,991	661,613	1,098,268	
West Fraser Timber Co., Ltd.	39,588	2,354,871	2,267,601	
Wheaton Precious Metals Corp.	349,399	9,478,011	13,500,777	
Winpak Ltd.	23,909	1,139,487	1,123,245	
Yamana Gold Inc.	740,675	3,906,174	3,807,070	
		183,141,347	213,417,540	11.29
Industrials				
Aecon Group Inc.	47,805	788,962	837,544	
AG Growth International Inc.	14,943	852,574	693,953	
Air Canada	207,793	4,371,940	10,080,038	
ATS Automation Tooling Systems Inc.	57,521	912,570	1,232,675	
Badger Daylighting Ltd.	26,994	840,876	948,569	
Ballard Power Systems Inc.	126,473	911,378	1,173,669	
Bombardier Inc., Class B	1,658,633	4,837,809	3,201,162	
Boyd Group Income Fund	15,513	1,618,712	3,133,626	
Brookfield Business Partners LP	43,329	1,919,744	2,328,067	
CAE Inc.	208,390	4,644,351	7,164,448	
Canadian National Railway Co.	560,960	52,193,454	65,895,971	
Canadian Pacific Railway Ltd.	107,498	23,553,455	35,585,063	
Cargojet Inc.	9,102	750,281	940,510	
Chorus Aviation Inc.	111,552	908,533	902,456	
Exchange Income Corp.	24,660	897,338	1,102,055	
Finning International Inc.	127,544	3,341,817	3,226,863	
Morneau Shepell Inc.	49,986	1,204,670	1,689,027	
Mullen Group Ltd.	76,192	1,222,913	706,300	
NFI Group Inc.	42,261	1,648,245	1,126,256	
Richelieu Hardware Ltd.	41,054	1,149,337	1,113,795	
Ritchie Bros. Auctioneers Inc.	84,487	3,347,373	4,707,616	
Russel Metals Inc.	48,590	1,221,786	1,077,240	
SNC-Lavalin Group Inc.	137,009	6,401,157	4,103,420	
Stantec Inc.	87,212	2,662,185	3,200,680	
TFI International Inc.	60,338	1,998,765	2,640,994	
Thomson Reuters Corp.	132,904	7,557,628	12,345,453	
Toromont Industries Ltd.	63,998	3,115,305	4,517,619	
Transcontinental Inc., Class A	57,169	1,191,035	907,272	
Waste Connections Inc.	206,244	17,720,553	24,326,480	
Westshore Terminals Investment Corp.	35,394	837,256	670,716	
WSP Global Inc.	50,412	2,766,478	4,470,032	
		157,388,480	206,049,569	10.90
Consumer Discretionary				
Aritzia Inc.	64,947	1,063,501	1,237,240	
BRP Inc.	33,400	1,526,257	1,975,944	
Canada Goose Holdings Inc.	46,472	2,652,063	2,184,649	
Canadian Tire Corp., Ltd., Class A	45,627	6,113,057	6,376,373	
Dollarama Inc.	228,773	7,712,948	10,210,139	
Gildan Activewear Inc.	159,123	5,773,271	6,108,732	
Great Canadian Gaming Corp.	44,002	1,570,516	1,893,846	
Hudson's Bay Company	70,367	834,466	695,226	
Linamar Corp.	34,882	1,769,932	1,713,753	
Magna International Inc.	222,322	12,957,498	15,829,326	
Martinrea International Inc.	63,802	721,579	913,007	

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

Sun Life BlackRock Canadian Composite Equity Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MTY Food Group Inc.	15,525	971,778	861,482	
Real Matters Inc.	59,604	760,217	734,321	
Restaurant Brands International Inc.	233,557	17,165,315	19,333,848	
Sleep Country Canada Holdings Inc.	28,802	811,498	582,088	
Spin Master Corp.	23,269	1,027,030	920,056	
The Stars Group Inc.	182,125	5,752,654	6,172,216	
		69,183,580	77,742,246	4.11
Consumer Staples				
Alimentation Couche-Tard Inc., Class B	679,841	19,457,431	28,016,248	
Cott Corp.	106,024	1,787,521	1,880,866	
Empire Co., Ltd., Class A	134,783	3,551,683	4,105,490	
George Weston Ltd.	55,191	5,254,192	5,685,777	
Jamieson Wellness Inc.	30,337	787,824	781,178	
Loblaw Companies Ltd.	136,775	7,557,896	9,163,925	
Maple Leaf Foods Inc.	58,070	1,530,081	1,502,852	
Metro Inc., Class A	198,913	8,040,892	10,659,748	
Premium Brands Holdings Corp.	22,935	1,832,910	2,086,168	
Saputo Inc.	185,183	7,002,537	7,444,357	
The North West Co Inc.	38,477	1,084,487	1,051,576	
		57,887,454	72,378,185	3.83
Health Care				
Aphria Inc.	195,257	2,277,014	1,323,842	
Aurora Cannabis Inc.	849,422	7,157,329	2,369,887	
Bausch Health Cos Inc.	243,059	12,018,682	9,447,703	
Canopy Growth Corp.	174,065	5,654,288	4,753,715	
Chartwell Retirement Residences	167,261	2,079,263	2,324,928	
Cronos Group Inc.	141,053	2,077,190	1,406,298	
Extencare Inc.	62,462	518,672	527,179	
HEXO Corp.	178,733	1,364,887	369,977	
Knight Therapeutics Inc.	90,773	791,556	688,059	
Sienna Senior Living Inc.	52,372	924,541	956,313	
		34,863,422	24,167,901	1.28
Financials				
Alaris Royalty Corp.	28,181	637,512	618,009	
Bank of Montreal	499,693	44,643,074	50,289,104	
Brookfield Asset Management Inc., Class A	729,100	36,247,985	54,704,373	
Canadian Imperial Bank of Commerce	348,328	36,557,377	37,640,324	
Canadian Western Bank	68,440	2,086,241	2,182,552	
CI Financial Corp.	164,368	3,993,779	3,568,429	
ECN Capital Corp.	174,616	620,534	836,411	
Element Fleet Management Corp.	338,931	3,208,764	3,758,745	
Equitable Group Inc.	8,780	888,773	960,093	
Fairfax Financial Holdings Ltd.	21,478	12,866,016	13,095,996	
Genworth MI Canada Inc.	30,110	1,123,681	1,710,850	
Great-West Lifeco Inc.	210,954	6,543,641	7,016,330	
Home Capital Group Inc.	44,466	997,127	1,465,599	
iA Financial Corp Inc.	83,612	4,050,756	5,964,044	
IGM Financial Inc.	63,449	2,461,823	2,365,379	
Intact Financial Corp.	111,773	10,817,301	15,695,165	
Laurentian Bank of Canada	33,639	1,611,579	1,494,581	
Manulife Financial Corp.	1,523,597	32,523,088	40,162,017	
National Bank of Canada	261,079	14,377,848	18,818,574	
Onex Corp.	66,353	5,115,572	5,452,226	
Power Corporation of Canada	257,327	7,330,500	8,607,588	
Power Financial Corp.	186,669	5,711,235	6,522,215	
Royal Bank of Canada	1,118,488	99,852,893	114,924,643	
Sun Life Financial Inc.	459,513	20,825,208	27,207,765	
The Bank of Nova Scotia	950,657	66,799,923	69,730,691	
The Toronto-Dominion Bank	1,422,730	91,752,305	103,617,426	
TMX Group Ltd.	39,582	3,378,194	4,450,996	
		517,022,729	602,860,125	31.89

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

Sun Life BlackRock Canadian Composite Equity Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Real Estate				
Allied Properties Real Estate Investment Trust	95,760	3,786,350	4,986,223	
Altus Group Ltd.	31,224	914,866	1,185,263	
Artis Real Estate Investment Trust	97,859	1,091,874	1,164,522	
Boardwalk Real Estate Investment Trust	29,147	1,325,392	1,338,722	
Brookfield Property Partners L.P.	276,695	6,934,630	6,565,972	
Canadian Apartment Properties REIT	132,762	5,052,573	7,037,714	
Choice Properties Real Estate Investment Trust	200,880	2,393,772	2,794,241	
Colliers International Group Inc.	22,524	1,530,597	2,277,176	
Cominar Real Estate Investment Trust, Class U	143,055	1,817,975	2,025,659	
Crombie Real Estate Investment Trust	70,152	925,263	1,118,223	
CT Real Estate Investment Trust	53,344	850,214	860,972	
Dream Industrial Real Estate Investment Trust	96,080	1,095,072	1,262,491	
Dream Office Real Estate Investment Trust	36,680	790,805	1,141,848	
First Capital Real Estate Investment Trust	135,214	2,796,125	2,794,873	
FirstService Corp.	26,818	2,194,860	3,242,028	
Granite Real Estate Investment Trust	42,222	2,198,581	2,785,808	
H&R Real Estate Investment Trust	224,139	4,713,528	4,729,333	
InterRent Real Estate Investment Trust	93,813	1,173,470	1,467,235	
Killam Apartment Real Estate Investment Trust	76,958	1,209,796	1,457,585	
Northview Apartment Real Estate Investment Trust	46,766	1,049,714	1,386,144	
NorthWest Healthcare Properties Real Estate Investment Trust	108,263	1,211,542	1,291,578	
RioCan Real Estate Investment Trust	248,689	5,848,933	6,654,918	
SmartCentres Real Estate Investment Trust	99,388	2,972,202	3,101,899	
Summit Industrial Income Real Estate Investment Trust	89,002	1,026,583	1,073,364	
Tricon Capital Group Inc.	112,056	1,189,210	1,191,155	
		56,093,927	64,934,946	3.44
Information Technology				
Blackberry Ltd.	385,765	4,757,085	3,221,138	
Celestica Inc.	84,723	1,108,276	912,467	
CGI Group Inc.	187,678	12,730,002	20,394,968	
Constellation Software Inc.	15,425	11,472,865	19,453,393	
Enghouse Systems Ltd.	31,081	989,277	1,497,483	
Kinaxis Inc.	20,543	1,445,355	2,054,711	
Lightspeed POS Inc.	30,376	1,116,709	1,095,662	
Open Text Corp.	211,453	8,562,533	12,099,341	
Shopify Inc.	81,060	16,925,815	41,851,279	
The Descartes Systems Group Inc.	65,537	2,234,788	3,637,304	
		61,342,705	106,217,746	5.62
Communication Services				
BCE Inc.	706,456	38,568,284	42,500,393	
Cineplex Inc.	49,347	1,711,200	1,670,396	
Cogeco Communications Inc.	18,050	1,309,050	2,043,260	
Corus Entertainment Inc.	162,620	868,695	865,138	
Quebecor Inc., Class B	138,511	3,215,484	4,590,255	
Rogers Communications Inc., Class B	277,749	16,314,582	17,909,256	
Shaw Communications Inc., Class B	357,232	9,208,028	9,413,063	
TELUS Corp.	470,736	20,212,969	23,668,606	
		91,408,292	102,660,367	5.43
Utilities				
Algonquin Power & Utilities Corp.	409,153	5,523,157	7,516,141	
AltaGas Ltd.	217,648	5,317,280	4,305,077	
Atco Ltd., Class I	57,864	2,448,221	2,879,891	
Boralex Inc.	57,403	1,164,010	1,404,077	
Brookfield Infrastructure Partners LP	229,365	11,904,089	14,876,614	
Brookfield Renewable Energy Partners L.P.	96,433	3,556,243	5,814,910	
Canadian Utilities Ltd., Class A	93,244	3,264,932	3,652,367	
Capital Power Corp.	81,996	2,158,394	2,819,842	
Emera Inc.	188,219	8,457,873	10,500,738	
Fortis Inc.	361,338	16,019,772	19,468,892	
Hydro One Ltd.	237,627	5,256,787	5,959,685	
Innervex Renewable Energy Inc.	99,991	1,350,301	1,685,848	
Northland Power Inc.	123,104	2,775,951	3,348,429	

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

Sun Life BlackRock Canadian Composite Equity Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Superior Plus Corp.	138,249	1,601,877	1,736,407	
TransAlta Corporation	222,225	2,049,526	2,062,248	
TransAlta Renewables Inc.	80,613	1,025,811	1,251,114	
		73,874,224	89,282,280	4.72
Total Equities		1,628,025,744	1,879,381,905	99.42
Transaction Costs		(393,564)		
Total Investments		1,627,632,180	1,879,381,905	99.42
Other Assets less Liabilities			10,902,976	0.58
Total Net Assets			1,890,284,881	100.00

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life BlackRock Canadian Composite Equity Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the Fund had no significant investments in debt instruments and/or derivatives and, therefore, did not have significant exposure to credit risk. Credit risk from other financial instruments is minimal.

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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. 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, 2019		December 31, 2018	
United States Dollar	1,065,654	0.06	908,700	0.06
Total	1,065,654	0.06	908,700	0.06

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$53,283 (\$45,435 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

As at December 31, 2019 and December 31, 2018, the majority of the Fund's financial assets and liabilities are non-interest bearing. As a result, the Fund is not subject to a significant amount of interest rate risk.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in Canadian equities and from its investment in indexed linked equity futures.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$93,969,095 (\$68,920,511 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

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

Sun Life BlackRock Canadian Composite Equity Fund (continued)

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Equities		
Energy	16.9	17.3
Materials	11.3	11.0
Industrials	10.9	9.9
Consumer Discretionary	4.1	4.2
Consumer Staples	3.8	3.9
Health Care	1.3	1.5
Financials	31.9	32.6
Real Estate	3.5	3.1
Information Technology	5.6	3.9
Communication Services	5.4	5.8
Utilities	4.7	4.0
Other Assets less Liabilities	0.6	2.8
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, 2019 and December 31, 2018.

December 31, 2019				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Financial Assets				
Equities	1,879,381,905	-	-	1,879,381,905
December 31, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Financial Assets				
Equities	1,361,264,217	-	-	1,361,264,217
Futures Contracts	59,500	-	-	59,500
Financial Liabilities				
Futures Contracts	131,857	-	-	131,857

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$180,700 (\$210,896 for the period ended December 31, 2018).

Taxation of the Fund

The Fund had no accumulated capital losses.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Establishment of the Fund

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

	Date of creation	Date available for sale
Series I Units	April 07, 2011	April 15, 2011

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

Sun Life BlackRock Canadian Equity Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	178,662,653	155,544,585
Short-term investments	-	-
Cash	286,747	-
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	193,541	2,826
Unrealized appreciation on swaps	-	-
Due from investment dealers	987,131	1,091,227
Accrued interest	-	-
Dividends receivable	63,048	150,453
Distributions receivable from underlying funds	-	-
Subscriptions receivable	16,560	64,714
	180,209,680	156,853,805
Liabilities		
Current Liabilities		
Bank indebtedness	-	82,836
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	163,695
Unrealized depreciation on swaps	-	-
Accrued expenses	2,301	1,773
Redemptions payable	193,684	199,692
Distributions payable	-	-
Due to investment dealers	990,000	1,000,000
Management fees payable	6,813	5,359
Total liabilities (excluding net assets attributable to holders of redeemable units)	1,192,798	1,453,355
Net Assets Attributable to Holders of Redeemable Units	179,016,882	155,400,450
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	12,461,636	11,082,830
Series T5	122,319	111,177
Series T8	96,411	81,858
Series F	768,975	543,605
Series F5	12,191	9,877
Series F8	12,191	9,877
Series I	162,869,787	141,266,663
Series O	2,673,372	2,294,563
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	14.55	12.04
Series T5	16.91	14.54
Series T8	13.35	11.80
Series F	15.13	12.53
Series F5	16.45	13.97
Series F8	15.61	13.63
Series I	15.17	12.55
Series O	12.85	10.63

Approved on behalf of Trustee

“signed” Jordy Chilcott
President

“signed” Kari Holdsworth
Chief Financial Officer

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

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	866,871	921,952
Interest income for distribution purposes	3,722	1,912
Distributions from underlying funds	4,441,284	2,653,993
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	5,281,731	6,735,154
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	153,710	(801,324)
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	25,033,876	(19,737,723)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	354,410	(415,528)
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	36,135,604	(10,641,564)
Net gain (loss) on foreign exchange	5,631	466
Other income	204	103
Total income (loss)	36,141,439	(10,640,995)
Expenses (note 5)		
Management fees	209,356	206,344
Fixed annual administration fees	67,330	67,281
Independent review committee fees	186	283
Withholding tax	104,712	108,625
Transaction costs (note 2)	831	2,466
Total operating expenses	382,415	384,999
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	35,759,024	(11,025,994)
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	35,759,024	(11,025,994)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	2,365,219	(976,661)
Series T5	23,404	(10,946)
Series T8	17,770	(7,109)
Series F	133,422	(44,621)
Series F5	2,313	(125)
Series F8	2,313	(126)
Series I	32,682,443	(9,820,984)
Series O	532,140	(165,422)
Weighted Average Number of Units Outstanding		
Series A	897,540	908,761
Series T5	7,450	7,590
Series T8	6,694	6,438
Series F	47,969	39,781
Series F5	723	681
Series F8	751	690
Series I	10,836,472	11,163,398
Series O	209,163	205,895

Sun Life BlackRock Canadian Equity Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	2.64	(1.07)
Series T5	3.14	(1.44)
Series T8	2.65	(1.10)
Series F	2.78	(1.12)
Series F5	3.20	(0.18)
Series F8	3.08	(0.18)
Series I	3.02	(0.88)
Series O	2.54	(0.80)

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

For the periods ended December 31

	Series A		Series T5		Series T8		Series F	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 11,082,830	12,430,402	111,177	132,496	81,858	85,037	543,605	728,113
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 2,365,219	(976,661)	23,404	(10,946)	17,770	(7,109)	133,422	(44,621)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 3,309,056	3,103,551	11,711	29,658	55,685	47,935	122,086	109,188
Redemption of redeemable units	\$ (4,295,245)	(3,473,686)	(23,429)	(38,783)	(56,354)	(43,141)	(30,154)	(249,070)
Reinvestment of distributions to holders of redeemable units	\$ 86,882	206,196	4,857	6,498	3,801	7,200	15,143	17,634
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (899,307)	(163,939)	(6,861)	(2,627)	3,132	11,994	107,075	(122,248)
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	(193,438)	-	(1,968)	-	(1,450)	-	(9,286)
From net investment income	\$ (87,106)	(13,534)	(96)	(5,778)	(113)	(6,614)	(15,127)	(8,353)
Return of capital	\$ -	-	(5,305)	-	(6,236)	-	-	-
	\$ (87,106)	(206,972)	(5,401)	(7,746)	(6,349)	(8,064)	(15,127)	(17,639)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 1,378,806	(1,347,572)	11,142	(21,319)	14,553	(3,179)	225,370	(184,508)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 12,461,636	11,082,830	122,319	111,177	96,411	81,858	768,975	543,605
Redeemable Unit Transactions								
Balance - beginning of period	920,184	930,420	7,647	7,841	6,935	6,043	43,388	52,276
Units issued	241,694	233,555	719	1,795	4,319	3,683	8,534	7,963
Units issued on reinvestment of distributions	5,951	17,621	298	412	293	550	998	1,446
Units redeemed	(311,596)	(261,412)	(1,430)	(2,401)	(4,327)	(3,341)	(2,092)	(18,297)
Balance - end of period	856,233	920,184	7,234	7,647	7,220	6,935	50,828	43,388

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

Sun Life BlackRock Canadian Equity Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series F5		Series F8		Series I		Series O	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 9,877	-	9,877	-	141,266,663	159,681,353	2,294,563	2,477,380
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 2,313	(125)	2,313	(126)	32,682,443	(9,820,984)	532,140	(165,422)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ -	10,000	-	10,000	5,722,011	6,553,165	125,837	308,661
Redemption of redeemable units	\$ -	-	-	-	(16,801,335)	(15,146,871)	(279,168)	(326,056)
Reinvestment of distributions to holders of redeemable units	\$ 537	606	851	869	3,862,174	5,342,637	62,736	86,115
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 537	10,606	851	10,869	(7,217,150)	(3,251,069)	(90,595)	68,720
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	(163)	-	(163)	-	(2,497,657)	-	(40,566)
From net investment income	\$ (11)	(441)	(17)	(703)	(3,862,169)	(2,844,980)	(62,736)	(45,549)
Return of capital	\$ (525)	-	(833)	-	-	-	-	-
	\$ (536)	(604)	(850)	(866)	(3,862,169)	(5,342,637)	(62,736)	(86,115)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 2,314	9,877	2,314	9,877	21,603,124	(18,414,690)	378,809	(182,817)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 12,191	9,877	12,191	9,877	162,869,787	141,266,663	2,673,372	2,294,563
Redeemable Unit Transactions								
Balance - beginning of period	707	-	725	-	11,260,089	11,440,925	215,844	209,487
Units issued	-	667	-	667	398,277	468,732	10,169	25,251
Units issued on reinvestment of distributions	34	40	56	58	253,467	439,084	4,859	8,352
Units redeemed	-	-	-	-	(1,172,242)	(1,088,652)	(22,832)	(27,246)
Balance - end of period	741	707	781	725	10,739,591	11,260,089	208,040	215,844

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 155,400,450	175,534,781
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 35,759,024	(11,025,994)
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 9,346,386	10,172,158
Redemption of redeemable units	\$ (21,485,685)	(19,277,607)
Reinvestment of distributions to holders of redeemable units	\$ 4,036,981	5,667,755
Capitalized distributions	\$ -	-
	\$ (8,102,318)	(3,437,694)
Distributions to Holders of Redeemable Units		
From capital gains	\$ -	(2,744,691)
From net investment income	\$ (4,027,375)	(2,925,952)
Return of capital	\$ (12,899)	-
	\$ (4,040,274)	(5,670,643)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 23,616,432	(20,134,331)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 179,016,882	155,400,450
Redeemable Unit Transactions		
Balance - beginning of period	12,455,519	12,646,992
Units issued	663,712	742,313
Units issued on reinvestment of distributions	265,956	467,563
Units redeemed	(1,514,519)	(1,401,349)
Balance - end of period	11,870,668	12,455,519

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

Sun Life BlackRock Canadian Equity Fund (continued)

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	35,759,024	(11,025,994)
Adjustments for:		
Net realized (gain) loss on sale of investments	(5,281,731)	(6,735,154)
Change in unrealized (appreciation) depreciation in value of investments	(25,033,876)	19,737,723
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	(354,410)	415,528
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	(4,441,284)	(2,653,993)
Change in margin	-	-
Purchases of investments	(6,298,593)	(15,718,414)
Proceeds from sale of investments	18,030,681	16,434,693
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	87,405	(42,773)
Change in distributions receivable from underlying funds	-	7,958,570
Change in management fees payable	1,454	147
Change in other payables and accrued expenses	1,359	2,469
Net Cash Provided by (Used in) Operating Activities	12,470,029	8,372,802
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(3,293)	(2,888)
Proceeds from redeemable units issued	9,394,540	10,236,946
Redemption of redeemable units	(21,491,693)	(19,086,769)
Net Cash Provided by (Used in) Financing Activities	(12,100,446)	(8,852,711)
Net increase (decrease) in cash	369,583	(479,909)
Cash (bank indebtedness) at beginning of period	(82,836)	397,073
Cash (bank indebtedness) at end of period	286,747	(82,836)
Dividends received, net of withholding taxes	849,564	770,554
Interest received, net of withholding taxes	3,722	1,912
Interest paid	-	-

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
Consumer Discretionary				
iShares S&P Global Consumer Discretionary Index ETF (CAD-Hedged)	221,759	4,722,645	8,722,890	
		4,722,645	8,722,890	4.87
Consumer Staples				
iShares Global Consumer Staples ETF	99,095	3,703,930	7,129,248	
		3,703,930	7,129,248	3.98
Communication Services				
iShares Global Telecom ETF	70,834	5,306,047	5,639,825	
		5,306,047	5,639,825	3.15
Health Care				
iShares Global Healthcare ETF	158,140	6,131,253	14,098,404	
		6,131,253	14,098,404	7.88
Industrials				
iShares S&P Global Industrials Index ETF (CAD-Hedged)	111,943	2,274,708	3,918,565	
		2,274,708	3,918,565	2.19
Information Technology				
iShares Global Tech ETF	59,966	4,120,868	16,367,866	
		4,120,868	16,367,866	9.14
Real Estate				
iShares Global Real Estate Index ETF	19,841	565,495	624,992	
		565,495	624,992	0.35
Total Exchange-Traded Funds		26,824,946	56,501,790	31.56
MUTUAL FUNDS				
Sun Life BlackRock Canadian Composite Equity Fund, Series I	10,367,904	97,282,250	122,160,863	68.24
		97,282,250	122,160,863	68.24
Transaction Costs		(4,437)		
Total Investments	124,102,759		178,662,653	99.80
Unrealized appreciation/(depreciation) on currency forward contracts⁽¹⁾				
			193,541	0.11
Other Assets less Liabilities			160,688	0.09
Total Net Assets			179,016,882	100.00

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

Sun Life BlackRock Canadian Equity Fund (continued)

Schedule of Investments (continued)

(I) Unrealized appreciation/(depreciation) on currency forward contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
Royal Bank of Canada	A-1+	31-Jan-2020	CAD	13,129,627	USD	(9,977,239)	193,541
							193,541

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life BlackRock Canadian Equity Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the 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 underlying funds.

The Fund invests in financial assets which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	0.11	-
Total	0.11	-

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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. 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, 2019		December 31, 2018	
United States Dollar	31,372,300	17.52	28,208,280	18.15
Total	31,372,300	17.52	28,208,280	18.15

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$1,568,615 (\$1,410,414 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

As at December 31, 2019 and December 31, 2018, the majority of the Fund's financial assets and liabilities are non-interest bearing. As a result, the Fund is not subject to a significant amount of interest rate risk.

(iii) Other market risk

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

The Fund is also directly exposed to other market risk as a result of its investment in equity securities.

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

Sun Life BlackRock Canadian Equity Fund (continued)

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$6,072,813 (\$5,207,376 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Exchange-Traded Funds		
Industrials	2.2	2.4
Consumer Discretionary	4.9	4.6
Consumer Staples	4.0	4.1
Communication Services	3.2	3.1
Health Care	7.9	8.3
Information Technology	9.1	8.6
Real Estate	0.3	0.3
Utilities	-	0.6
Equities		
Energy	11.5	11.8
Materials	7.7	7.5
Industrials	7.4	6.7
Consumer Discretionary	2.8	2.8
Consumer Staples	2.6	2.7
Health Care	0.9	1.0
Financials	21.8	22.2
Information Technology	3.8	2.7
Real Estate	2.3	2.1
Communication Services	3.7	4.0
Utilities	3.2	2.7
Other Assets less Liabilities	0.7	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, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Exchange-Traded Funds	56,501,790	-	-	56,501,790
Mutual Funds	122,160,863	-	-	122,160,863
Currency Forward Contracts	-	193,541	-	193,541

	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Exchange-Traded Funds	49,765,708	-	-	49,765,708
Mutual Funds	105,778,877	-	-	105,778,877
Currency Forward Contracts	-	2,826	-	2,826
Financial Liabilities				
Currency Forward Contracts	-	163,695	-	163,695

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

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

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$831 (\$2,466 for the period ended December 31, 2018).

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

Sun Life BlackRock Canadian Equity Fund (continued)

Taxation of the Fund

The Fund had no accumulated capital losses.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the “Manager”) is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series F5	741	12,191
Series F8	781	12,191

	December 31, 2018	
	Units	Market Value (\$)
Series F5	707	9,878
Series F8	725	9,877

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	29	-	505
Series F8	29	-	819

	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	10,017	-	588
Series F8	10,017	-	850

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds (“underlying funds”) to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund’s net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund’s interests in underlying funds are reported at fair value in “investments” in its Statements of Financial Position and its Schedule of Investments, which represents the Fund’s maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund’s Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

	Amounts Eligible for Offset			
	Gross Assets/ (Liabilities) (\$)	Financial Instruments (\$)	Collateral received/ paid (\$)	Net (\$)
December 31, 2019				
Derivative assets - Forward Contracts	193,541	-	-	193,541
Total	193,541	-	-	193,541
Derivative liabilities - Forward Contracts				
	-	-	-	-
Total	-	-	-	-
December 31, 2018				
Derivative assets - Forward Contracts	2,826	(2,826)	-	-
Total	2,826	(2,826)	-	-
Derivative liabilities - Forward Contracts				
	(163,695)	2,826	-	(160,869)
Total	(163,695)	2,826	-	(160,869)

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

Sun Life BlackRock Canadian Equity Fund (continued)

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	April 07, 2011	April 15, 2011
Series T5 Units	August 24, 2011	September 01, 2011
Series T8 Units	August 24, 2011	September 01, 2011
Series F Units	April 07, 2011	April 15, 2011
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	April 07, 2011	April 15, 2011
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life BlackRock Canadian Universe Bond Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	1,655,980,880	1,174,892,508
Short-term investments	-	-
Cash	3,595,372	16,467,108
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	58,294	30,800
Accrued interest	8,287,006	6,081,328
Dividends receivable	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	5,847,864	2,755,742
	1,673,769,416	1,200,227,486
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	-	-
Redemptions payable	690,758	463,097
Distributions payable	-	-
Due to investment dealers	3,503,067	-
Management fees payable	-	-
Total liabilities (excluding net assets attributable to holders of redeemable units)	4,193,825	463,097
Net Assets Attributable to Holders of Redeemable Units	1,669,575,591	1,199,764,389
Net Assets Attributable to Holders of Redeemable Units per Unit - Series I (note 4)	10.71	10.31

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	-	-
Interest income for distribution purposes	42,282,828	35,099,710
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	(1,955,503)	(7,617,456)
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	48,913,976	(9,902,667)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	89,241,301	17,579,587
Net gain (loss) on foreign exchange	-	-
Other income	-	-
Total income (loss)	89,241,301	17,579,587
Expenses (note 5)		
Management fees	-	-
Fixed annual administration fees	-	-
Independent review committee fees	-	-
Withholding tax	-	-
Transaction costs (note 2)	-	-
Total operating expenses	-	-
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	89,241,301	17,579,587
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions) - Series I	89,241,301	17,579,587
Weighted Average Number of Units Outstanding - Series I	137,437,531	113,547,047
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions) - Series I	0.65	0.15

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

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

For the periods ended December 31

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 1,199,764,389	1,062,440,684
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 89,241,301	17,579,587
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 610,787,849	417,605,596
Redemption of redeemable units	\$ (230,218,047)	(297,861,478)
Reinvestment of distributions to holders of redeemable units	\$ 42,282,932	35,111,834
Capitalized distributions	\$ -	-
	\$ 422,852,734	154,855,952
Distributions to Holders of Redeemable Units		
From capital gains	\$ -	-
From net investment income	\$ (42,282,833)	(35,111,834)
Return of capital	\$ -	-
	\$ (42,282,833)	(35,111,834)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 469,811,202	137,323,705
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 1,669,575,591	1,199,764,389
Redeemable Unit Transactions		
Balance - beginning of period	116,342,657	101,358,626
Units issued	56,961,380	40,453,653
Units issued on reinvestment of distributions	3,936,078	3,408,212
Units redeemed	(21,394,404)	(28,877,834)
Balance - end of period	155,845,711	116,342,657

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	89,241,301	17,579,587
Adjustments for:		
Net realized (gain) loss on sale of investments	1,955,503	7,617,456
Change in unrealized (appreciation) depreciation in value of investments	(48,913,976)	9,902,667
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	-	-
Change in margin	-	-
Purchases of investments	(722,274,548)	(437,633,979)
Proceeds from sale of investments	291,620,222	297,503,450
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	(2,205,678)	(890,964)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	-	-
Change in other payables and accrued expenses	-	-
Net Cash Provided by (Used in) Operating Activities	(390,577,176)	(105,921,783)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	99	-
Proceeds from redeemable units issued	607,695,727	415,810,167
Redemption of redeemable units	(229,990,386)	(297,505,371)
Net Cash Provided by (Used in) Financing Activities	377,705,440	118,304,796
Net increase (decrease) in cash	(12,871,736)	12,383,013
Cash (bank indebtedness) at beginning of period	16,467,108	4,084,095
Cash (bank indebtedness) at end of period	3,595,372	16,467,108
Dividends received, net of withholding taxes	-	-
Interest received, net of withholding taxes	40,077,150	34,208,746
Interest paid	-	-

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
BONDS						
Federal Bonds						
Canada Housing Trust No 1	1.800%	15-Dec-2024	9,990,000	9,957,493	9,907,908	
Canada Housing Trust No 1	3.800%	15-Jun-2021	7,177,000	7,731,530	7,383,600	
Canada Housing Trust No 1	1.250%	15-Jun-2021	9,550,000	9,485,180	9,478,308	
Canada Housing Trust No 1	1.150%	15-Dec-2021	5,095,000	5,024,873	5,034,134	
Canada Housing Trust No 1	2.650%	15-Mar-2022	6,075,000	6,324,307	6,184,897	
Canada Housing Trust No 1	1.750%	15-Jun-2022	10,200,000	10,187,229	10,181,942	
Canada Housing Trust No 1	2.400%	15-Dec-2022	15,850,000	16,149,752	16,095,734	
Canada Housing Trust No 1	2.350%	15-Jun-2023	10,125,000	10,178,920	10,274,403	
Canada Housing Trust No 1	2.350%	15-Sep-2023	3,685,000	3,760,016	3,740,717	
Canada Housing Trust No 1	3.150%	15-Sep-2023	2,070,000	2,198,867	2,159,963	
Canada Housing Trust No 1	2.550%	15-Dec-2023	10,310,000	10,410,034	10,546,917	
Canada Housing Trust No 1	2.900%	15-Jun-2024	16,100,000	16,943,422	16,740,833	
Canada Housing Trust No 1	2.550%	15-Mar-2025	4,925,000	5,077,428	5,061,659	
Canada Housing Trust No 1	1.950%	15-Dec-2025	2,400,000	2,392,266	2,392,299	
Canada Housing Trust No 1	2.250%	15-Dec-2025	3,455,000	3,496,881	3,501,745	
Canada Housing Trust No 1	1.900%	15-Sep-2026	6,665,000	6,576,744	6,608,866	
Canada Housing Trust No 1	2.350%	15-Jun-2027	6,470,000	6,549,409	6,592,242	
Canada Housing Trust No 1	2.350%	15-Mar-2028	2,600,000	2,605,892	2,652,155	
Canada Housing Trust No 1	2.650%	15-Mar-2028	3,900,000	3,920,557	4,065,949	
Canada Housing Trust No 1	2.650%	15-Dec-2028	6,350,000	6,419,127	6,641,562	
Canada Housing Trust No 1	2.100%	15-Sep-2029	3,350,000	3,428,876	3,353,358	
Canada Housing Trust No 1	2.100%	15-Sep-2029	2,020,000	2,068,034	2,021,596	
Canada Post Corp.	4.080%	16-Jul-2025	289,000	332,720	319,687	
Canada Post Corp.	4.360%	16-Jul-2040	296,000	366,177	391,141	
Canadian Government Bond	2.250%	1-Feb-2021	10,650,000	10,714,390	10,707,597	
Canadian Government Bond	0.750%	1-Mar-2021	22,130,000	21,705,435	21,879,119	
Canadian Government Bond	10.500%	15-Mar-2021	195,000	305,189	215,178	
Canadian Government Bond	1.750%	1-May-2021	10,550,000	10,575,624	10,552,914	
Canadian Government Bond	3.250%	1-Jun-2021	11,299,000	12,142,812	11,537,447	
Canadian Government Bond	1.500%	1-Aug-2021	11,000,000	11,004,320	10,963,694	
Canadian Government Bond	0.750%	1-Sep-2021	15,250,000	14,979,970	15,013,853	
Canadian Government Bond	1.250%	1-Nov-2021	10,000,000	9,937,917	9,920,583	
Canadian Government Bond	1.500%	1-Feb-2022	3,500,000	3,492,055	3,486,481	
Canadian Government Bond	0.500%	1-Mar-2022	15,400,000	14,870,128	15,012,428	
Canadian Government Bond	9.250%	1-Jun-2022	100,000	153,453	117,778	
Canadian Government Bond	2.750%	1-Jun-2022	9,516,000	10,146,893	9,753,703	
Canadian Government Bond	1.000%	1-Sep-2022	20,575,000	20,209,990	20,209,700	
Canadian Government Bond	1.750%	1-Mar-2023	16,125,000	16,075,609	16,158,604	
Canadian Government Bond	8.000%	1-Jun-2023	1,034,000	1,497,140	1,248,949	
Canadian Government Bond	1.500%	1-Jun-2023	11,280,000	11,262,112	11,215,282	
Canadian Government Bond	2.000%	1-Sep-2023	9,700,000	9,675,303	9,807,528	
Canadian Government Bond	2.250%	1-Mar-2024	9,600,000	9,709,545	9,816,502	
Canadian Government Bond	2.500%	1-Jun-2024	10,463,000	11,028,087	10,825,330	
Canadian Government Bond	1.500%	1-Sep-2024	13,100,000	13,150,382	12,993,672	
Canadian Government Bond	1.250%	1-Mar-2025	4,000,000	3,943,035	3,916,300	
Canadian Government Bond	9.000%	1-Jun-2025	753,000	1,265,384	1,035,996	
Canadian Government Bond	2.250%	1-Jun-2025	12,820,000	13,367,664	13,196,790	
Canadian Government Bond	1.500%	1-Jun-2026	10,110,000	9,974,483	9,994,726	
Canadian Government Bond	8.000%	1-Jun-2027	1,649,000	2,704,458	2,362,382	
Canadian Government Bond	1.000%	1-Jun-2027	11,960,000	11,277,005	11,364,525	
Canadian Government Bond	2.000%	1-Jun-2028	10,850,000	10,823,295	11,088,865	
Canadian Government Bond	2.250%	1-Jun-2029	2,200,000	2,208,102	2,305,304	
Canadian Government Bond	5.750%	1-Jun-2029	18,549,000	25,620,180	24,980,149	
Canadian Government Bond	1.250%	1-Jun-2030	2,800,000	2,749,187	2,677,576	
Canadian Government Bond	5.750%	1-Jun-2033	9,965,000	15,043,181	14,717,743	
Canadian Government Bond	5.000%	1-Jun-2037	9,937,000	14,614,193	14,724,919	
Canadian Government Bond	4.000%	1-Jun-2041	12,290,000	16,525,979	17,122,802	
Canadian Government Bond	3.500%	1-Dec-2045	19,055,000	24,778,693	25,858,893	
Canadian Government Bond	2.750%	1-Dec-2048	16,965,000	19,720,600	20,749,770	
Canadian Government Bond	2.750%	1-Dec-2064	1,518,000	1,745,016	1,992,676	
CPPIB Capital Inc.	3.000%	15-Jun-2028	1,875,000	1,905,023	1,980,511	
CPPIB Capital Inc.	1.950%	30-Sep-2029	1,400,000	1,396,020	1,360,739	
Export Development Canada	1.650%	31-Jul-2024	600,000	599,310	591,948	
Maritime Link Financing Trust	3.500%	1-Dec-2052	1,450,000	1,601,461	1,628,670	

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
PSP Capital Inc.	1.340%	18-Aug-2021	1,550,000	1,536,718	1,538,471	
PSP Capital Inc.	1.730%	21-Jun-2022	2,400,000	2,393,054	2,392,293	
PSP Capital Inc.	2.090%	22-Nov-2023	2,035,000	2,033,613	2,044,664	
PSP Capital Inc.	3.290%	4-Apr-2024	2,150,000	2,290,091	2,263,032	
PSP Capital Inc.	3.000%	5-Nov-2025	1,550,000	1,594,294	1,626,060	
PSP Capital Inc.	2.050%	15-Jan-2030	900,000	897,048	880,395	
				556,829,175	557,164,156	33.37
Provincial Bonds						
55 Ontario School Board Trust	5.900%	2-Jun-2033	600,000	777,000	811,936	
Canada Housing Trust No 1	1.500%	15-Dec-2021	4,645,000	4,614,475	4,620,498	
City of Vancouver	3.750%	24-Oct-2023	150,000	170,520	159,345	
Financement-Quebec	5.250%	1-Jun-2034	1,657,000	2,113,768	2,195,319	
First Nations Finance Authority	3.400%	26-Jun-2024	200,000	212,478	210,617	
First Nations Finance Authority	3.050%	1-Jun-2028	250,000	244,680	261,482	
Hydro-Quebec	5.000%	15-Feb-2045	1,758,000	2,341,312	2,566,388	
Hydro-Quebec	4.000%	15-Feb-2055	3,530,000	4,480,438	4,790,204	
Municipal Finance Authority of British Columbia	1.650%	19-Apr-2021	500,000	502,450	498,956	
Municipal Finance Authority of British Columbia	3.350%	1-Jun-2022	250,000	258,311	258,457	
Municipal Finance Authority of British Columbia	2.150%	1-Dec-2022	525,000	525,851	528,161	
Municipal Finance Authority of British Columbia	2.600%	23-Apr-2023	440,000	439,740	448,920	
Municipal Finance Authority of British Columbia	2.800%	3-Dec-2023	510,000	510,831	525,188	
Municipal Finance Authority of British Columbia	2.150%	3-Jun-2024	925,000	930,681	928,159	
Municipal Finance Authority of British Columbia	2.950%	14-Oct-2024	500,000	514,632	519,560	
Municipal Finance Authority of British Columbia	2.650%	2-Oct-2025	150,000	149,393	153,951	
Municipal Finance Authority of British Columbia	2.500%	19-Apr-2026	700,000	708,249	711,900	
Municipal Finance Authority of British Columbia	3.050%	23-Oct-2028	770,000	781,045	811,517	
Municipal Finance Authority of British Columbia	2.550%	9-Oct-2029	400,000	418,878	405,569	
Newfoundland & Labrador Hydro	3.600%	1-Dec-2045	400,000	416,274	450,147	
Ontario Electricity Financial Corp.	8.500%	26-May-2025	400,000	555,048	527,116	
OPB Finance Trust	1.880%	24-Feb-2022	651,000	642,915	649,772	
OPB Finance Trust	2.950%	2-Feb-2026	275,000	274,857	284,848	
OPB Finance Trust	2.980%	25-Jan-2027	510,000	512,385	528,846	
Province of Alberta	1.350%	1-Sep-2021	2,765,000	2,731,537	2,743,825	
Province of Alberta	1.600%	1-Sep-2022	700,000	694,568	694,734	
Province of Alberta	2.550%	15-Dec-2022	1,750,000	1,789,108	1,781,496	
Province of Alberta	2.650%	1-Sep-2023	1,150,000	1,160,505	1,177,040	
Province of Alberta	3.400%	1-Dec-2023	400,000	417,277	421,069	
Province of Alberta	3.100%	1-Jun-2024	775,000	811,528	809,255	
Province of Alberta	2.350%	1-Jun-2025	3,050,000	3,039,526	3,083,634	
Province of Alberta	2.200%	1-Jun-2026	3,245,000	3,213,663	3,242,024	
Province of Alberta	2.550%	1-Jun-2027	3,150,000	3,129,255	3,202,349	
Province of Alberta	2.900%	1-Dec-2028	3,080,000	3,119,974	3,212,758	
Province of Alberta	2.900%	20-Sep-2029	1,290,000	1,311,774	1,346,229	
Province of Alberta	2.050%	1-Jun-2030	2,180,000	2,159,209	2,110,055	
Province of Alberta	3.500%	1-Jun-2031	1,275,000	1,381,756	1,404,534	
Province of Alberta	3.900%	1-Dec-2033	1,325,000	1,473,616	1,532,057	
Province of Alberta	4.500%	1-Dec-2040	435,000	538,476	563,482	
Province of Alberta	3.450%	1-Dec-2043	2,400,000	2,580,364	2,740,782	
Province of Alberta	3.300%	1-Dec-2046	9,585,000	10,200,511	10,796,415	
Province of Alberta	3.050%	1-Dec-2048	3,275,000	3,232,429	3,558,621	
Province of Alberta	3.100%	1-Jun-2050	1,380,000	1,404,906	1,522,281	
Province of British Columbia	3.250%	18-Dec-2021	2,150,000	2,261,422	2,208,955	
Province of British Columbia	2.700%	18-Dec-2022	1,350,000	1,391,828	1,382,139	
Province of British Columbia	8.000%	8-Sep-2023	137,000	197,786	166,229	
Province of British Columbia	3.300%	18-Dec-2023	1,725,000	1,840,910	1,813,819	
Province of British Columbia	9.000%	23-Aug-2024	35,000	52,113	45,730	
Province of British Columbia	2.850%	18-Jun-2025	2,100,000	2,195,976	2,187,149	
Province of British Columbia	2.300%	18-Jun-2026	1,400,000	1,397,556	1,416,109	
Province of British Columbia	2.550%	18-Jun-2027	1,050,000	1,054,584	1,075,900	
Province of British Columbia	6.150%	19-Nov-2027	50,000	67,793	63,979	
Province of British Columbia	2.950%	18-Dec-2028	1,745,000	1,807,147	1,844,324	
Province of British Columbia	5.700%	18-Jun-2029	2,722,000	3,561,717	3,509,970	
Province of British Columbia	2.200%	18-Jun-2030	1,015,000	1,013,522	1,006,925	
Province of British Columbia	6.350%	18-Jun-2031	1,763,000	2,499,505	2,469,633	
Province of British Columbia	5.400%	18-Jun-2035	940,000	1,273,162	1,301,475	

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Province of British Columbia	4.700%	18-Jun-2037	1,238,000	1,554,087	1,633,016	
Province of British Columbia	4.950%	18-Jun-2040	1,800,000	2,382,135	2,515,059	
Province of British Columbia	4.300%	18-Jun-2042	2,768,000	3,429,121	3,641,883	
Province of British Columbia	3.200%	18-Jun-2044	4,865,000	5,127,269	5,528,654	
Province of British Columbia	2.800%	18-Jun-2048	4,410,000	4,345,097	4,746,523	
Province of British Columbia	2.950%	18-Jun-2050	1,860,000	1,940,585	2,077,723	
Province of Manitoba	1.550%	5-Sep-2021	1,140,000	1,129,296	1,134,911	
Province of Manitoba	3.850%	1-Dec-2021	500,000	551,516	518,613	
Province of Manitoba	2.550%	2-Jun-2023	2,755,000	2,804,168	2,809,751	
Province of Manitoba	3.300%	2-Jun-2024	825,000	867,621	869,026	
Province of Manitoba	2.450%	2-Jun-2025	1,710,000	1,715,552	1,738,057	
Province of Manitoba	4.400%	5-Sep-2025	418,000	468,584	467,791	
Province of Manitoba	7.750%	22-Dec-2025	48,000	66,003	62,835	
Province of Manitoba	2.550%	2-Jun-2026	1,800,000	1,823,932	1,836,778	
Province of Manitoba	2.600%	2-Jun-2027	1,400,000	1,387,362	1,428,435	
Province of Manitoba	3.000%	2-Jun-2028	1,575,000	1,596,045	1,652,068	
Province of Manitoba	2.750%	2-Jun-2029	915,000	942,668	943,401	
Province of Manitoba	3.250%	5-Sep-2029	400,000	412,002	428,625	
Province of Manitoba	6.300%	5-Mar-2031	700,000	992,022	958,996	
Province of Manitoba	5.700%	5-Mar-2037	663,000	891,993	943,155	
Province of Manitoba	4.600%	5-Mar-2038	868,000	1,051,595	1,112,191	
Province of Manitoba	4.650%	5-Mar-2040	728,000	903,322	952,985	
Province of Manitoba	4.100%	5-Mar-2041	1,204,000	1,412,376	1,484,061	
Province of Manitoba	4.400%	5-Mar-2042	350,000	418,496	451,446	
Province of Manitoba	3.350%	5-Mar-2043	400,000	406,037	447,955	
Province of Manitoba	4.050%	5-Sep-2045	1,925,000	2,273,970	2,423,138	
Province of Manitoba	2.850%	5-Sep-2046	2,680,000	2,578,173	2,782,525	
Province of Manitoba	3.400%	5-Sep-2048	1,450,000	1,539,035	1,673,565	
Province of Manitoba	3.200%	5-Mar-2050	825,000	855,489	925,312	
Province of Manitoba	3.150%	5-Sep-2052	250,000	236,823	278,321	
Province of New Brunswick	3.350%	3-Dec-2021	826,000	878,849	848,867	
Province of New Brunswick	1.550%	4-May-2022	950,000	928,523	942,571	
Province of New Brunswick	2.850%	2-Jun-2023	1,050,000	1,083,177	1,080,279	
Province of New Brunswick	3.650%	3-Jun-2024	850,000	914,905	906,321	
Province of New Brunswick	2.600%	14-Aug-2026	550,000	542,208	561,638	
Province of New Brunswick	2.350%	14-Aug-2027	1,000,000	978,709	1,000,395	
Province of New Brunswick	3.100%	14-Aug-2028	670,000	690,090	706,452	
Province of New Brunswick	5.650%	27-Dec-2028	380,000	479,200	476,626	
Province of New Brunswick	5.500%	27-Jan-2034	525,000	697,498	700,343	
Province of New Brunswick	4.650%	26-Sep-2035	660,000	780,972	824,205	
Province of New Brunswick	4.550%	26-Mar-2037	945,000	1,129,294	1,180,081	
Province of New Brunswick	4.800%	26-Sep-2039	922,000	1,148,827	1,207,389	
Province of New Brunswick	4.800%	3-Jun-2041	750,000	942,034	997,699	
Province of New Brunswick	3.550%	3-Jun-2043	995,000	1,050,857	1,132,714	
Province of New Brunswick	3.800%	14-Aug-2045	1,675,000	1,869,392	2,000,096	
Province of New Brunswick	3.100%	14-Aug-2048	850,000	851,822	914,793	
Province of New Brunswick	3.050%	14-Aug-2050	560,000	578,210	600,233	
Province of New Brunswick	3.550%	3-Jun-2055	125,000	126,196	147,689	
Province of Newfoundland and Labrador	10.950%	15-Apr-2021	18,000	28,122	20,036	
Province of Newfoundland and Labrador	1.950%	2-Jun-2022	700,000	700,110	700,123	
Province of Newfoundland and Labrador	2.300%	2-Jun-2025	900,000	880,936	903,435	
Province of Newfoundland and Labrador	3.000%	2-Jun-2026	1,075,000	1,109,859	1,116,793	
Province of Newfoundland and Labrador	6.150%	17-Apr-2028	200,000	263,808	254,134	
Province of Newfoundland and Labrador	2.850%	2-Jun-2028	1,300,000	1,311,872	1,332,356	
Province of Newfoundland and Labrador	2.850%	2-Jun-2029	560,000	575,818	574,264	
Province of Newfoundland and Labrador	6.550%	17-Oct-2030	650,000	898,255	886,943	
Province of Newfoundland and Labrador	5.600%	17-Oct-2033	332,000	416,244	438,336	
Province of Newfoundland and Labrador	5.700%	17-Oct-2035	200,000	250,140	273,093	
Province of Newfoundland and Labrador	4.500%	17-Apr-2037	350,000	407,109	427,670	
Province of Newfoundland and Labrador	4.650%	17-Oct-2040	609,000	720,191	774,661	
Province of Newfoundland and Labrador	3.300%	17-Oct-2046	1,790,000	1,772,786	1,922,498	
Province of Newfoundland and Labrador	3.700%	17-Oct-2048	895,000	978,031	1,038,805	
Province of Newfoundland and Labrador	2.650%	17-Oct-2050	560,000	554,908	534,305	
Province of Nova Scotia	4.100%	1-Jun-2021	902,000	979,144	930,489	
Province of Nova Scotia	2.150%	1-Jun-2025	400,000	398,821	401,110	
Province of Nova Scotia	6.600%	1-Jun-2027	200,000	274,316	258,853	

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Province of Nova Scotia	2.100%	1-Jun-2027	650,000	630,534	643,049	
Province of Nova Scotia	6.600%	1-Dec-2031	200,000	290,797	285,250	
Province of Nova Scotia	5.800%	1-Jun-2033	550,000	755,740	755,919	
Province of Nova Scotia	4.900%	1-Jun-2035	450,000	575,419	585,868	
Province of Nova Scotia	4.500%	1-Jun-2037	817,000	985,468	1,037,649	
Province of Nova Scotia	4.700%	1-Jun-2041	653,000	801,832	878,496	
Province of Nova Scotia	4.400%	1-Jun-2042	1,050,000	1,316,282	1,371,691	
Province of Nova Scotia	3.450%	1-Jun-2045	500,000	544,271	580,323	
Province of Nova Scotia	3.150%	1-Dec-2051	1,075,000	1,178,676	1,217,014	
Province of Nova Scotia	3.500%	2-Jun-2062	865,000	907,426	1,078,473	
Province of Ontario	4.000%	2-Jun-2021	8,818,000	9,511,149	9,085,478	
Province of Ontario	1.350%	8-Mar-2022	6,150,000	6,035,509	6,083,797	
Province of Ontario	3.150%	2-Jun-2022	11,675,000	12,300,029	12,024,713	
Province of Ontario	9.500%	13-Jul-2022	1,142,000	1,579,885	1,353,149	
Province of Ontario	1.950%	27-Jan-2023	1,800,000	1,801,401	1,802,489	
Province of Ontario	2.850%	2-Jun-2023	11,400,000	11,826,600	11,743,639	
Province of Ontario	8.100%	8-Sep-2023	823,000	1,173,682	1,001,127	
Province of Ontario	2.600%	8-Sep-2023	5,100,000	5,127,746	5,213,272	
Province of Ontario	7.500%	7-Feb-2024	550,000	767,495	667,285	
Province of Ontario	3.500%	2-Jun-2024	10,975,000	11,769,190	11,656,966	
Province of Ontario	2.300%	8-Sep-2024	3,315,000	3,346,517	3,353,403	
Province of Ontario	2.650%	5-Feb-2025	2,100,000	2,130,903	2,159,369	
Province of Ontario	2.600%	2-Jun-2025	13,350,000	13,635,309	13,697,606	
Province of Ontario	8.500%	2-Dec-2025	602,000	934,235	811,136	
Province of Ontario	8.000%	2-Jun-2026	205,000	298,548	276,514	
Province of Ontario	2.400%	2-Jun-2026	8,650,000	8,707,279	8,772,796	
Province of Ontario	7.600%	2-Jun-2027	965,000	1,445,168	1,316,342	
Province of Ontario	2.600%	2-Jun-2027	10,445,000	10,528,966	10,701,138	
Province of Ontario	2.900%	2-Jun-2028	8,165,000	8,238,889	8,548,102	
Province of Ontario	6.500%	8-Mar-2029	6,278,000	8,578,890	8,427,203	
Province of Ontario	2.700%	2-Jun-2029	7,400,000	7,622,435	7,650,263	
Province of Ontario	6.200%	2-Jun-2031	2,482,000	3,460,566	3,426,485	
Province of Ontario	5.850%	8-Mar-2033	3,819,000	5,241,370	5,278,052	
Province of Ontario	5.600%	2-Jun-2035	5,806,000	7,906,699	8,114,033	
Province of Ontario	4.700%	2-Jun-2037	7,558,000	9,474,130	9,875,867	
Province of Ontario	4.600%	2-Jun-2039	6,254,000	7,853,098	8,216,745	
Province of Ontario	4.650%	2-Jun-2041	7,745,000	9,896,579	10,438,040	
Province of Ontario	3.500%	2-Jun-2043	9,325,000	10,156,773	10,912,866	
Province of Ontario	3.450%	2-Jun-2045	13,053,000	14,111,157	15,292,176	
Province of Ontario	2.900%	2-Dec-2046	17,585,000	17,405,059	18,862,868	
Province of Ontario	2.800%	2-Jun-2048	12,490,000	12,295,587	13,232,605	
Province of Ontario	2.900%	2-Jun-2049	12,030,000	12,145,127	13,027,705	
Province of Ontario	2.650%	2-Dec-2050	3,760,000	3,967,969	3,889,407	
Province of Prince Edward Island	6.100%	29-Jul-2027	37,000	43,833	46,271	
Province of Prince Edward Island	5.700%	15-Jun-2035	46,000	52,852	62,905	
Province of Prince Edward Island	4.650%	19-Nov-2037	211,000	245,993	265,503	
Province of Prince Edward Island	4.600%	19-May-2041	192,000	222,140	246,561	
Province of Prince Edward Island	3.600%	17-Jan-2053	200,000	197,088	234,329	
Province of Quebec	4.250%	1-Dec-2021	7,210,000	7,928,314	7,536,923	
Province of Quebec	3.500%	1-Dec-2022	6,535,000	7,005,434	6,833,223	
Province of Quebec	9.375%	16-Jan-2023	1,909,000	2,702,964	2,324,972	
Province of Quebec	2.450%	1-Mar-2023	300,000	299,067	305,097	
Province of Quebec	3.000%	1-Sep-2023	6,295,000	6,579,768	6,529,646	
Province of Quebec	3.750%	1-Sep-2024	6,150,000	6,689,080	6,622,126	
Province of Quebec	5.350%	1-Jun-2025	300,000	370,078	348,912	
Province of Quebec	2.750%	1-Sep-2025	5,750,000	5,933,528	5,954,557	
Province of Quebec	8.500%	1-Apr-2026	2,439,000	3,574,401	3,334,043	
Province of Quebec	2.500%	1-Sep-2026	5,920,000	5,990,180	6,048,728	
Province of Quebec	2.750%	1-Sep-2027	5,535,000	5,622,021	5,739,972	
Province of Quebec	2.750%	1-Sep-2028	5,575,000	5,592,279	5,792,532	
Province of Quebec	2.300%	1-Sep-2029	4,515,000	4,565,162	4,528,883	
Province of Quebec	6.000%	1-Oct-2029	3,312,000	4,479,498	4,371,315	
Province of Quebec	6.250%	1-Jun-2032	3,688,000	5,197,275	5,198,483	
Province of Quebec	5.750%	1-Dec-2036	3,544,000	4,949,956	5,138,320	
Province of Quebec	5.000%	1-Dec-2038	4,103,000	5,358,963	5,635,666	
Province of Quebec	5.000%	1-Dec-2041	7,628,000	10,224,277	10,821,455	

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Province of Quebec	4.250%	1-Dec-2043	7,090,000	8,793,003	9,318,387	
Province of Quebec	3.500%	1-Dec-2045	12,830,000	14,070,212	15,279,255	
Province of Quebec	3.500%	1-Dec-2048	9,715,000	10,963,146	11,760,776	
Province of Quebec	3.100%	1-Dec-2051	2,325,000	2,566,457	2,656,498	
Province of Saskatchewan	9.600%	4-Feb-2022	41,000	60,937	47,423	
Province of Saskatchewan	3.200%	3-Jun-2024	1,025,000	1,087,889	1,075,476	
Province of Saskatchewan	2.550%	2-Jun-2026	1,085,000	1,100,661	1,107,890	
Province of Saskatchewan	2.650%	2-Jun-2027	900,000	904,493	922,662	
Province of Saskatchewan	3.050%	2-Dec-2028	1,300,000	1,347,565	1,371,719	
Province of Saskatchewan	5.750%	5-Mar-2029	350,000	458,791	446,892	
Province of Saskatchewan	2.200%	2-Jun-2030	260,000	261,313	255,311	
Province of Saskatchewan	6.400%	5-Sep-2031	399,000	547,604	558,037	
Province of Saskatchewan	5.800%	5-Sep-2033	675,000	929,694	928,899	
Province of Saskatchewan	5.600%	5-Sep-2035	325,000	441,824	451,272	
Province of Saskatchewan	5.000%	5-Mar-2037	260,000	320,922	345,810	
Province of Saskatchewan	4.750%	1-Jun-2040	1,230,000	1,589,790	1,638,692	
Province of Saskatchewan	3.400%	3-Feb-2042	700,000	727,607	790,023	
Province of Saskatchewan	3.900%	2-Jun-2045	1,460,000	1,667,334	1,805,086	
Province of Saskatchewan	2.750%	2-Dec-2046	2,820,000	2,637,962	2,892,453	
Province of Saskatchewan	3.300%	2-Jun-2048	2,400,000	2,575,485	2,736,281	
Province of Saskatchewan	3.100%	2-Jun-2050	1,135,000	1,233,534	1,257,794	
Province of Saskatchewan	3.750%	5-Mar-2054	300,000	344,640	379,188	
Royal Office Finance LP	5.209%	12-Nov-2032	615,018	753,618	754,675	
South Coast British Columbia Transportation Authority	3.050%	4-Jun-2025	200,000	201,992	208,474	
South Coast British Columbia Transportation Authority	3.250%	23-Nov-2028	500,000	499,280	532,350	
South Coast British Columbia Transportation Authority	4.450%	9-Jun-2044	550,000	678,430	714,360	
South Coast British Columbia Transportation Authority	3.150%	16-Nov-2048	200,000	203,578	217,009	
South Coast British Columbia Transportation Authority	2.650%	29-Oct-2050	350,000	348,985	346,140	
South Coast British Columbia Transportation Authority	3.850%	9-Feb-2052	250,000	270,851	309,556	
				563,066,953	578,140,104	34.63
Municipal Bonds						
City of Montreal	4.500%	1-Dec-2021	400,000	442,390	419,489	
City of Montreal	3.500%	1-Sep-2023	650,000	679,101	682,972	
City of Montreal	3.500%	1-Sep-2024	400,000	417,394	423,855	
City of Montreal	3.000%	1-Sep-2025	350,000	360,943	364,246	
City of Montreal	2.750%	1-Sep-2026	550,000	560,758	564,919	
City of Montreal	3.000%	1-Sep-2027	850,000	856,003	883,718	
City of Montreal	3.150%	1-Sep-2028	745,000	757,644	784,084	
City of Montreal	2.300%	1-Sep-2029	600,000	598,428	590,307	
City of Montreal	4.250%	1-Dec-2032	550,000	625,577	645,005	
City of Montreal	4.100%	1-Dec-2034	500,000	539,888	584,360	
City of Montreal	3.150%	1-Dec-2036	600,000	605,671	632,177	
City of Montreal	3.500%	1-Dec-2038	660,000	678,024	729,749	
City of Ottawa	4.400%	22-Oct-2033	100,000	119,750	119,829	
City of Ottawa	4.600%	14-Jul-2042	300,000	356,300	392,395	
City of Ottawa	3.050%	23-Apr-2046	200,000	191,024	210,795	
City of Ottawa	3.250%	10-Nov-2047	275,000	301,505	302,484	
City of Ottawa	3.100%	27-Jul-2048	550,000	542,528	588,772	
City of Ottawa	4.200%	30-Jul-2053	210,000	268,245	278,170	
City of Toronto	6.800%	26-Jul-2021	100,000	126,760	107,457	
City of Toronto	3.500%	6-Dec-2021	500,000	529,562	514,932	
City of Toronto	3.900%	29-Sep-2023	350,000	397,195	372,888	
City of Toronto	3.400%	21-May-2024	400,000	420,632	420,987	
City of Toronto	2.450%	6-Feb-2025	200,000	199,510	202,338	
City of Toronto	2.400%	24-Jun-2026	400,000	389,994	402,527	
City of Toronto	2.400%	7-Jun-2027	775,000	765,954	775,427	
City of Toronto	2.650%	9-Nov-2029	350,000	354,606	355,460	
City of Toronto	2.950%	28-Apr-2035	300,000	282,741	308,854	
City of Toronto	3.500%	2-Jun-2036	860,000	887,541	946,288	
City of Toronto	2.600%	24-Sep-2039	350,000	351,400	340,397	
City of Toronto	4.150%	10-Mar-2044	350,000	389,023	433,923	
City of Toronto	3.250%	24-Jun-2046	295,000	292,687	320,746	
City of Toronto	3.200%	1-Aug-2048	300,000	299,253	327,723	
City of Toronto	2.800%	22-Nov-2049	280,000	279,490	281,366	
City of Vancouver	3.700%	18-Oct-2052	200,000	249,072	244,434	

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
City of Winnipeg	5.200%	17-Jul-2036	100,000	122,564	131,603	
City of Winnipeg	4.100%	1-Jun-2045	200,000	219,458	246,116	
City of Winnipeg	4.300%	15-Nov-2051	450,000	546,492	593,033	
Greater Toronto Airports Authority	7.050%	12-Jun-2030	481,000	676,183	672,485	
Halifax International Airport Authority	4.888%	15-Nov-2050	34,000	32,325	45,599	
Municipal Finance Authority of British Columbia	4.150%	1-Jun-2021	703,000	778,591	725,633	
Municipal Finance Authority of British Columbia	3.750%	26-Sep-2023	500,000	541,870	531,163	
Municipal Finance Authority of British Columbia	4.950%	1-Dec-2027	473,000	561,521	561,913	
Ontario School Boards Financing Corp.	5.483%	26-Nov-2029	73,259	77,185	83,655	
Regional Municipality of Halton	3.150%	6-Apr-2045	100,000	99,579	106,527	
Regional Municipality of Peel	2.300%	2-Nov-2026	300,000	298,174	299,136	
Regional Municipality of Peel	4.250%	2-Dec-2033	200,000	199,204	236,303	
Regional Municipality of Peel	5.100%	29-Jun-2040	552,000	702,717	753,344	
Regional Municipality of Peel	3.850%	30-Oct-2042	250,000	264,458	296,100	
Regional Municipality of York	4.000%	30-Jun-2021	300,000	327,208	309,366	
Regional Municipality of York	2.600%	15-Dec-2025	700,000	707,927	713,781	
Regional Municipality of York	2.350%	9-Jun-2027	300,000	286,340	299,571	
Regional Municipality of York	2.650%	18-Apr-2029	475,000	481,334	483,274	
Regional Municipality of York	4.000%	31-May-2032	375,000	413,741	429,251	
Regional Municipality of York	3.650%	13-May-2033	350,000	360,875	388,761	
Regional Municipality of York	4.050%	1-May-2034	350,000	382,397	406,770	
Regional Municipality of York	4.150%	18-Nov-2041	50,000	52,928	61,375	
Regional Municipality of York	3.750%	13-May-2043	100,000	109,090	116,931	
				23,358,754	24,044,763	1.44
Corporate Bonds						
407 International Inc.	4.300%	26-May-2021	452,000	492,079	463,616	
407 International Inc.	2.470%	8-Sep-2022	320,000	319,931	322,002	
407 International Inc.	3.350%	16-May-2024	500,000	527,569	522,073	
407 International Inc.	2.430%	4-May-2027	350,000	349,562	351,295	
407 International Inc.	6.470%	27-Jul-2029	250,000	331,750	331,886	
407 International Inc.	3.140%	6-Mar-2030	525,000	542,762	548,070	
407 International Inc.	3.430%	1-Jun-2033	300,000	299,170	319,906	
407 International Inc.	5.960%	3-Dec-2035	350,000	459,370	486,720	
407 International Inc.	5.750%	14-Feb-2036	600,000	789,800	801,912	
407 International Inc.	4.450%	15-Nov-2041	250,000	286,823	305,605	
407 International Inc.	4.190%	25-Apr-2042	500,000	561,908	590,366	
407 International Inc.	3.650%	8-Sep-2044	500,000	504,676	551,334	
407 International Inc.	3.300%	27-Mar-2045	200,000	183,956	208,676	
407 International Inc.	3.830%	11-May-2046	550,000	564,961	626,994	
407 International Inc.	3.600%	21-May-2047	375,000	387,091	413,383	
407 International Inc.	3.720%	11-May-2048	550,000	556,703	619,472	
407 International Inc.	3.670%	8-Mar-2049	425,000	442,907	476,118	
407 International Inc.	3.980%	11-Sep-2052	300,000	298,673	355,083	
407 International Inc.	4.680%	7-Oct-2053	200,000	227,100	266,579	
Aéroports De Montreal	6.950%	16-Apr-2032	331,614	425,106	423,804	
Aéroports De Montreal	6.550%	11-Oct-2033	400,000	553,555	568,475	
Aéroports De Montreal	5.670%	16-Oct-2037	550,000	718,273	762,169	
Aéroports De Montreal	3.919%	26-Sep-2042	400,000	435,606	469,114	
Aéroports de Montreal	3.918%	12-Jun-2045	200,000	238,460	236,886	
Aéroports de Montreal	3.360%	24-Apr-2047	350,000	364,960	381,721	
AIMCo Realty Investors LP	2.266%	26-Jun-2024	350,000	346,400	348,441	
AIMCo Realty Investors LP	3.367%	1-Jun-2027	225,000	225,000	236,897	
AIMCo Realty Investors LP	3.043%	1-Jun-2028	400,000	400,050	412,097	
AIMCo Realty Investors LP	2.712%	1-Jun-2029	900,000	911,805	903,752	
Alberta Capital Finance Authority	4.450%	15-Dec-2025	250,000	289,625	279,909	
Alberta Powerline LP	4.065%	1-Dec-2053	211,051	211,051	239,054	
Alberta Powerline LP	4.065%	1-Mar-2054	608,000	636,420	687,753	
Alectra Inc.	4.521%	29-Apr-2021	316,000	350,066	326,108	
Alectra Inc.	3.239%	21-Nov-2024	100,000	100,000	104,315	
Alectra Inc.	2.488%	17-May-2027	725,000	716,600	728,609	
Alectra Inc.	5.297%	29-Apr-2041	200,000	255,000	272,294	
Alectra Inc.	3.958%	30-Jul-2042	150,000	158,340	173,983	
Alectra Inc.	3.458%	12-Apr-2049	350,000	375,718	381,935	
Algonquin Power Co.	4.820%	15-Feb-2021	100,000	99,940	102,763	
Algonquin Power Co.	4.650%	15-Feb-2022	50,000	49,932	52,330	

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Algonquin Power Co.	4.090%	17-Feb-2027	300,000	307,929	317,585	
Algonquin Power Co.	4.600%	29-Jan-2029	425,000	431,792	463,610	
Alimentation Couche-Tard Inc.	3.899%	1-Nov-2022	250,000	264,088	260,338	
Alimentation Couche-Tard Inc.	3.056%	26-Jul-2024	560,000	560,738	567,025	
Alimentation Couche-Tard Inc.	3.600%	2-Jun-2025	650,000	665,058	671,761	
Alliance Pipeline LP/Canada	5.546%	31-Dec-2023	27,148	29,015	28,155	
Alliance Pipeline LP/Canada	6.765%	31-Dec-2025	165,464	195,889	189,474	
Allied Properties Real Estate Investment Trust	3.934%	14-Nov-2022	100,000	100,000	103,966	
Allied Properties Real Estate Investment Trust	3.636%	21-Apr-2025	200,000	200,000	206,958	
Allied Properties Real Estate Investment Trust	3.113%	8-Apr-2027	350,000	350,692	348,533	
Allied Properties Real Estate Investment Trust	3.394%	15-Aug-2029	300,000	300,000	298,748	
AltaGas Canada Inc.	3.150%	6-Apr-2026	200,000	199,988	203,904	
AltaGas Canada Inc.	4.260%	5-Dec-2028	300,000	299,781	327,327	
AltaGas Ltd.	3.720%	28-Sep-2021	400,000	413,549	409,500	
AltaGas Ltd.	2.609%	16-Dec-2022	550,000	550,896	551,553	
AltaGas Ltd.	3.570%	12-Jun-2023	300,000	304,527	308,624	
AltaGas Ltd.	4.400%	15-Mar-2024	200,000	212,918	212,272	
AltaGas Ltd.	3.840%	15-Jan-2025	400,000	424,674	416,411	
AltaGas Ltd.	4.120%	7-Apr-2026	250,000	258,135	264,006	
AltaGas Ltd.	3.980%	4-Oct-2027	325,000	329,855	340,125	
AltaGas Ltd.	5.160%	13-Jan-2044	100,000	112,520	113,172	
AltaGas Ltd.	4.500%	15-Aug-2044	200,000	188,935	207,452	
AltaGas Ltd.	4.990%	4-Oct-2047	220,000	222,318	247,449	
AltaLink Investments LP	2.244%	7-Mar-2022	350,000	353,565	350,951	
AltaLink LP	2.978%	28-Nov-2022	200,000	212,458	204,950	
AltaLink LP	3.668%	6-Nov-2023	550,000	584,404	581,229	
AltaLink LP	3.399%	6-Jun-2024	300,000	312,526	314,462	
AltaLink LP	2.747%	29-May-2026	400,000	405,186	411,350	
AltaLink LP	5.249%	22-Sep-2036	200,000	246,794	260,706	
AltaLink LP	5.381%	26-Mar-2040	211,000	292,478	288,005	
AltaLink LP	4.872%	15-Nov-2040	111,000	123,784	143,533	
AltaLink LP	4.462%	8-Nov-2041	200,000	238,486	247,938	
Altalink LP	3.990%	30-Jun-2042	450,000	447,505	525,910	
Altalink LP	4.922%	17-Sep-2043	400,000	498,220	531,915	
AltaLink LP	4.054%	21-Nov-2044	200,000	214,421	237,393	
AltaLink LP	4.090%	30-Jun-2045	250,000	252,594	299,286	
AltaLink LP	3.717%	3-Dec-2046	500,000	518,668	569,094	
Altalink LP	4.446%	11-Jul-2053	400,000	456,044	522,833	
Arrow Lakes Power Corp.	5.516%	5-Apr-2041	23,190	23,470	28,186	
Artis Real Estate Investment Trust	3.674%	22-Feb-2021	350,000	352,180	353,821	
Asian Development Bank	4.650%	16-Feb-2027	103,000	105,443	119,554	
Atco Ltd.	5.500%	1-Nov-2078	180,000	180,000	197,182	
bciMC Realty Corp.	2.100%	3-Jun-2021	250,000	249,903	250,199	
bciMC Realty Corp.	3.510%	29-Jun-2022	300,000	314,112	310,216	
bciMC Realty Corp.	2.150%	11-Aug-2022	310,000	306,152	310,317	
bciMC Realty Corp.	2.840%	3-Jun-2025	500,000	503,096	511,258	
bciMC Realty Corp.	3.000%	31-Mar-2027	450,000	456,500	464,419	
Bell Canada Inc.	4.950%	19-May-2021	550,000	601,364	570,401	
Bell Canada Inc.	3.150%	29-Sep-2021	675,000	691,359	685,485	
Bell Canada Inc.	2.000%	1-Oct-2021	800,000	798,886	797,556	
Bell Canada Inc.	3.000%	3-Oct-2022	1,650,000	1,664,959	1,679,403	
Bell Canada Inc.	3.350%	22-Mar-2023	950,000	995,528	976,057	
Bell Canada Inc.	4.700%	11-Sep-2023	480,000	533,221	514,838	
Bell Canada Inc.	2.700%	27-Feb-2024	900,000	904,479	905,134	
Bell Canada Inc.	2.750%	29-Jan-2025	575,000	577,241	577,031	
Bell Canada Inc.	3.350%	12-Mar-2025	575,000	578,508	592,893	
Bell Canada Inc.	3.550%	2-Mar-2026	900,000	926,564	935,888	
Bell Canada Inc.	2.900%	12-Aug-2026	625,000	613,270	627,117	
Bell Canada Inc.	3.600%	29-Sep-2027	850,000	861,321	885,960	
Bell Canada Inc.	3.800%	21-Aug-2028	1,025,000	1,034,634	1,082,671	
Bell Canada Inc.	6.550%	1-May-2029	300,000	384,629	378,163	
Bell Canada Inc.	2.900%	10-Sep-2029	550,000	545,319	539,788	
Bell Canada Inc.	7.850%	2-Apr-2031	380,000	528,848	533,172	
Bell Canada Inc.	7.300%	23-Feb-2032	200,000	271,080	272,173	
Bell Canada Inc.	9.700%	15-Dec-2032	100,000	162,390	156,996	
Bell Canada Inc.	6.100%	16-Mar-2035	450,000	553,162	576,482	

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Bell Canada Inc.	6.170%	26-Feb-2037	200,000	246,140	259,664	
Bell Canada Inc.	4.750%	29-Sep-2044	400,000	422,615	458,612	
Bell Canada Inc.	4.350%	18-Dec-2045	550,000	538,835	598,445	
Bell Canada Inc.	4.450%	27-Feb-2047	350,000	360,495	387,333	
BMW Canada Inc.	2.800%	28-Jan-2021	400,000	400,186	402,923	
BMW Canada Inc.	1.830%	15-Jun-2021	400,000	395,450	398,072	
BMW Canada Inc.	2.570%	6-Aug-2021	235,000	234,843	236,419	
BMW Canada Inc.	2.150%	26-Nov-2021	150,000	149,988	149,888	
BMW Canada Inc.	2.410%	27-Nov-2023	300,000	300,431	299,413	
Bow Centre Street LP	3.690%	14-Jun-2021	100,000	100,000	100,014	
Bow Centre Street LP	3.693%	14-Jun-2022	168,379	168,360	168,384	
Bow Centre Street LP	3.797%	13-Jun-2023	500,000	510,982	498,887	
British Columbia Ferry Services Inc.	6.250%	13-Oct-2034	432,000	581,745	605,322	
British Columbia Ferry Services Inc.	5.581%	11-Jan-2038	333,000	401,991	455,444	
British Columbia Ferry Services Inc.	4.702%	23-Oct-2043	400,000	482,178	517,788	
British Columbia Ferry Services Inc.	2.794%	15-Oct-2049	475,000	468,510	462,932	
Broadcast Centre Trust	7.530%	1-May-2027	19,139	24,017	22,697	
Brookfield Asset Management Inc.	5.300%	1-Mar-2021	200,000	223,992	206,903	
Brookfield Asset Management Inc.	4.540%	31-Mar-2023	600,000	636,932	637,473	
Brookfield Asset Management Inc.	5.040%	8-Mar-2024	450,000	493,188	488,380	
Brookfield Asset Management Inc.	4.820%	28-Jan-2026	800,000	869,573	877,331	
Brookfield Asset Management Inc.	3.800%	16-Mar-2027	415,000	410,008	433,045	
Brookfield Asset Management Inc.	5.950%	14-Jun-2035	521,000	581,821	636,790	
Brookfield Infrastructure Finance ULC	3.452%	11-Mar-2022	550,000	558,059	562,333	
Brookfield Infrastructure Finance ULC	3.315%	22-Feb-2024	700,000	706,714	713,616	
Brookfield Infrastructure Finance ULC	4.193%	11-Sep-2028	600,000	609,546	630,745	
Brookfield Infrastructure Finance ULC	3.410%	9-Oct-2029	450,000	450,000	444,129	
Brookfield Property Finance ULC	4.115%	19-Oct-2021	700,000	707,764	719,138	
Brookfield Property Finance ULC	4.346%	3-Jul-2023	440,000	445,026	456,974	
Brookfield Property Finance ULC	4.300%	1-Mar-2024	800,000	814,653	829,613	
Brookfield Renewable Partners ULC	4.790%	7-Feb-2022	500,000	531,146	525,050	
Brookfield Renewable Partners ULC	3.752%	2-Jun-2025	500,000	499,380	522,888	
Brookfield Renewable Partners ULC	3.630%	15-Jan-2027	465,000	463,188	482,041	
Brookfield Renewable Partners ULC	4.250%	15-Jan-2029	435,000	449,629	467,482	
Brookfield Renewable Partners ULC	3.380%	15-Jan-2030	500,000	503,053	501,660	
Brookfield Renewable Partners ULC	5.840%	5-Nov-2036	213,000	242,359	261,837	
Brookfield Renewable Partners ULC	4.290%	5-Nov-2049	565,000	571,498	573,150	
Bruce Power LP	2.844%	23-Jun-2021	725,000	733,680	731,161	
Bruce Power LP	3.000%	21-Jun-2024	550,000	543,874	558,281	
Bruce Power LP	3.969%	23-Jun-2026	725,000	747,428	766,587	
Bruce Power LP	4.010%	21-Jun-2029	600,000	616,386	632,362	
Bruce Power LP	4.132%	21-Jun-2033	750,000	762,571	794,076	
Bruce Power LP	4.746%	21-Jun-2049	500,000	506,861	558,896	
Cadillac Fairview Finance Trust	4.310%	25-Jan-2021	610,000	677,964	625,267	
Cameco Corp.	3.750%	14-Nov-2022	300,000	306,331	306,530	
Cameco Corp.	4.190%	24-Jun-2024	500,000	513,160	516,949	
Cameco Corp.	5.090%	14-Nov-2042	100,000	99,954	100,231	
Canadian Imperial Bank of Commerce	1.900%	26-Apr-2021	1,300,000	1,296,061	1,297,365	
Canadian Imperial Bank of Commerce	1.640%	12-Jul-2021	1,525,000	1,517,486	1,515,135	
Canadian Imperial Bank of Commerce	2.900%	14-Sep-2021	945,000	948,579	957,702	
Canadian Imperial Bank of Commerce	2.040%	21-Mar-2022	1,060,000	1,060,380	1,058,207	
Canadian Imperial Bank of Commerce	2.300%	11-Jul-2022	1,760,000	1,758,055	1,765,860	
Canadian Imperial Bank of Commerce	2.470%	5-Dec-2022	1,250,000	1,250,089	1,259,940	
Canadian Imperial Bank of Commerce	2.430%	9-Jun-2023	1,275,000	1,274,656	1,277,054	
Canadian Imperial Bank of Commerce	2.970%	11-Jul-2023	1,500,000	1,504,645	1,537,777	
Canadian Imperial Bank of Commerce	3.290%	15-Jan-2024	1,150,000	1,159,807	1,186,257	
Canadian Imperial Bank of Commerce	2.350%	28-Aug-2024	1,575,000	1,572,176	1,562,717	
Canadian Imperial Bank of Commerce	3.300%	26-May-2025	1,635,000	1,660,588	1,716,118	
Canadian Imperial Bank of Commerce	3.420%	26-Jan-2026	900,000	913,857	910,977	
Canadian Imperial Bank of Commerce	3.450%	4-Apr-2028	1,200,000	1,209,030	1,230,909	
Canadian Imperial Bank of Commerce	2.950%	19-Jun-2029	1,600,000	1,603,550	1,606,785	
Canadian National Railway Co.	2.750%	18-Feb-2021	150,000	156,563	151,014	
Canadian National Railway Co.	2.800%	22-Sep-2025	250,000	254,120	256,638	
Canadian National Railway Co.	3.200%	31-Jul-2028	415,000	427,001	435,730	
Canadian National Railway Co.	3.000%	8-Feb-2029	300,000	299,612	310,159	
Canadian National Railway Co.	3.950%	22-Sep-2045	430,000	468,814	495,218	

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Canadian National Railway Co.	3.600%	1-Aug-2047	450,000	449,501	493,173	
Canadian National Railway Co.	3.600%	31-Jul-2048	515,000	524,857	564,423	
Canadian National Railway Co.	3.600%	8-Feb-2049	375,000	372,523	411,726	
Canadian National Railway Co.	3.050%	8-Feb-2050	350,000	347,092	348,619	
Canadian Natural Resources Ltd.	3.310%	11-Feb-2022	925,000	936,214	943,280	
Canadian Natural Resources Ltd.	3.550%	3-Jun-2024	550,000	557,620	566,931	
Canadian Natural Resources Ltd.	3.420%	1-Dec-2026	550,000	546,108	562,592	
Canadian Natural Resources Ltd.	4.850%	30-May-2047	350,000	351,615	407,353	
Canadian Pacific Railway Co.	5.100%	14-Jan-2022	100,000	112,860	105,452	
Canadian Pacific Railway Co.	3.150%	13-Mar-2029	725,000	732,021	741,661	
Canadian Pacific Railway Co.	6.450%	17-Nov-2039	403,000	542,687	585,112	
Canadian Tire Corp., Ltd.	3.167%	6-Jul-2023	500,000	505,923	510,473	
Canadian Tire Corp., Ltd.	6.445%	24-Feb-2034	222,000	258,254	287,080	
Canadian Tire Corp., Ltd.	5.610%	4-Sep-2035	200,000	228,496	243,097	
Canadian Utilities Ltd.	3.122%	9-Nov-2022	550,000	571,330	565,551	
Canadian Western Bank	2.881%	1-Mar-2021	390,000	392,270	392,886	
Canadian Western Bank	2.788%	13-Sep-2021	545,000	546,374	549,238	
Canadian Western Bank	2.833%	14-Mar-2022	325,000	325,540	328,125	
Canadian Western Bank	2.737%	16-Jun-2022	350,000	350,000	352,446	
Canadian Western Bank	2.924%	15-Dec-2022	275,000	274,374	278,236	
Canadian Western Bank	2.597%	6-Sep-2024	375,000	372,840	372,520	
Canadian Western Bank	3.668%	11-Jun-2029	275,000	275,000	275,422	
Capital City Link General Partnership	4.386%	31-Mar-2046	661,975	710,319	748,005	
Capital Desjardins Inc.	4.954%	15-Dec-2026	500,000	543,896	524,896	
Capital Power Corp.	4.284%	18-Sep-2024	525,000	535,194	548,345	
Capital Power Corp.	4.986%	23-Jan-2026	250,000	250,000	267,907	
Capital Power Corp.	4.424%	8-Feb-2030	275,000	278,877	279,687	
CARDS II Trust	2.427%	15-Nov-2024	800,000	801,564	801,122	
Caterpillar Financial Services Ltd.	2.800%	8-Jun-2021	330,000	331,924	332,971	
Caterpillar Financial Services Ltd.	2.090%	12-Sep-2022	350,000	349,920	348,479	
CCL Industries Inc.	3.864%	13-Apr-2028	350,000	347,344	365,108	
Central 1 Credit Union	2.600%	7-Nov-2022	525,000	522,898	526,867	
Central 1 Credit Union	2.584%	6-Dec-2023	200,000	200,000	199,606	
Central 1 Credit Union	3.060%	14-Oct-2026	200,000	199,918	201,733	
Centre Hospitalier de l'Universite de Montreal	4.448%	1-Oct-2049	200,000	258,090	256,265	
Chartwell Retirement Residences	3.786%	11-Dec-2023	200,000	200,000	206,249	
Chartwell Retirement Residences	4.211%	28-Apr-2025	325,000	332,784	340,844	
Chip Mortgage Trust	2.981%	15-Nov-2021	100,000	100,000	100,725	
Choice Properties LP	3.600%	20-Sep-2021	300,000	304,714	305,440	
Choice Properties LP	3.600%	20-Sep-2022	400,000	418,470	410,639	
Choice Properties Real Estate Investment Trust	3.498%	8-Feb-2021	200,000	210,470	202,614	
Choice Properties Real Estate Investment Trust	2.951%	18-Jan-2023	55,000	54,998	55,587	
Choice Properties Real Estate Investment Trust	3.196%	7-Mar-2023	200,000	205,402	203,638	
Choice Properties Real Estate Investment Trust	4.903%	5-Jul-2023	300,000	319,247	320,989	
Choice Properties Real Estate Investment Trust	4.293%	8-Feb-2024	200,000	209,070	211,090	
Choice Properties Real Estate Investment Trust	3.556%	9-Sep-2024	550,000	551,574	566,354	
Choice Properties Real Estate Investment Trust	3.546%	10-Jan-2025	330,000	323,761	339,422	
Choice Properties Real Estate Investment Trust	4.055%	24-Nov-2025	200,000	202,556	210,855	
Choice Properties Real Estate Investment Trust	4.178%	8-Mar-2028	825,000	842,345	875,847	
Choice Properties Real Estate Investment Trust	3.532%	11-Jun-2029	800,000	803,000	809,887	
CI Financial Corp.	2.775%	25-Nov-2021	150,000	150,000	150,804	
CI Financial Corp.	3.520%	20-Jul-2023	450,000	453,180	457,983	
CI Financial Corp.	3.215%	22-Jul-2024	350,000	351,029	349,330	
CI Financial Corp.	3.904%	27-Sep-2027	310,000	311,980	313,918	
CIBC Capital Trust	10.250%	30-Jun-2108	187,000	267,419	215,494	
City of Montreal Canada	6.000%	1-Jun-2043	570,000	829,053	885,843	
City of Toronto Canada	5.200%	1-Jun-2040	602,000	770,236	827,545	
City of Toronto Canada	4.700%	10-Jun-2041	350,000	437,487	457,207	
City Of Toronto Canada	3.800%	13-Dec-2042	400,000	431,922	468,360	
Clover LP	4.216%	30-Jun-2034	246,112	255,956	257,548	
Coast Capital Savings Credit Union	5.000%	3-May-2028	260,000	259,896	270,578	
Cogeco Communications Inc.	4.925%	14-Feb-2022	100,000	109,113	104,703	
Cogeco Communications Inc.	4.175%	26-May-2023	350,000	366,263	364,634	
Concordia University/Canada	6.550%	2-Sep-2042	150,000	232,206	236,163	
Cordelio Amalco GP I	4.087%	30-Sep-2034	325,662	325,662	340,157	
Crombie Real Estate Investment Trust	3.962%	1-Jun-2021	300,000	306,128	306,002	

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Crombie Real Estate Investment Trust	4.066%	21-Nov-2022	80,000	80,000	82,657	
Crombie Real Estate Investment Trust	4.800%	31-Jan-2025	300,000	309,164	319,643	
Crombie Real Estate Investment Trust	3.677%	26-Aug-2026	125,000	125,000	124,802	
Crombie Real Estate Investment Trust	3.917%	21-Jun-2027	50,000	50,000	50,245	
Crosslinx Transit Solutions GP	4.651%	30-Sep-2046	640,000	678,799	687,654	
CT Real Estate Investment Trust	2.159%	1-Jun-2021	100,000	100,000	99,913	
CT Real Estate Investment Trust	2.852%	9-Jun-2022	150,000	150,000	151,630	
CT Real Estate Investment Trust	3.527%	9-Jun-2025	200,000	200,183	206,139	
CT Real Estate Investment Trust	3.289%	1-Jun-2026	150,000	150,000	152,262	
CT Real Estate Investment Trust	3.469%	16-Jun-2027	300,000	306,546	305,736	
CT Real Estate Investment Trust	3.865%	7-Dec-2027	200,000	199,992	208,365	
CU Inc.	4.801%	22-Nov-2021	200,000	212,822	209,965	
CU Inc.	9.920%	1-Apr-2022	50,000	76,885	58,244	
CU Inc.	9.400%	1-May-2023	28,000	40,300	34,255	
CU Inc.	6.215%	6-Mar-2024	200,000	232,860	230,432	
CU Inc.	5.563%	26-May-2028	100,000	124,396	122,352	
CU Inc.	5.896%	20-Nov-2034	200,000	267,270	271,962	
CU Inc.	5.183%	21-Nov-2035	150,000	181,200	192,372	
CU Inc.	5.032%	20-Nov-2036	200,000	239,960	254,478	
CU Inc.	5.556%	30-Oct-2037	150,000	181,145	202,710	
CU Inc.	5.580%	26-May-2038	240,000	288,194	326,743	
CU Inc.	6.500%	7-Mar-2039	71,000	98,142	106,236	
CU Inc.	4.543%	24-Oct-2041	600,000	682,746	741,531	
CU Inc.	3.805%	10-Sep-2042	450,000	448,876	504,981	
CU Inc.	4.722%	9-Sep-2043	600,000	736,924	767,276	
CU Inc.	4.085%	2-Sep-2044	875,000	945,970	1,028,832	
CU Inc.	3.964%	27-Jul-2045	550,000	599,562	638,232	
CU Inc.	3.763%	19-Nov-2046	400,000	418,244	451,829	
CU Inc.	3.548%	22-Nov-2047	550,000	567,260	600,395	
CU Inc.	3.950%	23-Nov-2048	350,000	351,250	409,345	
CU Inc.	2.963%	7-Sep-2049	425,000	420,804	418,106	
CU Inc.	4.947%	18-Nov-2050	13,000	12,788	17,845	
CU Inc.	3.857%	14-Nov-2052	100,000	100,200	115,931	
CU Inc.	4.558%	7-Nov-2053	150,000	176,401	195,774	
CU Inc.	4.211%	29-Oct-2055	200,000	200,000	247,389	
CU Inc.	4.593%	24-Oct-2061	200,000	221,122	269,176	
CU Inc.	3.825%	11-Sep-2062	200,000	202,250	232,525	
Daimler Canada Finance Inc.	1.910%	8-Jul-2021	375,000	374,904	372,686	
Daimler Canada Finance Inc.	2.230%	16-Dec-2021	500,000	501,111	498,363	
Daimler Canada Finance Inc.	3.050%	16-May-2022	500,000	502,395	506,704	
Daimler Canada Finance Inc.	3.300%	16-Aug-2022	350,000	350,483	356,753	
Daimler Canada Finance Inc.	2.570%	22-Nov-2022	325,000	324,272	324,972	
Daimler Canada Finance Inc.	2.540%	21-Aug-2023	450,000	449,638	447,644	
Daimler Canada Finance Inc.	2.970%	13-Mar-2024	250,000	249,955	251,959	
Dollarama Inc.	2.337%	22-Jul-2021	570,000	569,651	570,499	
Dollarama Inc.	2.203%	10-Nov-2022	208,000	206,177	206,834	
Dollarama Inc.	3.550%	6-Nov-2023	475,000	474,183	489,754	
Eagle Credit Card Trust	2.631%	17-Oct-2022	115,000	115,000	116,043	
Eagle Credit Card Trust	3.042%	17-Jul-2023	280,000	279,164	286,500	
Eagle Credit Card Trust	2.220%	17-Jul-2024	250,000	250,180	248,230	
Emera Inc.	2.900%	16-Jun-2023	600,000	604,432	606,738	
Empire Life Insurance Co.	3.383%	16-Dec-2026	200,000	200,000	203,359	
Empire Life Insurance Co.	3.664%	15-Mar-2028	180,000	180,000	185,668	
Enbridge Gas Inc.	2.760%	2-Jun-2021	200,000	203,314	201,816	
Enbridge Gas Inc.	4.770%	17-Dec-2021	150,000	171,272	157,746	
Enbridge Gas Inc.	4.850%	25-Apr-2022	50,000	56,903	53,107	
Enbridge Gas Inc.	3.790%	10-Jul-2023	350,000	373,243	367,874	
Enbridge Gas Inc.	3.150%	22-Aug-2024	350,000	360,951	363,410	
Enbridge Gas Inc.	3.310%	11-Sep-2025	325,000	336,100	342,216	
Enbridge Gas Inc.	3.190%	17-Sep-2025	275,000	277,229	287,874	
Enbridge Gas Inc.	8.650%	10-Nov-2025	32,000	44,590	42,444	
Enbridge Gas Inc.	2.810%	1-Jun-2026	400,000	403,682	410,432	
Enbridge Gas Inc.	2.500%	5-Aug-2026	400,000	401,355	403,267	
Enbridge Gas Inc.	2.880%	22-Nov-2027	200,000	194,506	205,769	
Enbridge Gas Inc.	6.100%	19-May-2028	250,000	314,725	311,007	
Enbridge Gas Inc.	2.370%	9-Aug-2029	450,000	450,443	443,948	

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Enbridge Gas Inc.	5.210%	25-Feb-2036	400,000	480,131	512,099	
Enbridge Gas Inc.	5.460%	11-Sep-2036	200,000	241,536	263,831	
Enbridge Gas Inc.	6.050%	2-Sep-2038	300,000	399,068	428,175	
Enbridge Gas Inc.	5.200%	23-Jul-2040	203,000	249,768	269,157	
Enbridge Gas Inc.	4.880%	21-Jun-2041	400,000	486,931	513,153	
Enbridge Gas Inc.	4.500%	23-Nov-2043	200,000	221,790	248,268	
Enbridge Gas Inc.	4.200%	2-Jun-2044	450,000	483,544	536,949	
Enbridge Gas Inc.	4.000%	22-Aug-2044	325,000	323,221	376,795	
Enbridge Gas Inc.	3.800%	1-Jun-2046	235,000	251,605	266,319	
Enbridge Gas Inc.	3.590%	22-Nov-2047	200,000	199,122	219,895	
Enbridge Gas Inc.	3.510%	29-Nov-2047	330,000	330,490	358,644	
Enbridge Gas Inc.	3.010%	9-Aug-2049	375,000	377,934	372,564	
Enbridge Gas Inc.	4.950%	22-Nov-2050	251,000	290,009	345,389	
Enbridge Inc.	4.260%	1-Feb-2021	50,000	54,275	51,075	
Enbridge Inc.	3.160%	11-Mar-2021	400,000	404,271	403,905	
Enbridge Inc.	4.850%	22-Feb-2022	300,000	319,060	315,799	
Enbridge Inc.	3.190%	5-Dec-2022	750,000	760,091	766,739	
Enbridge Inc.	3.940%	13-Jan-2023	300,000	325,839	312,985	
Enbridge Inc.	3.940%	30-Jun-2023	550,000	578,008	574,189	
Enbridge Inc.	3.950%	19-Nov-2024	500,000	515,696	527,877	
Enbridge Inc.	3.200%	8-Jun-2027	400,000	394,349	407,147	
Enbridge Inc.	2.990%	3-Oct-2029	875,000	872,863	863,498	
Enbridge Inc.	7.220%	24-Jul-2030	150,000	190,752	197,184	
Enbridge Inc.	7.200%	18-Jun-2032	260,000	326,059	347,186	
Enbridge Inc.	5.570%	14-Nov-2035	100,000	119,137	120,130	
Enbridge Inc.	5.750%	2-Sep-2039	200,000	225,902	248,658	
Enbridge Inc.	4.240%	27-Aug-2042	750,000	718,439	782,674	
Enbridge Inc.	4.570%	11-Mar-2044	875,000	902,666	958,785	
Enbridge Inc.	4.870%	21-Nov-2044	200,000	208,634	228,399	
Enbridge Inc.	4.560%	28-Mar-2064	100,000	99,922	108,421	
Enbridge Inc.	5.375%	27-Sep-2077	1,505,000	1,499,511	1,510,022	
Enbridge Inc.	6.625%	12-Apr-2078	800,000	822,007	868,082	
Enbridge Pipelines Inc.	2.930%	30-Nov-2022	200,000	203,204	203,709	
Enbridge Pipelines Inc.	3.790%	17-Aug-2023	300,000	319,143	314,167	
Enbridge Pipelines Inc.	8.200%	15-Feb-2024	50,000	72,323	60,473	
Enbridge Pipelines Inc.	3.450%	29-Sep-2025	550,000	578,211	575,166	
Enbridge Pipelines Inc.	3.000%	10-Aug-2026	380,000	380,325	387,728	
Enbridge Pipelines Inc.	6.550%	17-Nov-2027	56,000	65,468	67,730	
Enbridge Pipelines Inc.	3.520%	22-Feb-2029	675,000	690,831	710,262	
Enbridge Pipelines Inc.	5.080%	19-Dec-2036	150,000	176,067	178,414	
Enbridge Pipelines Inc.	5.350%	10-Nov-2039	321,000	371,942	398,133	
Enbridge Pipelines Inc.	5.330%	6-Apr-2040	300,000	350,955	371,320	
Enbridge Pipelines Inc.	4.550%	17-Aug-2043	200,000	217,579	227,834	
Enbridge Pipelines Inc.	4.550%	29-Sep-2045	325,000	327,081	372,780	
Enbridge Pipelines Inc.	4.130%	9-Aug-2046	420,000	437,638	453,632	
Enbridge Pipelines Inc.	4.330%	22-Feb-2049	550,000	573,628	616,557	
Energir Inc.	5.450%	12-Jul-2021	200,000	234,303	209,926	
Energir Inc.	9.000%	16-May-2025	100,000	140,411	132,054	
Energir Inc.	6.300%	31-Oct-2033	250,000	327,875	344,783	
Energir Inc.	5.700%	10-Jul-2036	100,000	124,281	135,533	
Energir Inc.	3.280%	9-Oct-2046	200,000	198,249	211,909	
Energir Inc.	3.530%	16-May-2047	320,000	342,578	352,677	
ENMAX Corp.	2.922%	18-Oct-2022	325,000	325,890	328,269	
Enmax Corp.	3.805%	5-Dec-2024	200,000	201,380	207,435	
ENMAX Corp.	3.331%	2-Jun-2025	375,000	376,843	379,971	
ENMAX Corp.	3.836%	5-Jun-2028	425,000	429,600	435,564	
ENMAX Corp.	3.876%	18-Oct-2029	225,000	225,000	229,281	
EPCOR Utilities Inc.	6.800%	28-Jun-2029	150,000	196,211	201,593	
EPCOR Utilities Inc.	5.650%	16-Nov-2035	234,000	294,118	311,698	
EPCOR Utilities Inc.	6.650%	15-Apr-2038	169,000	244,592	254,149	
EPCOR Utilities Inc.	5.750%	24-Nov-2039	172,000	206,972	240,361	
EPCOR Utilities Inc.	4.550%	28-Feb-2042	400,000	492,110	495,807	
EPCOR Utilities Inc.	3.554%	27-Nov-2047	350,000	349,958	381,885	
EPCOR Utilities Inc.	3.949%	26-Nov-2048	300,000	334,714	350,045	
EPCOR Utilities Inc.	3.106%	8-Jul-2049	250,000	253,716	252,246	
Equitable Bank	3.198%	16-Apr-2021	200,000	201,756	201,582	

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Equitable Bank	2.948%	26-Sep-2022	125,000	125,000	125,544	
Fair Hydro Trust	3.357%	15-May-2033	550,000	570,313	592,560	
Fair Hydro Trust	3.520%	15-May-2038	910,000	979,399	1,012,696	
Fairfax Financial Holdings Ltd.	5.840%	14-Oct-2022	300,000	327,474	325,521	
Fairfax Financial Holdings Ltd.	4.500%	22-Mar-2023	450,000	461,502	474,608	
Fairfax Financial Holdings Ltd.	4.950%	3-Mar-2025	200,000	215,575	216,270	
Fairfax Financial Holdings Ltd.	4.700%	16-Dec-2026	450,000	458,369	478,696	
Fairfax Financial Holdings Ltd.	4.250%	6-Dec-2027	650,000	646,726	669,966	
Fairfax Financial Holdings Ltd.	4.230%	14-Jun-2029	525,000	524,748	533,877	
Federated Co-Operatives Ltd.	3.917%	17-Jun-2025	150,000	150,000	155,175	
Federation des Caisses Desjardins du Quebec	2.091%	17-Jan-2022	925,000	928,999	924,760	
Federation des Caisses Desjardins du Quebec	2.394%	25-Aug-2022	850,000	850,566	854,948	
Federation des Caisses Desjardins du Quebec	3.056%	11-Sep-2023	715,000	721,334	735,445	
Federation des Caisses Desjardins du Quebec	2.417%	4-Oct-2024	1,000,000	1,000,037	994,653	
Fifth Avenue LP	4.710%	5-Aug-2021	39,754	39,754	40,564	
Finning International Inc.	2.840%	29-Sep-2021	150,000	150,000	151,245	
Finning International Inc.	2.626%	14-Aug-2026	300,000	297,603	294,345	
Finning International Inc.	5.077%	13-Jun-2042	100,000	103,422	122,204	
First Capital Realty Inc.	4.500%	1-Mar-2021	200,000	219,940	204,728	
First Capital Realty Inc.	4.430%	31-Jan-2022	150,000	159,675	155,740	
First Capital Realty Inc.	3.950%	5-Dec-2022	200,000	210,990	207,294	
First Capital Realty Inc.	3.900%	30-Oct-2023	400,000	422,026	415,178	
First Capital Realty Inc.	4.790%	30-Aug-2024	250,000	266,829	268,773	
First Capital Realty Inc.	4.323%	31-Jul-2025	400,000	424,863	421,889	
First Capital Realty Inc.	3.604%	6-May-2026	250,000	256,604	253,348	
First Capital Realty Inc.	3.456%	22-Jan-2027	300,000	301,560	299,293	
First Capital Realty Inc.	3.753%	12-Jul-2027	200,000	200,000	202,448	
First National Financial Corp.	3.582%	25-Nov-2024	175,000	175,000	174,921	
First Nations ETF LP	4.136%	31-Dec-2041	450,719	451,130	478,223	
Ford Credit Canada Co.	2.580%	10-May-2021	785,000	785,576	781,524	
Ford Credit Canada Co.	3.279%	2-Jul-2021	300,000	303,879	301,237	
Ford Credit Canada Co.	2.710%	23-Feb-2022	655,000	652,700	647,880	
Ford Credit Canada Co.	2.766%	22-Jun-2022	550,000	537,578	542,334	
Ford Credit Canada Co.	3.349%	19-Sep-2022	650,000	649,047	648,189	
Ford Credit Canada Co.	3.742%	8-May-2023	745,000	742,970	745,748	
Ford Credit Canada Co.	4.460%	13-Nov-2024	575,000	578,048	580,210	
Fortified Trust	1.670%	23-Jul-2021	790,000	779,060	783,748	
Fortified Trust	2.340%	23-Jan-2023	400,000	400,760	400,588	
Fortified Trust	2.558%	23-Mar-2024	700,000	702,186	704,725	
Fortis Inc.	2.850%	12-Dec-2023	510,000	513,302	518,325	
FortisAlberta Inc.	3.300%	30-Sep-2024	150,000	158,378	156,657	
FortisAlberta Inc.	6.220%	31-Oct-2034	66,000	76,516	91,086	
FortisAlberta Inc.	5.370%	30-Oct-2039	178,000	203,321	238,223	
FortisAlberta Inc.	4.850%	11-Sep-2043	350,000	437,880	452,708	
FortisAlberta Inc.	4.110%	29-Sep-2044	50,000	49,992	58,899	
FortisAlberta Inc.	4.270%	22-Sep-2045	100,000	106,812	120,701	
FortisAlberta Inc.	3.340%	21-Sep-2046	300,000	308,058	314,308	
FortisAlberta Inc.	4.990%	3-Jan-2047	227,000	270,906	306,480	
FortisAlberta Inc.	3.734%	18-Sep-2048	245,000	238,174	275,255	
FortisAlberta Inc.	4.800%	27-Oct-2050	11,000	10,506	14,708	
FortisAlberta Inc.	3.980%	23-Oct-2052	220,000	229,428	259,600	
FortisBC Energy Inc.	6.950%	21-Sep-2029	250,000	341,219	341,673	
FortisBC Energy Inc.	6.500%	1-May-2034	230,000	325,819	326,154	
FortisBC Energy Inc.	5.900%	26-Feb-2035	321,000	417,518	436,863	
FortisBC Energy Inc.	5.550%	25-Sep-2036	200,000	249,360	268,922	
FortisBC Energy Inc.	6.000%	2-Oct-2037	100,000	132,860	141,684	
FortisBC Energy Inc.	6.050%	15-Feb-2038	41,000	51,497	58,576	
FortisBC Energy Inc.	5.800%	13-May-2038	221,000	293,146	309,783	
FortisBC Energy Inc.	6.550%	24-Feb-2039	125,000	171,886	189,595	
FortisBC Energy Inc.	5.200%	6-Dec-2040	13,000	12,907	17,472	
FortisBC Energy Inc.	3.375%	13-Apr-2045	200,000	192,456	214,088	
FortisBC Energy Inc.	3.670%	9-Apr-2046	200,000	231,402	225,376	
FortisBC Energy Inc.	3.780%	6-Mar-2047	130,000	132,005	149,182	
FortisBC Energy Inc.	3.690%	30-Oct-2047	145,000	146,762	164,443	
FortisBC Energy Inc.	3.850%	7-Dec-2048	350,000	376,009	408,279	
FortisBC Energy Inc.	2.820%	9-Aug-2049	150,000	149,910	145,385	

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
FortisBC Inc.	5.600%	9-Nov-2035	174,000	204,497	228,003	
FortisBC Inc.	6.100%	2-Jun-2039	400,000	552,604	573,545	
FortisBC Inc.	4.000%	28-Oct-2044	350,000	379,976	404,524	
FortisBC Inc.	5.000%	24-Nov-2050	121,000	139,818	165,719	
GE Capital Canada Funding Co.	4.600%	26-Jan-2022	550,000	613,478	568,947	
General Motors Financial of Canada Ltd.	3.000%	26-Feb-2021	400,000	397,522	402,111	
General Motors Financial of Canada Ltd.	2.600%	1-Jun-2022	350,000	346,284	348,025	
General Motors Financial of Canada Ltd.	3.250%	7-Nov-2023	525,000	524,979	526,223	
Genworth MI Canada Inc.	4.242%	1-Apr-2024	150,000	151,689	157,484	
George Weston Ltd.	4.115%	17-Jun-2024	300,000	307,530	314,268	
Gibson Energy Inc.	3.600%	30-Sep-2029	550,000	550,534	553,041	
Glacier Credit Card Trust	2.048%	20-Sep-2022	550,000	543,132	546,333	
Glacier Credit Card Trust	3.138%	20-Sep-2023	415,000	413,790	426,539	
Glacier Credit Card Trust	2.280%	6-Jun-2024	500,000	500,000	496,812	
Grand Renewable Solar LP	3.926%	31-Jan-2035	127,564	127,564	130,479	
Granite REIT Holdings LP	3.788%	5-Jul-2021	200,000	208,448	203,716	
Granite REIT Holdings LP	3.873%	30-Nov-2023	515,000	522,780	533,567	
Greater Toronto Airports Authority	3.040%	21-Sep-2022	350,000	355,678	358,153	
Greater Toronto Airports Authority	6.450%	3-Dec-2027	492,000	654,932	634,400	
Greater Toronto Airports Authority	2.730%	3-Apr-2029	450,000	453,221	459,185	
Greater Toronto Airports Authority	6.450%	30-Jul-2029	173,612	221,991	208,361	
Greater Toronto Airports Authority	7.100%	4-Jun-2031	685,000	992,229	979,095	
Greater Toronto Airports Authority	6.980%	15-Oct-2032	500,000	716,732	727,419	
Greater Toronto Airports Authority	6.470%	2-Feb-2034	600,000	865,796	857,288	
Greater Toronto Airports Authority	3.260%	1-Jun-2037	720,000	735,474	763,577	
Greater Toronto Airports Authority	2.750%	17-Oct-2039	700,000	708,731	694,793	
Greater Toronto Airports Authority	5.630%	7-Jun-2040	350,000	480,869	498,962	
Greater Toronto Airports Authority	5.300%	25-Feb-2041	800,000	1,053,619	1,107,973	
Greater Toronto Airports Authority	4.530%	2-Dec-2041	300,000	351,184	381,307	
Great-West Lifeco Inc.	3.337%	28-Feb-2028	625,000	640,296	658,081	
Great-West Lifeco Inc.	6.740%	24-Nov-2031	300,000	399,345	416,537	
Great-West Lifeco Inc.	6.670%	21-Mar-2033	315,000	423,017	438,677	
Great-West Lifeco Inc.	5.998%	16-Nov-2039	471,000	623,261	665,520	
H&R Real Estate Investment Trust	2.923%	6-May-2022	410,000	409,054	413,260	
H&R Real Estate Investment Trust	3.416%	23-Jan-2023	250,000	250,568	254,883	
H&R Real Estate Investment Trust	3.369%	30-Jan-2024	235,000	235,867	238,574	
Halifax International Airport Authority	5.503%	19-Jul-2041	325,000	439,997	444,964	
Hamilton Health Sciences Corp.	3.683%	17-Jan-2059	150,000	150,000	172,585	
HCN Canadian Holdings-I LP	2.950%	15-Jan-2027	200,000	199,782	200,222	
Health Montreal Collective LP	6.721%	30-Sep-2049	1,500,000	1,973,290	2,064,976	
Honda Canada Finance Inc.	2.155%	18-Feb-2021	375,000	377,034	375,147	
Honda Canada Finance Inc.	1.823%	7-Dec-2021	445,000	443,654	441,842	
Honda Canada Finance Inc.	2.268%	15-Jul-2022	365,000	362,902	364,798	
Honda Canada Finance Inc.	2.488%	19-Dec-2022	350,000	351,086	351,388	
Honda Canada Finance Inc.	2.537%	1-Mar-2023	500,000	493,714	502,601	
Honda Canada Finance Inc.	3.176%	28-Aug-2023	440,000	440,149	451,266	
Honda Canada Finance Inc.	2.500%	4-Jun-2024	375,000	375,890	374,506	
Honda Canada Finance Inc.	3.444%	23-May-2025	550,000	558,058	572,471	
Hospital for Sick Children	3.416%	7-Dec-2057	300,000	296,063	335,429	
Hospital Infrastructure Partners NOH Partnership	5.439%	31-Jan-2045	749,326	906,886	907,410	
HSBC Bank Canada	2.449%	29-Jan-2021	1,000,000	1,002,052	1,003,755	
HSBC Bank Canada	2.908%	29-Sep-2021	950,000	974,567	961,961	
HSBC Bank Canada	2.170%	29-Jun-2022	1,000,000	982,881	997,366	
HSBC Bank Canada	2.253%	15-Sep-2022	825,000	825,915	823,634	
HSBC Bank Canada	2.542%	31-Jan-2023	1,525,000	1,525,514	1,533,162	
HSBC Bank Canada	3.245%	15-Sep-2023	1,330,000	1,341,658	1,367,666	
Husky Energy Inc.	3.550%	12-Mar-2025	725,000	736,698	743,365	
Husky Energy Inc.	3.600%	10-Mar-2027	780,000	784,232	797,586	
Hydro One Inc.	1.840%	24-Feb-2021	400,000	394,355	399,248	
Hydro One Inc.	2.570%	25-Jun-2021	400,000	401,132	403,086	
Hydro One Inc.	3.200%	13-Jan-2022	600,000	626,269	613,293	
Hydro One Inc.	2.540%	5-Apr-2024	700,000	700,084	709,722	
Hydro One Inc.	2.970%	26-Jun-2025	330,000	334,874	341,832	
Hydro One Inc.	2.770%	24-Feb-2026	400,000	397,735	410,462	
Hydro One Inc.	3.020%	5-Apr-2029	500,000	503,073	519,899	
Hydro One Inc.	7.350%	3-Jun-2030	550,000	774,919	773,622	

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Hydro One Inc.	6.930%	1-Jun-2032	310,000	436,722	440,702	
Hydro One Inc.	6.350%	31-Jan-2034	300,000	412,950	417,706	
Hydro One Inc.	5.360%	20-May-2036	776,000	962,870	1,013,479	
Hydro One Inc.	6.030%	3-Mar-2039	453,000	601,873	647,054	
Hydro One Inc.	5.490%	16-Jul-2040	550,000	701,947	752,929	
Hydro One Inc.	4.390%	26-Sep-2041	350,000	387,716	423,782	
Hydro One Inc.	4.590%	9-Oct-2043	350,000	411,290	439,469	
Hydro One Inc.	4.170%	6-Jun-2044	300,000	341,128	356,403	
Hydro One Inc.	3.910%	23-Feb-2046	300,000	311,022	345,592	
Hydro One Inc.	5.000%	19-Oct-2046	300,000	359,370	406,662	
Hydro One Inc.	3.720%	18-Nov-2047	300,000	308,912	337,300	
Hydro One Inc.	3.630%	25-Jun-2049	750,000	762,358	832,946	
Hydro One Inc.	3.640%	5-Apr-2050	278,000	277,388	309,868	
Hydro One Inc.	4.000%	22-Dec-2051	180,000	177,586	213,711	
Hydro One Inc.	3.790%	31-Jul-2062	275,000	268,912	318,311	
Hydro Ottawa Holding Inc.	2.614%	3-Feb-2025	200,000	199,590	202,432	
Hydro Ottawa Holding Inc.	3.639%	2-Feb-2045	400,000	401,412	426,060	
Hydro-Quebec	10.500%	15-Oct-2021	100,000	150,813	115,036	
Hydro-Quebec	9.625%	15-Jul-2022	1,102,000	1,476,746	1,312,912	
Hydro-Quebec	6.000%	15-Aug-2031	500,000	664,955	679,909	
Hydro-Quebec	6.500%	15-Feb-2035	2,573,000	3,803,224	3,868,640	
Hydro-Quebec	6.000%	15-Feb-2040	1,731,000	2,518,006	2,666,555	
Hydro-Quebec	5.000%	15-Feb-2050	1,957,000	2,772,537	2,993,532	
iA Financial Corp Inc.	3.072%	24-Sep-2031	400,000	401,038	401,837	
IGM Financial Inc.	3.440%	26-Jan-2027	450,000	465,308	463,649	
IGM Financial Inc.	6.650%	13-Dec-2027	200,000	249,246	247,772	
IGM Financial Inc.	7.000%	31-Dec-2032	288,000	375,540	387,676	
IGM Financial Inc.	6.000%	10-Dec-2040	116,000	147,043	152,448	
IGM Financial Inc.	4.560%	25-Jan-2047	150,000	151,642	169,433	
IGM Financial Inc.	4.115%	9-Dec-2047	305,000	321,796	321,608	
IGM Financial Inc.	4.174%	13-Jul-2048	225,000	225,000	240,202	
IGM Financial Inc.	4.206%	21-Mar-2050	350,000	350,918	376,984	
Industrial Alliance Insurance & Financial Services Inc.	2.640%	23-Feb-2027	400,000	399,334	402,006	
Industrial Alliance Insurance & Financial Services Inc.	3.300%	15-Sep-2028	330,000	329,918	338,716	
Intact Financial Corp.	4.700%	18-Aug-2021	125,000	132,592	129,901	
Intact Financial Corp.	3.770%	2-Mar-2026	325,000	333,283	343,338	
Intact Financial Corp.	2.850%	7-Jun-2027	350,000	349,941	349,945	
Intact Financial Corp.	6.400%	23-Nov-2039	405,000	553,335	583,911	
Intact Financial Corp.	5.160%	16-Jun-2042	175,000	201,110	225,158	
Integrated Team Solutions PCH Partnership	4.875%	31-May-2046	191,923	207,411	225,583	
Integrated Team Solutions SJHC Partnership	5.946%	30-Nov-2042	236,111	289,411	301,339	
Inter Pipeline Ltd.	4.967%	2-Feb-2021	400,000	429,560	411,201	
Inter Pipeline Ltd.	3.776%	30-May-2022	350,000	360,003	360,569	
Inter Pipeline Ltd.	2.608%	13-Sep-2023	300,000	302,448	299,105	
Inter Pipeline Ltd.	2.734%	18-Apr-2024	420,000	418,641	419,159	
Inter Pipeline Ltd.	3.173%	24-Mar-2025	375,000	376,269	379,289	
Inter Pipeline Ltd.	3.484%	16-Dec-2026	390,000	386,658	398,422	
Inter Pipeline Ltd.	4.637%	30-May-2044	600,000	619,490	653,899	
Inter-American Development Bank	4.400%	26-Jan-2026	897,000	1,026,073	1,014,251	
International Bank for Reconstruction & Development	1.250%	18-Mar-2021	300,000	297,804	298,383	
International Bank for Reconstruction & Development	2.200%	18-Jan-2022	1,010,000	1,009,737	1,017,392	
International Bank for Reconstruction & Development	2.250%	17-Jan-2023	800,000	795,359	809,240	
International Bank for Reconstruction & Development	2.500%	3-Aug-2023	925,000	921,420	945,033	
International Bank for Reconstruction & Development	1.800%	26-Jul-2024	2,575,000	2,580,868	2,552,236	
International Bank of Reconstruction & Development	1.950%	20-Sep-2029	300,000	299,565	292,983	
Ivanhoe Cambridge II Inc.	2.909%	27-Jun-2023	475,000	474,397	485,694	
Ivanhoe Cambridge II Inc.	2.296%	12-Dec-2024	375,000	375,816	375,121	
John Deere Canada Funding Inc.	1.850%	24-Mar-2021	360,000	357,527	358,765	
John Deere Canada Funding Inc.	2.700%	12-Oct-2021	150,000	149,921	151,332	
John Deere Canada Funding Inc.	2.050%	13-May-2022	150,000	149,880	149,245	
John Deere Canada Funding Inc.	2.630%	21-Sep-2022	200,000	199,916	201,891	
John Deere Canada Funding Inc.	2.700%	17-Jan-2023	225,000	225,181	227,602	
John Deere Canada Funding Inc.	3.020%	13-Jul-2023	325,000	330,300	332,150	
John Deere Financial Inc.	3.070%	23-Jul-2021	225,000	226,812	227,997	
John Deere Financial Inc.	2.990%	14-Jan-2022	600,000	603,826	609,250	
John Deere Financial Inc.	2.460%	4-Apr-2024	325,000	324,245	324,525	

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
John Deere Financial Inc.	2.400%	17-Sep-2024	275,000	276,163	273,540	
John Deere Financial Inc.	2.580%	16-Oct-2026	200,000	199,704	198,505	
Keyera Corp.	3.934%	21-Jun-2028	420,000	415,380	437,609	
Kingston Solar LP	3.571%	31-Jul-2035	87,475	87,475	87,970	
Labrador-Island Link Funding Trust	3.760%	1-Jun-2033	1,000,000	1,145,217	1,161,149	
Labrador-Island Link Funding Trust	3.860%	1-Dec-2045	800,000	984,665	1,026,273	
Labrador-Island Link Funding Trust	3.850%	1-Dec-2053	1,000,000	1,215,007	1,348,162	
Laurentian Bank of Canada	2.750%	22-Apr-2021	225,000	224,521	226,160	
Laurentian Bank of Canada	2.550%	20-Jun-2022	375,000	375,710	375,250	
Laurentian Bank of Canada	3.000%	12-Sep-2022	300,000	299,472	303,508	
Laurentian Bank of Canada	3.450%	27-Jun-2023	450,000	454,014	461,628	
Leisureworld Senior Care LP	3.474%	3-Feb-2021	250,000	253,258	253,095	
Loblaw Companies Limited	4.860%	12-Sep-2023	900,000	999,999	968,175	
Loblaw Companies Limited	3.918%	10-Jun-2024	325,000	326,338	342,161	
Loblaw Companies Limited	6.650%	8-Nov-2027	200,000	244,720	247,006	
Loblaw Companies Limited	6.450%	9-Feb-2028	127,000	157,579	155,079	
Loblaw Companies Limited	4.488%	11-Dec-2028	300,000	314,335	330,591	
Loblaw Companies Limited	6.500%	22-Jan-2029	250,000	301,397	310,821	
Loblaw Companies Limited	6.850%	1-Mar-2032	332,000	429,632	435,998	
Loblaw Companies Limited	6.540%	17-Feb-2033	131,000	158,588	170,117	
Loblaw Companies Limited	6.050%	9-Jun-2034	150,000	174,000	189,656	
Loblaw Companies Limited	6.150%	29-Jan-2035	200,000	235,020	256,202	
Loblaw Companies Limited	5.900%	18-Jan-2036	250,000	286,614	316,932	
Lower Mattagami Energy LP	4.331%	18-May-2021	200,000	212,700	206,111	
Lower Mattagami Energy LP	3.416%	20-Jun-2024	200,000	210,780	210,129	
Lower Mattagami Energy LP	2.307%	21-Oct-2026	270,000	265,503	269,376	
Lower Mattagami Energy LP	5.139%	18-May-2041	250,000	310,444	334,246	
Lower Mattagami Energy LP	4.944%	21-Sep-2043	350,000	446,508	465,446	
Lower Mattagami Energy LP	4.176%	23-Feb-2046	300,000	298,895	363,772	
Lower Mattagami Energy LP	4.175%	23-Apr-2052	150,000	164,658	184,574	
Magna International Inc.	3.100%	15-Dec-2022	500,000	501,980	507,495	
Manitoba Telecom Services Inc.	4.000%	27-May-2024	300,000	308,734	315,594	
Manufacturers Life Insurance Co.	3.181%	22-Nov-2027	950,000	971,098	971,244	
Manulife Bank of Canada	1.915%	1-Sep-2021	200,000	200,462	199,247	
Manulife Bank of Canada	2.082%	26-May-2022	550,000	550,406	548,334	
Manulife Bank of Canada	2.844%	12-Jan-2023	440,000	440,334	447,280	
Manulife Bank of Canada	2.378%	19-Nov-2024	500,000	501,064	499,196	
Manulife Finance Delaware LP	5.059%	15-Dec-2041	675,000	711,642	814,013	
Manulife Financial Corp.	3.317%	9-May-2028	800,000	805,301	820,203	
Manulife Financial Corp.	3.049%	20-Aug-2029	700,000	704,504	711,772	
MCAP Commercial LP	5.000%	14-Dec-2022	150,000	150,000	156,275	
Metro Inc/CN	3.200%	1-Dec-2021	300,000	303,546	305,059	
Metro Inc/CN	2.680%	5-Dec-2022	235,000	233,676	237,177	
Metro Inc/CN	3.390%	6-Dec-2027	340,000	347,501	349,528	
Metro Inc/CN	5.970%	15-Oct-2035	447,000	529,285	574,308	
Metro Inc/CN	5.030%	1-Dec-2044	225,000	240,572	271,795	
Metro Inc/CN	4.270%	4-Dec-2047	520,000	524,833	568,213	
Morguard Corp.	4.085%	14-May-2021	200,000	200,608	203,606	
Morguard Corp.	4.333%	15-Sep-2022	300,000	302,814	308,858	
Morguard Corp.	4.715%	25-Jan-2024	250,000	250,000	258,600	
Morguard Corp.	4.204%	27-Nov-2024	275,000	276,680	276,142	
Muskrat Falls / Labrador Transmission Assets Funding Trust	3.630%	1-Jun-2029	700,000	789,061	783,618	
Muskrat Falls / Labrador Transmission Assets Funding Trust	3.830%	1-Jun-2037	800,000	939,928	966,709	
Muskrat Falls / Labrador Transmission Assets Funding Trust	3.860%	1-Dec-2048	1,350,000	1,631,033	1,772,132	
National Bank of Canada	1.809%	26-Jul-2021	700,000	702,019	697,252	
National Bank of Canada	2.105%	18-Mar-2022	775,000	768,443	774,713	
National Bank of Canada	1.957%	30-Jun-2022	1,325,000	1,302,000	1,318,870	
National Bank of Canada	2.983%	4-Mar-2024	400,000	400,732	407,948	
National Bank of Canada	2.545%	12-Jul-2024	1,025,000	1,027,346	1,026,319	
National Bank of Canada	2.580%	3-Feb-2025	175,000	174,995	175,102	
National Bank of Canada	3.183%	1-Feb-2028	781,000	782,954	791,592	
NAV Canada	4.397%	18-Feb-2021	350,000	372,951	358,845	
NAV Canada	7.560%	1-Mar-2027	131,600	170,712	154,767	
NAV Canada	7.400%	1-Jun-2027	250,000	358,692	334,280	
NAV Canada	3.534%	23-Feb-2046	400,000	440,702	454,634	
NAV Canada	3.293%	30-Mar-2048	245,000	244,306	268,724	

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
NAV Canada	3.209%	29-Sep-2050	250,000	252,660	271,418	
Nissan Canada Inc.	2.606%	5-Mar-2021	550,000	550,998	551,168	
Nissan Canada Inc.	3.150%	14-Sep-2021	470,000	470,200	474,943	
North West Redwater Partnership / NWR Financing Co., Ltd.	2.100%	23-Feb-2022	575,000	568,697	573,096	
North West Redwater Partnership / NWR Financing Co., Ltd.	3.200%	22-Jul-2024	500,000	518,247	515,227	
North West Redwater Partnership / NWR Financing Co., Ltd.	3.200%	24-Apr-2026	400,000	404,251	411,875	
North West Redwater Partnership / NWR Financing Co., Ltd.	2.800%	1-Jun-2027	700,000	695,055	699,909	
North West Redwater Partnership / NWR Financing Co., Ltd.	4.250%	1-Jun-2029	500,000	526,925	551,915	
North West Redwater Partnership / NWR Financing Co., Ltd.	4.150%	1-Jun-2033	525,000	559,707	576,326	
North West Redwater Partnership / NWR Financing Co., Ltd.	3.650%	1-Jun-2035	810,000	825,372	845,868	
North West Redwater Partnership / NWR Financing Co., Ltd.	4.750%	1-Jun-2037	605,000	681,896	714,143	
North West Redwater Partnership / NWR Financing Co., Ltd.	4.350%	10-Jan-2039	400,000	424,715	453,662	
North West Redwater Partnership / NWR Financing Co., Ltd.	3.700%	23-Feb-2043	550,000	547,318	576,135	
North West Redwater Partnership / NWR Financing Co., Ltd.	4.050%	22-Jul-2044	680,000	708,179	751,864	
Northern Courier Pipeline LP	3.365%	30-Jun-2042	956,629	968,860	955,093	
Northwestconnect Group Partnership	5.950%	30-Apr-2041	312,682	380,364	384,866	
Nouvelle Autoroute 30 Financement Inc.	3.742%	31-Dec-2032	146,952	146,952	154,181	
Nouvelle Autoroute 30 Financement Inc.	3.750%	31-Mar-2033	148,853	148,853	156,758	
Nouvelle Autoroute 30 Financement Inc.	4.114%	31-Mar-2042	224,910	224,910	246,947	
Nouvelle Autoroute 30 Financement Inc.	4.115%	30-Jun-2042	324,656	329,652	357,332	
Nova Scotia Power Inc.	8.850%	19-May-2025	50,000	74,101	64,472	
Nova Scotia Power Inc.	6.950%	25-Aug-2033	150,000	204,173	214,491	
Nova Scotia Power Inc.	5.670%	14-Nov-2035	200,000	251,100	261,062	
Nova Scotia Power Inc.	5.950%	27-Jul-2039	159,000	195,590	221,923	
Nova Scotia Power Inc.	5.610%	15-Jun-2040	258,000	335,044	350,321	
Nova Scotia Power Inc.	4.150%	6-Mar-2042	500,000	552,473	574,311	
Nova Scotia Power Inc.	4.500%	20-Jul-2043	250,000	254,047	302,825	
Nova Scotia Power Inc.	3.612%	1-May-2045	300,000	312,543	320,543	
Nova Scotia Power Inc.	3.571%	5-Apr-2049	350,000	346,100	374,122	
OMERS Finance Trust	2.600%	14-May-2029	1,151,000	1,159,966	1,165,456	
OMERS Realty Corp.	2.971%	5-Apr-2021	200,000	206,128	202,242	
OMERS Realty Corp.	1.823%	9-May-2022	200,000	200,000	198,568	
OMERS Realty Corp.	3.358%	5-Jun-2023	550,000	584,370	570,234	
OMERS Realty Corp.	2.858%	23-Feb-2024	460,000	467,451	470,341	
OMERS Realty Corp.	3.328%	12-Nov-2024	450,000	472,414	469,852	
OMERS Realty Corp.	3.331%	5-Jun-2025	200,000	200,000	209,178	
OMERS Realty Corp.	3.244%	4-Oct-2027	800,000	810,148	838,201	
OMERS Realty Corp.	3.628%	5-Jun-2030	540,000	546,486	586,774	
Ontario Electricity Financial Corp.	10.125%	15-Oct-2021	300,000	384,150	342,921	
Ontario Electricity Financial Corp.	8.900%	18-Aug-2022	394,000	518,328	463,389	
Ontario Electricity Financial Corp.	8.250%	22-Jun-2026	796,000	1,197,997	1,079,859	
Ontario Power Generation Inc.	3.315%	4-Oct-2027	850,000	857,639	887,352	
Ontario Power Generation Inc.	2.977%	13-Sep-2029	900,000	910,219	912,959	
Ontario Power Generation Inc.	3.838%	22-Jun-2048	650,000	668,396	712,525	
Ontario Power Generation Inc.	4.248%	18-Jan-2049	450,000	477,541	526,118	
Ontario Power Generation Inc.	3.651%	13-Sep-2050	350,000	351,250	371,971	
Ontario School Boards Financing Corp.	5.070%	18-Apr-2031	45,368	46,201	51,364	
Ontario School Boards Financing Corp.	5.376%	25-Jun-2032	47,519	49,773	55,109	
OPB Finance Trust	2.900%	24-May-2023	100,000	99,931	102,539	
OPB Finance Trust	3.890%	4-Jul-2042	400,000	423,812	479,615	
Original Wempi Inc.	4.056%	13-Feb-2024	412,814	434,998	424,902	
Ottawa MacDonald-Cartier International Airport Authority	3.933%	9-Jun-2045	500,000	502,250	547,452	
Pembina Pipeline Corp.	4.890%	29-Mar-2021	227,000	243,969	234,119	
Pembina Pipeline Corp.	3.770%	24-Oct-2022	500,000	515,816	518,069	
Pembina Pipeline Corp.	2.560%	1-Jun-2023	550,000	549,888	550,611	
Pembina Pipeline Corp.	2.990%	22-Jan-2024	705,000	700,735	714,615	
Pembina Pipeline Corp.	3.540%	3-Feb-2025	500,000	508,012	516,279	
Pembina Pipeline Corp.	3.710%	11-Aug-2026	300,000	307,788	311,824	
Pembina Pipeline Corp.	4.240%	15-Jun-2027	550,000	566,936	588,990	
Pembina Pipeline Corp.	4.020%	27-Mar-2028	420,000	422,555	443,713	
Pembina Pipeline Corp.	3.620%	3-Apr-2029	350,000	350,577	359,174	
Pembina Pipeline Corp.	3.310%	1-Feb-2030	550,000	547,165	548,071	
Pembina Pipeline Corp.	4.750%	30-Apr-2043	400,000	416,360	438,751	
Pembina Pipeline Corp.	4.810%	25-Mar-2044	600,000	644,094	662,162	
Pembina Pipeline Corp.	4.740%	21-Jan-2047	480,000	472,399	527,401	
Pembina Pipeline Corp.	4.750%	26-Mar-2048	230,000	229,853	253,635	

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Pembina Pipeline Corp.	4.540%	3-Apr-2049	775,000	798,955	829,583	
Penske Truck Leasing Canada Inc.	2.850%	7-Dec-2022	485,000	485,795	488,320	
Plenary Health Bridgepoint LP	7.246%	31-Aug-2042	235,249	323,874	340,266	
Plenary Health Care Partnerships Humber LP	4.895%	31-May-2039	269,558	297,862	309,163	
Plenary Health Care Partnerships Humber LP	4.822%	30-Nov-2044	200,000	218,696	245,144	
Plenary Properties LTAP LP	6.288%	31-Jan-2044	610,637	783,190	809,185	
Power Corp of Canada	8.570%	22-Apr-2039	100,000	149,180	163,928	
Power Corp of Canada	4.810%	31-Jan-2047	325,000	355,738	377,502	
Power Corp of Canada	4.455%	27-Jul-2048	300,000	306,764	333,215	
Power Financial Corp.	6.900%	11-Mar-2033	199,000	258,638	272,190	
Reliance LP	4.075%	2-Aug-2021	200,000	200,000	205,108	
Reliance LP	3.836%	15-Mar-2025	300,000	299,994	309,872	
Reliance LP	3.750%	15-Mar-2026	375,000	374,883	384,326	
RioCan Real Estate Investment Trust	2.194%	9-Apr-2021	250,000	250,690	249,866	
RioCan Real Estate Investment Trust	3.716%	13-Dec-2021	200,000	211,876	205,302	
RioCan Real Estate Investment Trust	3.746%	30-May-2022	400,000	407,698	412,697	
RioCan Real Estate Investment Trust	2.830%	3-Oct-2022	240,000	238,565	242,456	
RioCan Real Estate Investment Trust	3.725%	18-Apr-2023	200,000	201,772	207,202	
RioCan Real Estate Investment Trust	3.209%	29-Sep-2023	275,000	273,674	280,483	
RioCan Real Estate Investment Trust	3.287%	12-Feb-2024	400,000	408,248	408,744	
RioCan Real Estate Investment Trust	2.576%	12-Feb-2025	400,000	400,000	393,949	
Rogers Communications Inc.	5.340%	22-Mar-2021	1,408,000	1,544,528	1,460,931	
Rogers Communications Inc.	4.000%	6-Jun-2022	500,000	531,366	520,179	
Rogers Communications Inc.	4.000%	13-Mar-2024	520,000	537,519	549,171	
Rogers Communications Inc.	3.250%	1-May-2029	800,000	801,670	812,612	
Rogers Communications Inc.	6.680%	4-Nov-2039	600,000	793,628	840,408	
Rogers Communications Inc.	6.110%	25-Aug-2040	752,000	899,546	996,433	
Rogers Communications Inc.	6.560%	22-Mar-2041	325,000	430,220	453,488	
Royal Bank of Canada	2.860%	4-Mar-2021	1,550,000	1,590,777	1,564,448	
Royal Bank of Canada	2.030%	15-Mar-2021	2,300,000	2,309,422	2,299,733	
Royal Bank of Canada	1.650%	15-Jul-2021	1,850,000	1,840,352	1,838,538	
Royal Bank of Canada	1.583%	13-Sep-2021	1,590,000	1,575,362	1,576,980	
Royal Bank of Canada	1.968%	2-Mar-2022	2,400,000	2,379,638	2,392,536	
Royal Bank of Canada	2.000%	21-Mar-2022	1,400,000	1,395,302	1,396,615	
Royal Bank of Canada	2.360%	5-Dec-2022	2,255,000	2,240,488	2,267,153	
Royal Bank of Canada	2.949%	1-May-2023	1,970,000	1,983,106	2,016,933	
Royal Bank of Canada	3.296%	26-Sep-2023	2,160,000	2,175,348	2,228,555	
Royal Bank of Canada	2.333%	5-Dec-2023	910,000	908,386	913,376	
Royal Bank of Canada	2.352%	2-Jul-2024	2,200,000	2,198,112	2,189,203	
Royal Bank of Canada	2.609%	1-Nov-2024	2,575,000	2,581,954	2,586,888	
Royal Bank of Canada	4.930%	16-Jul-2025	775,000	895,435	880,095	
Royal Bank of Canada	3.450%	29-Sep-2026	800,000	812,888	815,947	
Royal Bank of Canada	2.740%	25-Jul-2029	1,950,000	1,951,005	1,943,753	
Royal Bank of Canada	2.880%	23-Dec-2029	775,000	774,930	775,459	
Saputo Inc.	2.196%	23-Jun-2021	250,000	250,000	249,784	
Saputo Inc.	1.939%	13-Jun-2022	350,000	339,017	346,425	
Saputo Inc.	2.827%	21-Nov-2023	200,000	200,000	201,421	
Saputo Inc.	2.876%	19-Nov-2024	450,000	451,406	452,084	
Saputo Inc.	3.603%	14-Aug-2025	250,000	254,067	259,207	
Scotiabank Capital Trust	5.650%	31-Dec-2056	678,000	812,935	856,928	
Sea To Sky Highway Investment LP	2.629%	31-Aug-2030	468,026	467,816	462,483	
SGTP Highway Bypass LP	4.105%	31-Jan-2045	500,000	503,915	537,647	
Shaw Communications Inc.	3.800%	2-Nov-2023	420,000	425,216	437,735	
Shaw Communications Inc.	4.350%	31-Jan-2024	400,000	412,566	424,720	
Shaw Communications Inc.	3.800%	1-Mar-2027	310,000	319,881	324,772	
Shaw Communications Inc.	4.400%	2-Nov-2028	475,000	483,291	516,928	
Shaw Communications Inc.	3.300%	10-Dec-2029	525,000	525,229	524,542	
Shaw Communications Inc.	6.750%	9-Nov-2039	1,363,000	1,690,547	1,838,597	
Shaw Communications Inc.	4.250%	9-Dec-2049	200,000	200,743	201,718	
Sinai Health System/Canada	3.527%	9-Jun-2056	250,000	250,000	278,690	
SmartCentres Real Estate Investment Trust	2.757%	23-Jun-2021	250,000	250,602	251,643	
SmartCentres Real Estate Investment Trust	2.876%	21-Mar-2022	100,000	100,009	100,968	
SmartCentres Real Estate Investment Trust	3.730%	22-Jul-2022	200,000	201,792	206,179	
SmartCentres Real Estate Investment Trust	3.985%	30-May-2023	250,000	256,314	261,022	
SmartCentres Real Estate Investment Trust	3.556%	6-Feb-2025	100,000	100,410	102,992	
SmartCentres Real Estate Investment Trust	3.444%	28-Aug-2026	380,000	380,247	386,821	

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SmartCentres Real Estate Investment Trust	3.834%	21-Dec-2027	150,000	146,141	155,475	
SmartCentres Real Estate Investment Trust	3.526%	20-Dec-2029	75,000	75,000	75,548	
SNC-Lavalin Innisfree McGill Finance Inc.	6.632%	30-Jun-2044	522,708	663,050	692,652	
SOCIETE EN COMMANDITE CE SEBASTOPOL	4.141%	31-Jul-2047	97,806	97,806	101,685	
SSL Finance Inc.	4.099%	31-Oct-2045	450,000	456,088	492,243	
Sun Life Financial Inc.	4.570%	23-Aug-2021	300,000	327,012	311,434	
Sun Life Financial Inc.	3.100%	19-Feb-2026	500,000	503,755	504,746	
Sun Life Financial Inc.	2.750%	23-Nov-2027	500,000	501,454	504,535	
Sun Life Financial Inc.	3.050%	19-Sep-2028	925,000	931,801	942,541	
Sun Life Financial Inc.	2.380%	13-Aug-2029	775,000	775,611	766,265	
Sun Life Financial Inc.	5.400%	29-May-2042	468,000	540,673	599,144	
Suncor Energy Inc.	3.100%	26-Nov-2021	800,000	825,954	812,493	
Suncor Energy Inc.	3.000%	14-Sep-2026	735,000	734,320	749,941	
Suncor Energy Inc.	3.100%	24-May-2029	875,000	876,969	887,386	
Suncor Energy Inc.	5.390%	26-Mar-2037	721,000	853,536	896,296	
Suncor Energy Inc.	4.340%	13-Sep-2046	235,000	234,765	268,863	
Sysco Canada Inc.	3.650%	25-Apr-2025	580,000	587,340	603,921	
TD Capital Trust IV	6.631%	30-Jun-2108	562,000	690,097	596,494	
TD Capital Trust IV	10.000%	30-Jun-2108	350,000	485,280	401,896	
TELUS Communications Inc.	10.650%	19-Jun-2021	30,000	42,763	33,466	
TELUS Communications Inc.	9.650%	8-Apr-2022	75,000	102,097	86,673	
TELUS Corp.	3.600%	26-Jan-2021	400,000	420,711	406,030	
TELUS Corp.	3.200%	5-Apr-2021	375,000	382,829	379,356	
TELUS Corp.	2.350%	28-Mar-2022	1,050,000	1,043,760	1,052,275	
TELUS Corp.	3.350%	15-Mar-2023	450,000	456,894	462,185	
Telus Corp.	3.350%	1-Apr-2024	1,125,000	1,150,600	1,158,624	
TELUS Corp.	3.750%	17-Jan-2025	750,000	781,614	785,900	
TELUS Corp.	3.750%	10-Mar-2026	680,000	700,231	714,216	
TELUS Corp.	2.750%	8-Jul-2026	700,000	700,721	695,525	
TELUS Corp.	3.625%	1-Mar-2028	700,000	706,777	729,138	
TELUS Corp.	3.300%	2-May-2029	1,000,000	996,413	1,014,881	
TELUS Corp.	3.150%	19-Feb-2030	475,000	475,887	473,699	
TELUS Corp.	4.400%	1-Apr-2043	600,000	599,428	640,880	
TELUS Corp.	5.150%	26-Nov-2043	350,000	373,520	413,158	
TELUS Corp.	4.850%	5-Apr-2044	905,000	947,864	1,030,667	
TELUS Corp.	4.750%	17-Jan-2045	300,000	314,634	337,824	
TELUS Corp.	4.400%	29-Jan-2046	500,000	482,976	535,841	
TELUS Corp.	4.700%	6-Mar-2048	500,000	531,700	562,382	
TELUS Corp.	3.950%	16-Feb-2050	475,000	474,531	473,099	
Teranet Holdings LP	3.646%	18-Nov-2022	150,000	150,878	152,991	
Teranet Holdings LP	5.754%	17-Dec-2040	500,000	548,340	551,208	
Teranet Holdings LP	6.100%	17-Jun-2041	471,000	551,809	542,139	
The Bank of Montreal	1.880%	31-Mar-2021	1,560,000	1,556,962	1,557,015	
The Bank of Montreal	3.400%	23-Apr-2021	1,200,000	1,246,136	1,220,870	
The Bank of Montreal	1.610%	28-Oct-2021	2,775,000	2,730,421	2,751,719	
The Bank of Montreal	2.120%	16-Mar-2022	1,300,000	1,303,309	1,299,910	
The Bank of Montreal	2.270%	11-Jul-2022	1,895,000	1,883,425	1,900,758	
The Bank of Montreal	2.890%	20-Jun-2023	1,760,000	1,767,559	1,799,878	
The Bank of Montreal	2.850%	6-Mar-2024	1,775,000	1,786,944	1,802,025	
The Bank of Montreal	2.280%	29-Jul-2024	1,800,000	1,798,119	1,783,656	
The Bank of Montreal	2.700%	11-Sep-2024	1,700,000	1,701,033	1,732,282	
The Bank of Montreal	4.609%	10-Sep-2025	557,000	639,745	624,403	
The Bank of Montreal	3.320%	1-Jun-2026	1,000,000	1,014,756	1,014,482	
The Bank of Montreal	2.700%	9-Dec-2026	700,000	701,303	714,968	
The Bank of Montreal	2.570%	1-Jun-2027	950,000	935,198	953,619	
The Bank of Montreal	3.190%	1-Mar-2028	2,420,000	2,445,726	2,553,779	
The Bank of Montreal	2.880%	17-Sep-2029	1,125,000	1,124,155	1,126,198	
The Bank of Nova Scotia	2.873%	4-Jun-2021	1,035,000	1,062,410	1,046,595	
The Bank of Nova Scotia	1.900%	2-Dec-2021	2,005,000	1,995,715	1,997,814	
The Bank of Nova Scotia	1.830%	27-Apr-2022	1,650,000	1,633,759	1,639,439	
The Bank of Nova Scotia	2.360%	8-Nov-2022	1,780,000	1,771,631	1,788,910	
The Bank of Nova Scotia	2.980%	17-Apr-2023	2,150,000	2,165,814	2,202,860	
The Bank of Nova Scotia	2.380%	1-May-2023	1,675,000	1,675,351	1,676,268	
The Bank of Nova Scotia	2.290%	28-Jun-2024	1,750,000	1,726,379	1,751,966	
The Bank of Nova Scotia	2.490%	23-Sep-2024	1,550,000	1,553,188	1,547,295	
The Bank of Nova Scotia	8.900%	20-Jun-2025	15,000	20,997	19,708	

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
The Bank of Nova Scotia	2.620%	2-Dec-2026	1,365,000	1,363,679	1,387,224	
The Bank of Nova Scotia	2.580%	30-Mar-2027	1,200,000	1,182,384	1,204,446	
The Bank of Nova Scotia	3.100%	2-Feb-2028	1,800,000	1,824,895	1,888,311	
The Bank of Nova Scotia	3.890%	18-Jan-2029	1,750,000	1,767,828	1,824,807	
The Bank of Nova Scotia	2.836%	3-Jul-2029	1,550,000	1,549,960	1,548,855	
The Toronto-Dominion Bank	2.045%	8-Mar-2021	2,465,000	2,448,594	2,465,316	
The Toronto-Dominion Bank	1.680%	8-Jun-2021	1,440,000	1,431,354	1,433,713	
The Toronto-Dominion Bank	2.621%	22-Dec-2021	3,700,000	3,757,243	3,737,664	
The Toronto-Dominion Bank	1.994%	23-Mar-2022	2,710,000	2,673,694	2,702,973	
The Toronto-Dominion Bank	3.005%	30-May-2023	2,300,000	2,317,362	2,361,384	
The Toronto-Dominion Bank	1.909%	18-Jul-2023	1,780,000	1,757,433	1,763,158	
The Toronto-Dominion Bank	2.850%	8-Mar-2024	1,850,000	1,858,062	1,880,425	
The Toronto-Dominion Bank	3.226%	24-Jul-2024	1,775,000	1,856,992	1,848,950	
The Toronto-Dominion Bank	2.496%	2-Dec-2024	1,675,000	1,677,108	1,675,485	
The Toronto-Dominion Bank	9.150%	26-May-2025	14,000	19,861	18,426	
The Toronto-Dominion Bank	3.589%	14-Sep-2028	1,875,000	1,890,953	1,938,973	
The Toronto-Dominion Bank	3.224%	25-Jul-2029	1,415,000	1,415,041	1,441,678	
The Toronto-Dominion Bank	4.859%	4-Mar-2031	1,100,000	1,200,158	1,220,607	
The Toronto-Dominion Bank	3.060%	26-Jan-2032	1,700,000	1,702,293	1,703,743	
Thomson Reuters Corp.	3.309%	12-Nov-2021	550,000	566,122	561,606	
TMX Group Ltd.	4.461%	3-Oct-2023	200,000	209,671	213,786	
TMX Group Ltd.	2.997%	11-Dec-2024	300,000	299,364	305,935	
TMX Group Ltd.	3.779%	5-Jun-2028	170,000	176,941	180,412	
Toromont Industries Ltd.	3.710%	30-Sep-2025	125,000	125,000	130,582	
Toromont Industries Ltd.	3.842%	27-Oct-2027	500,000	497,480	526,652	
Toronto Hydro Corp.	3.540%	18-Nov-2021	300,000	323,650	308,215	
Toronto Hydro Corp.	2.910%	10-Apr-2023	200,000	208,020	204,550	
Toronto Hydro Corp.	2.520%	25-Aug-2026	250,000	252,771	253,776	
Toronto Hydro Corp.	2.430%	11-Dec-2029	150,000	149,892	149,096	
Toronto Hydro Corp.	5.540%	21-May-2040	200,000	250,372	278,385	
Toronto Hydro Corp.	4.080%	16-Sep-2044	250,000	293,214	298,026	
Toronto Hydro Corp.	3.550%	28-Jul-2045	200,000	199,100	220,800	
Toronto Hydro Corp.	3.485%	28-Feb-2048	245,000	244,228	269,414	
Toronto Hydro Corp.	2.990%	10-Dec-2049	250,000	252,480	251,505	
Toronto Hydro Corp.	3.960%	9-Apr-2063	200,000	218,540	245,701	
Toyota Credit Canada Inc.	2.200%	25-Feb-2021	350,000	350,655	350,393	
Toyota Credit Canada Inc.	1.750%	21-Jul-2021	400,000	398,310	397,605	
Toyota Credit Canada Inc.	2.020%	28-Feb-2022	600,000	596,584	597,865	
Toyota Credit Canada Inc.	2.350%	18-Jul-2022	450,000	447,254	451,315	
Toyota Credit Canada Inc.	2.620%	11-Oct-2022	380,000	383,624	383,569	
Toyota Credit Canada Inc.	2.700%	25-Jan-2023	350,000	349,895	354,182	
Toyota Credit Canada Inc.	3.040%	12-Jul-2023	330,000	333,126	337,591	
Toyota Credit Canada Inc.	2.640%	27-Mar-2024	360,000	361,482	363,003	
TransCanada PipeLines Ltd.	3.650%	15-Nov-2021	600,000	625,407	615,851	
TransCanada Pipelines Ltd.	3.690%	19-Jul-2023	700,000	733,754	729,417	
TransCanada PipeLines Ltd.	3.300%	17-Jul-2025	800,000	811,059	828,054	
TransCanada PipeLines Ltd.	8.290%	5-Feb-2026	231,000	300,154	297,775	
TransCanada PipeLines Ltd.	7.310%	15-Jan-2027	200,000	256,200	250,843	
TransCanada PipeLines Ltd.	7.900%	15-Apr-2027	114,000	145,982	148,674	
TransCanada PipeLines Ltd.	3.390%	15-Mar-2028	560,000	569,397	578,768	
TransCanada PipeLines Ltd.	6.280%	26-May-2028	300,000	368,355	365,823	
TransCanada PipeLines Ltd.	6.890%	7-Aug-2028	300,000	373,749	380,232	
TransCanada PipeLines Ltd.	3.000%	18-Sep-2029	725,000	725,396	722,997	
TransCanada PipeLines Ltd.	6.500%	9-Dec-2030	27,000	30,861	34,097	
TransCanada PipeLines Ltd.	8.050%	17-Feb-2039	300,000	477,789	468,501	
TransCanada PipeLines Ltd.	4.550%	15-Nov-2041	925,000	973,124	1,026,163	
TransCanada PipeLines Ltd.	4.350%	6-Jun-2046	650,000	673,774	705,014	
TransCanada PipeLines Ltd.	4.330%	16-Sep-2047	765,000	794,634	828,990	
TransCanada PipeLines Ltd.	4.180%	3-Jul-2048	1,050,000	1,064,961	1,113,945	
TransCanada PipeLines Ltd.	4.340%	15-Oct-2049	1,075,000	1,097,093	1,170,986	
TransCanada Trust	4.650%	18-May-2077	1,500,000	1,480,308	1,457,598	
TransED Partners GP	3.951%	30-Sep-2050	300,000	277,473	305,122	
Trillium Health Partners Volunteers	3.702%	20-Dec-2058	375,000	375,000	426,127	
University of Ottawa	3.256%	12-Oct-2056	150,000	150,000	160,892	
Vancouver Airport Authority	7.425%	7-Dec-2026	200,000	293,678	264,116	
Vancouver Airport Authority	3.857%	10-Nov-2045	150,000	150,000	177,367	

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Vancouver Airport Authority	3.656%	23-Nov-2048	335,000	361,067	387,397	
Vancouver Airport Authority	2.874%	18-Oct-2049	400,000	401,317	403,201	
Ventas Canada Finance Ltd.	3.300%	1-Feb-2022	300,000	303,938	305,024	
Ventas Canada Finance Ltd.	2.550%	15-Mar-2023	300,000	294,348	299,633	
Ventas Canada Finance Ltd.	2.800%	12-Apr-2024	625,000	628,376	627,671	
Ventas Canada Finance Ltd.	4.125%	30-Sep-2024	200,000	208,949	211,087	
Veresen Inc.	3.430%	10-Nov-2021	360,000	363,356	366,856	
VW Credit Canada Inc.	2.900%	29-Mar-2021	450,000	449,573	452,970	
VW Credit Canada Inc.	2.650%	27-Jun-2022	450,000	450,429	451,071	
VW Credit Canada Inc.	3.700%	14-Nov-2022	400,000	404,445	412,380	
VW Credit Canada Inc.	3.250%	29-Mar-2023	475,000	475,309	483,970	
VW Credit Canada Inc.	2.850%	26-Sep-2024	450,000	450,179	450,192	
Waste Management of Canada Corp.	2.600%	23-Sep-2026	600,000	602,900	597,133	
Wells Fargo Canada Corp.	3.040%	29-Jan-2021	1,200,000	1,240,146	1,211,990	
Wells Fargo Canada Corp.	3.460%	24-Jan-2023	500,000	516,685	516,929	
Westcoast Energy Inc.	3.883%	28-Oct-2021	100,000	104,090	102,807	
Westcoast Energy Inc.	3.120%	5-Dec-2022	200,000	210,194	204,451	
Westcoast Energy Inc.	3.430%	12-Sep-2024	450,000	462,316	467,080	
Westcoast Energy Inc.	3.770%	8-Dec-2025	450,000	471,273	477,399	
Westcoast Energy Inc.	7.300%	18-Dec-2026	250,000	334,330	316,237	
Westcoast Energy Inc.	7.150%	20-Mar-2031	237,000	320,935	318,595	
Westcoast Energy Inc.	4.791%	28-Oct-2041	200,000	214,318	236,587	
				486,413,328	496,631,857	29.75
Total Bonds				1,629,668,210	1,655,980,880	99.19
Total Investments				1,629,668,210	1,655,980,880	99.19
Other Assets less Liabilities					13,594,711	0.81
Total Net Assets					1,669,575,591	100.00

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life BlackRock Canadian Universe Bond Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Fund invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	37.94	39.15
AA/Aa	17.60	17.31
A/A	31.65	29.99
BBB/Bbb	12.00	11.02
Not Rated	-	0.45
Total	99.19	97.92

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

Sun Life BlackRock Canadian Universe Bond Fund (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 holds assets and liabilities, including cash and cash equivalents that are denominated primarily in the Canadian Dollar, the functional currency of the Fund. As a result, the Fund did not have any significant exposure to currency risk.

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	-	682,800,740	973,180,140	1,655,980,880
December 31, 2018	-	515,347,068	659,545,440	1,174,892,508

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$184,272,321 (\$124,817,455 as at December 31, 2018). 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 Fund.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Bonds		
Federal Bonds	33.4	34.2
Provincial Bonds	34.6	31.6
Municipal Bonds	1.4	1.7
Corporate Bonds	29.8	30.4
Other Assets less Liabilities	0.8	2.1
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

December 31, 2019				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Bonds	-	1,655,980,880	-	1,655,980,880

December 31, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Bonds	-	1,174,892,508	-	1,174,892,508

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Bonds

Bonds include primarily government and corporate bonds, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the bonds have been classified as Level 2.

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$10,466,990 (\$8,644,209 as at December 31, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

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

Sun Life BlackRock Canadian Universe Bond Fund (continued)

Establishment of the Fund

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

	Date of creation	Date available for sale
Series I Units	April 07, 2011	April 15, 2011

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

Sun Life Dynamic American Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	14,177,241	7,076,776
Short-term investments	-	-
Cash	166,220	-
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	30,216	5,307
Accrued interest	-	-
Dividends receivable	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	625	9,993
	14,374,302	7,092,076
Liabilities		
Current Liabilities		
Bank indebtedness	-	5,420
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	508	230
Redemptions payable	32,763	-
Distributions payable	-	-
Due to investment dealers	4,918	4,611
Management fees payable	2,605	1,255
Total liabilities (excluding net assets attributable to holders of redeemable units)	40,794	11,516
Net Assets Attributable to Holders of Redeemable Units	14,333,508	7,080,560
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	3,523,373	1,937,603
Series T5	17,949	15,218
Series T8	28,306	22,022
Series F	268,395	158,233
Series F5	14,183	11,572
Series F8	14,184	11,572
Series I	9,821,105	4,569,563
Series O	646,013	354,777
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	12.93	12.17
Series T5	17.80	16.67
Series T8	16.33	15.33
Series F	12.42	11.87
Series F5	16.55	15.71
Series F8	16.19	15.36
Series I	12.65	12.19
Series O	12.66	12.18

Approved on behalf of Trustee

“signed” Jordy Chilcott
President

“signed” Kari Holdsworth
Chief Financial Officer

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

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	-	-
Interest income for distribution purposes	231	115
Distributions from underlying funds	2,361,817	566,219
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	390,760	171,921
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	(437,520)	(78,059)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	2,315,288	660,196
Net gain (loss) on foreign exchange	-	-
Other income	-	-
Total income (loss)	2,315,288	660,196
Expenses (note 5)		
Management fees	72,245	34,202
Fixed annual administration fees	13,568	6,299
Independent review committee fees	45	34
Withholding tax	-	-
Transaction costs (note 2)	-	-
Total operating expenses	85,858	40,535
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	2,229,430	619,661
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	2,229,430	619,661
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	497,736	130,145
Series T5	3,173	1,754
Series T8	4,695	2,347
Series F	36,625	489
Series F5	2,610	1,572
Series F8	2,611	1,572
Series I	1,580,457	462,976
Series O	101,523	18,806
Weighted Average Number of Units Outstanding		
Series A	223,556	115,651
Series T5	912	855
Series T8	1,556	1,235
Series F	14,354	7,129
Series F5	755	681
Series F8	781	689
Series I	600,484	290,378
Series O	37,946	19,789

Sun Life Dynamic American Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	2.23	1.13
Series T5	3.48	2.05
Series T8	3.02	1.90
Series F	2.55	0.07
Series F5	3.46	2.31
Series F8	3.34	2.28
Series I	2.63	1.59
Series O	2.68	0.95

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

For the periods ended December 31

	Series A		Series T5		Series T8		Series F	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 1,937,603	1,075,752	15,218	13,104	22,022	17,685	158,233	41,531
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 497,736	130,145	3,173	1,754	4,695	2,347	36,625	489
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 2,559,452	1,258,136	-	360	5,113	2,450	149,362	132,086
Redemption of redeemable units	\$ (1,471,463)	(526,430)	(415)	-	(3,525)	(460)	(75,824)	(15,873)
Reinvestment of distributions to holders of redeemable units	\$ 432,235	82,178	2,193	1,136	3,490	2,150	39,763	9,690
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 1,520,224	813,884	1,778	1,496	5,078	4,140	113,301	125,903
Distributions to Holders of Redeemable Units								
From capital gains	\$ (431,461)	(81,962)	(1,477)	(474)	(1,705)	(754)	(39,576)	(9,639)
From net investment income	\$ (32)	(216)	(3)	(41)	(3)	(43)	(5)	(51)
Return of capital	\$ (697)	-	(740)	(621)	(1,781)	(1,353)	(183)	-
	\$ (432,190)	(82,178)	(2,220)	(1,136)	(3,489)	(2,150)	(39,764)	(9,690)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 1,585,770	861,851	2,731	2,114	6,284	4,337	110,162	116,702
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 3,523,373	1,937,603	17,949	15,218	28,306	22,022	268,395	158,233
Redeemable Unit Transactions								
Balance - beginning of period	159,161	95,773	913	825	1,436	1,176	13,333	3,740
Units issued	183,565	96,981	-	21	295	153	10,919	10,040
Units issued on reinvestment of distributions	32,879	7,038	119	67	207	136	3,149	851
Units redeemed	(103,092)	(40,631)	(24)	-	(204)	(29)	(5,792)	(1,298)
Balance - end of period	272,513	159,161	1,008	913	1,734	1,436	21,609	13,333

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

Sun Life Dynamic American Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series F5		Series F8		Series I		Series O	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 11,572	-	11,572	-	4,569,563	2,872,621	354,777	167,091
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 2,610	1,572	2,611	1,572	1,580,457	462,976	101,523	18,806
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ -	10,000	-	10,000	6,079,107	1,963,044	355,297	175,267
Redemption of redeemable units	\$ -	-	-	-	(2,408,023)	(729,078)	(165,585)	(6,387)
Reinvestment of distributions to holders of redeemable units	\$ 2,060	1,104	2,060	1,366	1,617,263	346,766	104,586	26,185
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 2,060	11,104	2,060	11,366	5,288,347	1,580,732	294,298	195,065
Distributions to Holders of Redeemable Units								
From capital gains	\$ (1,480)	(660)	(1,146)	(660)	(1,617,262)	(346,766)	(104,585)	(26,185)
From net investment income	\$ (3)	(20)	(3)	(21)	-	-	-	-
Return of capital	\$ (576)	(424)	(910)	(685)	-	-	-	-
	\$ (2,059)	(1,104)	(2,059)	(1,366)	(1,617,262)	(346,766)	(104,585)	(26,185)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 2,611	11,572	2,612	11,572	5,251,542	1,696,942	291,236	187,686
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 14,183	11,572	14,184	11,572	9,821,105	4,569,563	646,013	354,777
Redeemable Unit Transactions								
Balance - beginning of period	737	-	753	-	374,908	251,401	29,120	14,643
Units issued	-	667	-	666	441,109	147,296	25,486	12,713
Units issued on reinvestment of distributions	120	70	123	87	125,808	29,682	8,127	2,242
Units redeemed	-	-	-	-	(165,495)	(53,471)	(11,719)	(478)
Balance - end of period	857	737	876	753	776,330	374,908	51,014	29,120

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 7,080,560	4,187,784
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 2,229,430	619,661
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 9,148,331	3,551,343
Redemption of redeemable units	\$ (4,124,835)	(1,278,228)
Reinvestment of distributions to holders of redeemable units	\$ 2,203,650	470,575
Capitalized distributions	\$ -	-
	\$ 7,227,146	2,743,690
Distributions to Holders of Redeemable Units		
From capital gains	\$ (2,198,692)	(467,100)
From net investment income	\$ (49)	(392)
Return of capital	\$ (4,887)	(3,083)
	\$ (2,203,628)	(470,575)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 7,252,948	2,892,776
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 14,333,508	7,080,560
Redeemable Unit Transactions		
Balance - beginning of period	580,361	367,558
Units issued	661,374	268,537
Units issued on reinvestment of distributions	170,532	40,173
Units redeemed	(286,326)	(95,907)
Balance - end of period	1,125,941	580,361

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

Sun Life Dynamic American Fund (continued)

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	2,229,430	619,661
Adjustments for:		
Net realized (gain) loss on sale of investments	(390,760)	(171,921)
Change in unrealized (appreciation) depreciation in value of investments	437,520	78,059
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	(2,361,817)	(566,219)
Change in margin	-	-
Purchases of investments	(7,816,160)	(3,375,829)
Proceeds from sale of investments	3,006,150	1,108,618
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	-	-
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	1,350	654
Change in other payables and accrued expenses	278	114
Net Cash Provided by (Used in) Operating Activities	(4,894,009)	(2,306,863)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	22	-
Proceeds from redeemable units issued	9,157,699	3,589,975
Redemption of redeemable units	(4,092,072)	(1,281,381)
Net Cash Provided by (Used in) Financing Activities	5,065,649	2,308,594
Net increase (decrease) in cash	171,640	1,731
Cash (bank indebtedness) at beginning of period	(5,420)	(7,151)
Cash (bank indebtedness) at end of period	166,220	(5,420)
Dividends received, net of withholding taxes	-	-
Interest received, net of withholding taxes	231	115
Interest paid	-	-

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Dynamic American Fund, Series O	1,051,724	14,531,509	14,177,241	
		14,531,509	14,177,241	98.91
Total Investments		14,531,509	14,177,241	98.91
Other Assets less Liabilities			156,267	1.09
Total Net Assets			14,333,508	100.00

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Dynamic American Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks 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 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 Fund holds assets and liabilities indirectly through the underlying fund, including cash and cash equivalents. It 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.

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

Sun Life Dynamic American Fund (continued)

(ii) Interest rate risk

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

(iii) Other market risk

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

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Equities		
Information Technology	27.9	22.8
Health Care	19.2	38.7
Financials	18.2	-
Industrials	12.7	5.2
Communication Services	8.7	-
Consumer Discretionary	8.2	10.2
Materials	4.0	5.0
Other Assets less Liabilities	1.1	18.1
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Mutual Funds	14,177,241	-	-	14,177,241
December 31, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	7,076,776	-	-	7,076,776

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Mutual Funds

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

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended December 31, 2019 was \$90,415 (\$63,762 for the period ended December 31, 2018).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the "Manager") is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series T5	1,008	17,949
Series T8	1,099	17,939
Series F	-	-
Series F5	857	14,183
Series F8	876	14,184
Series I	1,580	19,989
December 31, 2018		
	Units	Market Value (\$)
Series T5	887	14,796
Series T8	966	14,804
Series F	1,303	15,465
Series F5	737	11,572
Series F8	753	11,572
Series I	1,324	16,143

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series T5	43	-	2,169
Series T8	43	-	2,200
Series F	18	18,447	-
Series F5	34	-	2,021
Series F8	34	-	2,021
Series I	-	-	3,285
December 31, 2018			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series T5	36	-	1,072
Series T8	36	-	1,496
Series F	38	-	971
Series F5	10,019	-	1,084
Series F8	10,019	-	1,345
Series I	-	-	1,227

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

Sun Life Dynamic American Fund (continued)

Seed Capital Investment by Related Party

Sun Life Assurance Company of Canada (“SLA”) invested additional seed money to support the launch of the Fund and investments were made for the purposes of seed money investments. As at December 31, 2019 and December 31, 2018, SLA held the following position in the Fund:

December 31, 2019		
	Units	Market Value (\$)
Series I	55,302	699,605
December 31, 2018		
	Units	Market Value (\$)
Series I	46,356	565,014

The following are transactions in the Fund by SLA from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

December 31, 2019			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	114,992	-	-
December 31, 2018			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	-	-	42,959

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds (“underlying funds”) to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund’s net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund’s interests in underlying funds are reported at fair value in “investments” in its Statements of Financial Position and its Schedule of Investments, which represents the Fund’s maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	January 29, 2015	February 02, 2015
Series T5 Units	January 29, 2015	February 02, 2015
Series T8 Units	January 29, 2015	February 02, 2015
Series F Units	January 29, 2015	February 02, 2015
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	January 29, 2015	February 02, 2015
Series O Units	January 29, 2015	February 02, 2015

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

Sun Life Dynamic Energy Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	2,489,862	7,030,169
Short-term investments	-	-
Cash	396,171	1,744,416
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	9,951	1,210
Unrealized appreciation on swaps	2,386	-
Due from investment dealers	-	-
Accrued interest	-	-
Dividends receivable	24,787	38,988
Distributions receivable from underlying funds	-	-
Subscriptions receivable	500	7,192
	2,923,657	8,821,975
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	32,815
Unrealized depreciation on swaps	2,843	39,406
Accrued expenses	197	297
Redemptions payable	-	2,427
Distributions payable	-	-
Due to investment dealers	-	-
Management fees payable	1,564	1,704
Total liabilities (excluding net assets attributable to holders of redeemable units)	4,604	76,649
Net Assets Attributable to Holders of Redeemable Units	2,919,053	8,745,326
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	2,201,310	2,731,077
Series T5	23,988	36,532
Series T8	86,096	84,351
Series F	236,025	246,617
Series F5	9,307	8,924
Series F8	9,307	8,924
Series I	9,972	5,236,329
Series O	343,048	392,572
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	7.79	7.57
Series T5	9.47	9.68
Series T8	8.14	8.58
Series F	8.13	7.81
Series F5	12.65	12.78
Series F8	11.93	12.44
Series I	8.43	8.04
Series O	8.41	8.01

Approved on behalf of Trustee

“signed” Jordy Chilcott
President

“signed” Kari Holdsworth
Chief Financial Officer

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

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	165,679	290,336
Interest income for distribution purposes	11,522	6,216
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	(387,235)	(167,981)
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	(19,182)	(49,128)
Net realized gain (loss) on option contracts	(2,123)	-
Net realized gain (loss) on swaps	18,961	(26,017)
Change in unrealized appreciation (depreciation) in value of investments	560,952	(1,806,509)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	41,556	(53,186)
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	38,949	(52,778)
Net gains (losses) on investments	429,079	(1,859,047)
Net gain (loss) on foreign exchange	(12,544)	33,191
Other income	-	-
Total income (loss)	416,535	(1,825,856)
Expenses (note 5)		
Management fees	55,403	76,481
Fixed annual administration fees	8,168	12,740
Independent review committee fees	40	76
Withholding tax	7,466	18,974
Transaction costs (note 2)	12,918	20,921
Total operating expenses	83,995	129,192
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	332,540	(1,955,048)
Finance Cost		
Interest expense	(69)	(119)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	332,471	(1,955,167)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	87,893	(691,108)
Series T5	2,304	(8,188)
Series T8	2,492	(21,177)
Series F	9,558	(60,909)
Series F5	382	(1,076)
Series F8	383	(1,076)
Series I	210,788	(1,083,254)
Series O	18,671	(88,379)
Weighted Average Number of Units Outstanding		
Series A	321,840	380,752
Series T5	2,850	2,933
Series T8	10,167	9,368
Series F	30,592	30,764
Series F5	715	681
Series F8	745	689
Series I	269,470	628,294
Series O	44,601	51,183

Sun Life Dynamic Energy Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	0.27	(1.82)
Series T5	0.81	(2.79)
Series T8	0.25	(2.26)
Series F	0.31	(1.98)
Series F5	0.53	(1.58)
Series F8	0.51	(1.56)
Series I	0.78	(1.72)
Series O	0.42	(1.73)

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

For the periods ended December 31

	Series A		Series T5		Series T8		Series F	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 2,731,077	4,129,577	36,532	11,811	84,351	111,033	246,617	266,048
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 87,893	(691,108)	2,304	(8,188)	2,492	(21,177)	9,558	(60,909)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 390,992	783,973	4,177	32,909	3,000	21,467	56,194	153,953
Redemption of redeemable units	\$ (1,008,652)	(1,491,365)	(19,025)	-	(3,747)	(26,972)	(76,344)	(112,475)
Reinvestment of distributions to holders of redeemable units	\$ 558	737	1,367	1,971	7,004	8,820	114	109
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (617,102)	(706,655)	(13,481)	34,880	6,257	3,315	(20,036)	41,587
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	-	-	-	-	-	-	-
From net investment income	\$ -	(737)	-	(1,718)	-	(7,689)	-	(109)
Return of capital	\$ (558)	-	(1,367)	(253)	(7,004)	(1,131)	(114)	-
	\$ (558)	(737)	(1,367)	(1,971)	(7,004)	(8,820)	(114)	(109)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (529,767)	(1,398,500)	(12,544)	24,721	1,745	(26,682)	(10,592)	(19,431)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 2,201,310	2,731,077	23,988	36,532	86,096	84,351	236,025	246,617
Redeemable Unit Transactions								
Balance - beginning of period	360,700	435,601	3,775	922	9,826	9,460	31,562	27,504
Units issued	49,727	85,971	416	2,686	320	2,209	6,833	16,094
Units issued on reinvestment of distributions	72	78	140	167	830	826	14	11
Units redeemed	(127,835)	(160,950)	(1,797)	-	(395)	(2,669)	(9,369)	(12,047)
Balance - end of period	282,664	360,700	2,534	3,775	10,581	9,826	29,040	31,562

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

Sun Life Dynamic Energy Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series F5		Series F8		Series I		Series O	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 8,924	-	8,924	-	5,236,329	10,144,227	392,572	529,706
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 382	(1,076)	383	(1,076)	210,788	(1,083,254)	18,671	(88,379)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ -	10,000	-	10,000	401,201	3,014,635	7,094	32,666
Redemption of redeemable units	\$ -	-	-	-	(5,838,346)	(6,839,279)	(75,289)	(81,421)
Reinvestment of distributions to holders of redeemable units	\$ 484	486	767	776	-	-	-	-
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 484	10,486	767	10,776	(5,437,145)	(3,824,644)	(68,195)	(48,755)
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	-	-	-	-	-	-	-
From net investment income	\$ -	(486)	-	(776)	-	-	-	-
Return of capital	\$ (483)	-	(767)	-	-	-	-	-
	\$ (483)	(486)	(767)	(776)	-	-	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 383	8,924	383	8,924	(5,226,357)	(4,907,898)	(49,524)	(137,134)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 9,307	8,924	9,307	8,924	9,972	5,236,329	343,048	392,572
Redeemable Unit Transactions								
Balance - beginning of period	698	-	718	-	651,524	1,030,568	49,035	53,965
Units issued	-	667	-	667	45,306	319,928	800	3,446
Units issued on reinvestment of distributions	38	31	62	51	-	-	-	-
Units redeemed	-	-	-	-	(695,647)	(698,972)	(9,033)	(8,376)
Balance - end of period	736	698	780	718	1,183	651,524	40,802	49,035

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 8,745,326	15,192,402
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 332,471	(1,955,167)
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 862,658	4,059,603
Redemption of redeemable units	\$ (7,021,403)	(8,551,512)
Reinvestment of distributions to holders of redeemable units	\$ 10,294	12,899
Capitalized distributions	\$ -	-
	\$ (6,148,451)	(4,479,010)
Distributions to Holders of Redeemable Units		
From capital gains	\$ -	-
From net investment income	\$ -	(11,515)
Return of capital	\$ (10,293)	(1,384)
	\$ (10,293)	(12,899)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (5,826,273)	(6,447,076)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 2,919,053	8,745,326
Redeemable Unit Transactions		
Balance - beginning of period	1,107,838	1,558,020
Units issued	103,402	431,668
Units issued on reinvestment of distributions	1,156	1,164
Units redeemed	(844,076)	(883,014)
Balance - end of period	368,320	1,107,838

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

Sun Life Dynamic Energy Fund (continued)

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	332,471	(1,955,167)
Adjustments for:		
Net realized (gain) loss on sale of investments	387,235	167,981
Change in unrealized (appreciation) depreciation in value of investments	(560,952)	1,806,509
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	(41,556)	53,186
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	(38,949)	52,778
Non-cash income distributions from underlying funds	-	-
Change in margin	-	-
Purchases of investments	(2,273,088)	(5,865,655)
Proceeds from sale of investments	6,974,403	10,822,533
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	14,201	23,502
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	(140)	(401)
Change in other payables and accrued expenses	12,610	20,797
Net Cash Provided by (Used in) Operating Activities	4,806,235	5,126,063
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	-	-
Proceeds from redeemable units issued	869,350	4,059,143
Redemption of redeemable units	(7,023,830)	(8,556,977)
Net Cash Provided by (Used in) Financing Activities	(6,154,480)	(4,497,834)
Net increase (decrease) in cash	(1,348,245)	628,229
Cash (bank indebtedness) at beginning of period	1,744,416	1,116,187
Cash (bank indebtedness) at end of period	396,171	1,744,416
Dividends received, net of withholding taxes	172,414	294,864
Interest received, net of withholding taxes	11,522	6,216
Interest paid	(69)	(119)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Energy				
ARC Resources Ltd.	11,000	75,850	89,980	
BP PLC, ADR	2,900	152,115	141,924	
Canadian Natural Resources Ltd.	3,800	136,143	159,600	
Chevron Corp.	1,000	138,315	156,271	
ConocoPhillips	2,100	147,213	177,088	
Diamondback Energy Inc.	1,285	175,033	154,735	
EOG Resources Inc.	1,500	168,230	162,923	
Gibson Energy Inc.	4,600	102,795	122,314	
Keyera Corp.	3,020	104,025	102,740	
ONEOK Inc.	1,200	102,035	117,750	
Parkland Fuel Corp.	1,507	65,719	71,899	
Pembina Pipeline Corp.	2,987	114,571	143,764	
Pioneer Natural Resources Co.	835	153,031	163,901	
Royal Dutch Shell PLC, ADR B Shares	1,857	141,529	144,411	
Suncor Energy Inc.	4,016	151,758	170,921	
TC Energy Corp.	2,518	128,177	174,145	
Total SA	2,334	147,303	167,151	
		2,203,842	2,421,517	82.96
Materials				
Dow Inc.	1	80	71	
		80	71	-
Utilities				
NextEra Energy Partners LP	1,000	67,121	68,274	
		67,121	68,274	2.34
Total Equities		2,271,043	2,489,862	85.30
Transaction Costs		(2,157)		
Total Investments		2,268,886	2,489,862	85.30
Unrealized appreciation/(depreciation) on currency forward contracts⁽¹⁾			9,951	0.34
Unrealized appreciation/(depreciation) on swaps⁽²⁾			(457)	(0.02)
Other Assets less Liabilities			419,697	14.38
Total Net Assets			2,919,053	100.00

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

Sun Life Dynamic Energy Fund (continued)

Schedule of Investments (continued)

(1) Unrealized appreciation/(depreciation) on currency forward contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
Canadian Imperial Bank of Commerce	A-1	19-Feb-2020	CAD	345,498	USD	(260,000)	8,390
Canadian Imperial Bank of Commerce	A-1	15-Jan-2020	CAD	53,096	USD	(40,000)	1,230
Royal Bank of Canada	A-1+	13-Mar-2020	CAD	50,037	EUR	(34,000)	331
							9,951

(2) Unrealized appreciation/(depreciation) on swaps

Referenced Entity	Notional Units	Interest Rate	Expiry Date	Counterparty	Credit Rating for Counterparty	Market Value (\$)	Unrealized Gain/(Loss) (\$)
ENTERPRISE PRODUCTS PARTNERS TRS - EQUITY LEG	2,100		12-Aug-2020	Goldman Sachs & Co.	A-2	76,685	1,253
ENTERPRISE PRODUCTS PARTNERS TRS - EQUITY LEG	1,900		10-Jan-2020	Goldman Sachs & Co.	A-2	69,381	1,133
							2,386
VIPER ENERGY PARTNERS LP TRS - INT LEG	(2,400)	1-Month LIBOR + 60BPS	23-Dec-2019	Goldman Sachs & Co.	A-2	(78,812)	(42)
VIPER ENERGY PARTNERS LP TRS - INT LEG	(2,100)	1-Month LIBOR + 60BPS	31-Jan-2020	Goldman Sachs & Co.	A-2	(67,810)	(57)
ENTERPRISE PRODUCTS PARTNERS TRS - INT LEG	(1,900)	1-Month LIBOR + 60BPS	10-Jan-2020	Goldman Sachs & Co.	A-2	(68,306)	(58)
ENTERPRISE PRODUCTS PARTNERS TRS - INT LEG	(2,100)	1-Month LIBOR + 60BPS	12-Aug-2020	Goldman Sachs & Co.	A-2	(75,496)	(64)
VIPER ENERGY PARTNERS LP TRS - EQUITY LEG	2,100		31-Jan-2020	Goldman Sachs & Co.	A-2	67,154	(599)
VIPER ENERGY PARTNERS LP TRS - EQUITY LEG	2,400		21-Dec-2020	Goldman Sachs & Co.	A-2	76,747	(2,023)
							(2,843)
							(457)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Dynamic Energy Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the 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. Credit risk from other financial instruments is minimal.

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 Dynamic Energy Fund (continued)

(b) Market risk

(i) Currency risk

The 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk (\$CAD)		Percentage of Net Assets (%)	
	December 31, 2019		December 31, 2018	
United States Dollar	1,634,237	55.99	2,808,329	32.11
Euro	148,626	5.09	317,563	3.63
Total	1,782,863	61.08	3,125,892	35.74

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$89,143 (\$156,295 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

As at December 31, 2019 and December 31, 2018, the majority of the Fund's financial assets and liabilities are non-interest bearing. As a result, the Fund is not subject to a significant amount of interest rate risk.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in publicly traded equities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$124,470 (\$349,538 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Equities		
Energy	83.0	77.1
Materials	-	3.3
Utilities	2.3	-
Derivative Assets (Liabilities)	0.3	(0.8)
Other Assets less Liabilities	14.4	20.4
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, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Equities	2,489,862	-	-	2,489,862
Currency Forward Contracts	-	9,951	-	9,951
Swaps	-	2,386	-	2,386
Financial Liabilities				
Swaps	-	2,843	-	2,843

	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Equities	7,030,169	-	-	7,030,169
Currency Forward Contracts	-	1,210	-	1,210
Financial Liabilities				
Currency Forward Contracts	-	32,815	-	32,815
Swaps	-	39,406	-	39,406

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

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

Sun Life Dynamic Energy Fund (continued)

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts and equity swaps, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$12,918 (\$20,921 for the period ended December 31, 2018).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended December 31, 2019 was \$7,528 (\$2,346 for the period ended December 31, 2018).

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$6,613,717 (\$5,733,521 as at December 31, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

As at December 31, 2019, the Fund had accumulated non-capital losses of \$416,493 (\$517,649 as at December 31, 2018). The non-capital losses for tax purposes are available for carry forward until the year ending 2036.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the "Manager") is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series T5	843	7,984
Series T8	982	7,990
Series F5	736	9,307
Series F8	780	9,307
Series I	1,183	9,972

	December 31, 2018	
	Units	Market Value (\$)
Series T5	800	7,743
Series T8	903	7,752
Series F5	698	8,924
Series F8	718	8,924
Series I	-	-

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series T5	20	-	396
Series T8	20	-	643
Series F	-	-	-
Series F5	23	-	457
Series F8	23	-	741
Series I	10,000	-	-

	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series T5	23	-	497
Series T8	23	-	806
Series F	20	20,711	-
Series F5	10,017	-	468
Series F8	10,017	-	757
Series I	-	-	-

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

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

Sun Life Dynamic Energy Fund (continued)

Financial Assets and Liabilities

	Amounts Eligible for Offset			Net (\$)
	Gross Assets/ (Liabilities) (\$)	Financial Instruments (\$)	Collateral received/ paid (\$)	
December 31, 2019				
Derivative assets - Forward Contracts	9,951	-	-	9,951
Derivative assets - Swaps	2,386	(2,386)	-	-
Total	12,337	(2,386)	-	9,951
Derivative liabilities - Swaps	(2,843)	2,386	-	(457)
Total	(2,843)	2,386	-	(457)
December 31, 2018				
Derivative assets - Forward Contracts	1,210	(102)	-	1,108
Total	1,210	(102)	-	1,108
Derivative liabilities - Forward Contracts	(32,815)	102	-	(32,713)
Derivative liabilities - Swaps	(39,406)	-	-	(39,406)
Total	(72,221)	102	-	(72,119)

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	July 30, 2015	August 10, 2015
Series T5 Units	July 30, 2015	August 10, 2015
Series T8 Units	July 30, 2015	August 10, 2015
Series F Units	July 30, 2015	August 10, 2015
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	July 30, 2015	August 10, 2015
Series O Units	July 30, 2015	August 10, 2015

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

Sun Life Dynamic Equity Income Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	133,635,554	80,739,815
Short-term investments	-	-
Cash	352,927	187,384
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	79,835
Accrued interest	-	-
Dividends receivable	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	224,458	262,141
	134,212,939	81,269,175
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	4,476	2,445
Redemptions payable	3,203	78,902
Distributions payable	-	-
Due to investment dealers	224,335	253,236
Management fees payable	26,817	15,586
Total liabilities (excluding net assets attributable to holders of redeemable units)	258,831	350,169
Net Assets Attributable to Holders of Redeemable Units	133,954,108	80,919,006
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	40,982,203	27,337,004
Series F	6,785,135	2,036,994
Series I	78,861,319	47,147,265
Series O	7,325,451	4,397,743
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	11.51	9.96
Series F	11.62	10.08
Series I	12.24	10.55
Series O	10.99	9.48

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	-	-
Interest income for distribution purposes	3,694	3,360
Distributions from underlying funds	6,388,714	4,738,841
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	261,678	272,770
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	14,488,663	(7,358,327)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	21,142,749	(2,343,356)
Net gain (loss) on foreign exchange	-	-
Other income	4,825	1,132
Total income (loss)	21,147,574	(2,342,224)
Expenses (note 5)		
Management fees	707,076	531,161
Fixed annual administration fees	110,680	80,431
Independent review committee fees	504	621
Withholding tax	-	-
Transaction costs (note 2)	-	-
Total operating expenses	818,260	612,213
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	20,329,314	(2,954,437)
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	20,329,314	(2,954,437)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	6,131,560	(1,348,093)
Series F	709,937	(94,189)
Series I	12,383,521	(1,365,745)
Series O	1,104,296	(146,410)
Weighted Average Number of Units Outstanding		
Series A	3,158,841	2,500,938
Series F	370,183	156,353
Series I	5,438,513	3,923,936
Series O	531,787	459,364
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	1.94	(0.54)
Series F	1.92	(0.60)
Series I	2.28	(0.35)
Series O	2.08	(0.32)

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

Sun Life Dynamic Equity Income Fund (continued)

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

For the periods ended December 31

	Series A		Series F		Series I	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 27,337,004	23,314,969	2,036,994	1,417,483	47,147,265	40,783,346
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 6,131,560	(1,348,093)	709,937	(94,189)	12,383,521	(1,365,745)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 16,533,692	10,952,196	4,821,056	1,356,594	26,100,000	15,180,522
Redemption of redeemable units	\$ (8,993,580)	(5,557,971)	(779,943)	(639,936)	(6,769,467)	(7,450,858)
Reinvestment of distributions to holders of redeemable units	\$ 1,513,483	1,194,169	250,240	93,516	3,858,843	2,564,221
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 9,053,595	6,588,394	4,291,353	810,174	23,189,376	10,293,885
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	-	-	-	-	-
From net investment income	\$ (385,131)	(485,765)	(63,285)	(38,577)	(963,873)	(1,012,360)
Return of capital	\$ (1,154,825)	(732,501)	(189,864)	(57,897)	(2,894,970)	(1,551,861)
	\$ (1,539,956)	(1,218,266)	(253,149)	(96,474)	(3,858,843)	(2,564,221)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 13,645,199	4,022,035	4,748,141	619,511	31,714,054	6,363,919
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 40,982,203	27,337,004	6,785,135	2,036,994	78,861,319	47,147,265
Redeemable Unit Transactions						
Balance - beginning of period	2,743,505	2,126,050	202,092	127,837	4,467,290	3,541,086
Units issued	1,489,490	1,025,782	428,900	125,156	2,221,068	1,356,365
Units issued on reinvestment of distributions	136,187	112,665	22,115	8,731	326,911	228,932
Units redeemed	(808,672)	(520,992)	(69,126)	(59,632)	(574,772)	(659,093)
Balance - end of period	3,560,510	2,743,505	583,981	202,092	6,440,497	4,467,290

	Series O		Total	
	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 4,397,743	4,473,269	80,919,006	69,989,067
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 1,104,296	(146,410)	20,329,314	(2,954,437)
Redeemable Unit Transactions				
Proceeds from redeemable units issued	\$ 2,926,305	1,467,763	50,381,053	28,957,075
Redemption of redeemable units	\$ (1,095,971)	(1,390,731)	(17,638,961)	(15,039,496)
Reinvestment of distributions to holders of redeemable units	\$ 331,908	283,425	5,954,474	4,135,331
Capitalized distributions	\$ -	-	-	-
	\$ 2,162,242	360,457	38,696,566	18,052,910
Distributions to Holders of Redeemable Units				
From capital gains	\$ -	-	-	-
From net investment income	\$ (84,634)	(114,324)	(1,496,923)	(1,651,026)
Return of capital	\$ (254,196)	(175,249)	(4,493,855)	(2,517,508)
	\$ (338,830)	(289,573)	(5,990,778)	(4,168,534)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 2,927,708	(75,526)	53,035,102	10,929,939
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 7,325,451	4,397,743	133,954,108	80,919,006
Redeemable Unit Transactions				
Balance - beginning of period	463,904	429,825	7,876,791	6,224,798
Units issued	274,696	143,892	4,414,154	2,651,195
Units issued on reinvestment of distributions	31,317	28,128	516,530	378,456
Units redeemed	(103,146)	(137,941)	(1,555,716)	(1,377,658)
Balance - end of period	666,771	463,904	11,251,759	7,876,791

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

Sun Life Dynamic Equity Income Fund (continued)

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	20,329,314	(2,954,437)
Adjustments for:		
Net realized (gain) loss on sale of investments	(261,678)	(272,770)
Change in unrealized (appreciation) depreciation in value of investments	(14,488,663)	7,358,327
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	(6,388,714)	(4,738,841)
Change in margin	-	-
Purchases of investments	(35,448,816)	(18,796,730)
Proceeds from sale of investments	3,743,066	5,368,983
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	-	-
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	11,231	4,750
Change in other payables and accrued expenses	2,031	549
Net Cash Provided by (Used in) Operating Activities	(32,502,229)	(14,030,169)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(36,304)	(33,203)
Proceeds from redeemable units issued	50,418,736	29,239,434
Redemption of redeemable units	(17,714,660)	(14,975,821)
Net Cash Provided by (Used in) Financing Activities	32,667,772	14,230,410
Net increase (decrease) in cash	165,543	200,241
Cash (bank indebtedness) at beginning of period	187,384	(12,857)
Cash (bank indebtedness) at end of period	352,927	187,384
Dividends received, net of withholding taxes	-	-
Interest received, net of withholding taxes	3,694	3,360
Interest paid	-	-

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUND				
Dynamic Equity Income Fund, Series O	16,277,169	121,097,604	133,635,554	
	121,097,604	133,635,554	99.76	
Total Investments	121,097,604	133,635,554	99.76	
Other Assets less Liabilities		318,554	0.24	
Total Net Assets		133,954,108	100.00	

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Dynamic Equity Income Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks 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 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 Fund holds assets and liabilities indirectly through the underlying fund, including cash and cash equivalents. It 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.

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

Sun Life Dynamic Equity Income Fund (continued)

(ii) Interest rate risk

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

(iii) Other market risk

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

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Equities		
Financials	20.4	19.6
Energy Infrastructure	9.0	7.2
Industrials	8.9	8.6
Information Technology	8.3	8.5
Health Care	7.8	9.5
Communication Services	6.3	7.3
Utilities	5.9	6.8
Energy	5.8	4.5
Consumer Staples	5.1	6.9
Materials	4.0	3.3
Consumer Discretionary	3.9	3.6
Real Estate	2.7	3.5
Private Equity - Real Estate	0.7	1.9
Other Assets less Liabilities	11.2	8.8
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, 2019 and December 31, 2018.

	December 31, 2019			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	133,635,554	-	-	133,635,554

	December 31, 2018			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	80,739,815	-	-	80,739,815

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Mutual Funds

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

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended December 31, 2019 was \$173,699 (\$95,010 for the period ended December 31, 2018).

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$nil (\$1,952,622 as at December 31, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	January 11, 2013	January 17, 2013
Series F Units	January 11, 2013	January 17, 2013
Series I Units	January 11, 2013	January 17, 2013
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life Dynamic Strategic Yield Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	158,275,658	119,267,931
Short-term investments	1,417,014	16,792,471
Cash	11,032,540	29,573,954
Margin	40,898	31,084
Option contracts, at fair value - long	4,214	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	3,078	-
Unrealized appreciation on currency forward contracts	-	102,210
Unrealized appreciation on swaps	33,225	75,733
Due from investment dealers	2,054	501,506
Accrued interest	201,333	214,436
Dividends receivable	219,570	275,386
Distributions receivable from underlying funds	-	-
Subscriptions receivable	11,485	20,048
	171,241,069	166,854,759
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	7,305	208,206
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	2,236	4,210
Unrealized depreciation on currency forward contracts	-	1,733,769
Unrealized depreciation on swaps	1,694	33,849
Accrued expenses	6,580	5,736
Redemptions payable	233,905	189,471
Distributions payable	-	-
Due to investment dealers	-	270,691
Management fees payable	35,630	31,660
Total liabilities (excluding net assets attributable to holders of redeemable units)	287,350	2,477,592
Net Assets Attributable to Holders of Redeemable Units	170,953,719	164,377,167
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	53,150,159	52,592,511
Series F	2,820,309	2,103,562
Series I	104,680,546	99,501,918
Series O	10,302,705	10,179,176
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	9.79	9.27
Series F	10.26	9.71
Series I	11.02	10.43
Series O	9.67	9.17

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	2,351,685	2,626,164
Interest income for distribution purposes	1,159,702	1,151,497
Distributions from underlying funds	2,194,936	1,727,628
Interest expense on securities sold short	(10)	-
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	3,697,083	4,311,732
Net realized gain (loss) on futures contracts	(178,431)	(83,224)
Net realized gain (loss) on currency forward contracts	(1,079,943)	(1,251,193)
Net realized gain (loss) on option contracts	464,427	407,815
Net realized gain (loss) on swaps	1,580,118	(278,934)
Change in unrealized appreciation (depreciation) in value of investments	11,170,530	(7,864,594)
Change in unrealized appreciation (depreciation) in value of futures contracts	5,052	(4,210)
Change in unrealized appreciation (depreciation) in currency forward contracts	1,631,559	(2,336,862)
Change in unrealized appreciation (depreciation) in option contracts	205,234	(217,919)
Change in unrealized appreciation (depreciation) in value of swaps	(10,353)	(93,115)
Net gains (losses) on investments	23,191,589	(1,905,215)
Net gain (loss) on foreign exchange	(895,426)	1,693,769
Other income	1,259	-
Total income (loss)	22,297,422	(211,446)
Expenses (note 5)		
Management fees	1,119,657	1,174,891
Fixed annual administration fees	199,014	206,458
Independent review committee fees	810	1,302
Withholding tax	170,108	177,021
Transaction costs (note 2)	55,953	126,885
Total operating expenses	1,545,542	1,686,557
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	20,751,880	(1,898,003)
Finance Cost		
Interest expense	-	(36)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	20,751,880	(1,898,039)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	5,781,275	(1,442,000)
Series F	291,355	(34,865)
Series I	13,371,102	(372,041)
Series O	1,308,148	(49,133)
Weighted Average Number of Units Outstanding		
Series A	5,544,749	5,815,440
Series F	248,181	187,612
Series I	9,483,638	9,465,180
Series O	1,064,246	1,171,823
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	1.04	(0.25)
Series F	1.17	(0.19)
Series I	1.41	(0.04)
Series O	1.23	(0.04)

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

Sun Life Dynamic Strategic Yield Fund (continued)

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

For the periods ended December 31

	Series A		Series F		Series I	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 52,592,511	60,256,202	2,103,562	1,669,475	99,501,918	105,900,689
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 5,781,275	(1,442,000)	291,355	(34,865)	13,371,102	(372,041)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 9,236,387	10,117,549	1,155,374	873,400	6,304,228	9,951,367
Redemption of redeemable units	\$ (14,421,959)	(16,314,820)	(729,509)	(404,465)	(14,496,702)	(15,978,097)
Reinvestment of distributions to holders of redeemable units	\$ 2,794,009	2,943,728	161,513	123,366	7,716,064	6,985,576
Capitalized distributions	\$ -	-	-	-	-	-
	\$ (2,391,563)	(3,253,543)	587,378	592,301	(476,410)	958,846
Distributions to Holders of Redeemable Units						
From capital gains	\$ (564,808)	-	(32,304)	-	(1,539,440)	-
From net investment income	\$ (1,348,279)	(2,328,565)	(77,121)	(96,769)	(3,671,865)	(5,480,309)
Return of capital	\$ (918,977)	(639,583)	(52,561)	(26,580)	(2,504,759)	(1,505,267)
	\$ (2,832,064)	(2,968,148)	(161,986)	(123,349)	(7,716,064)	(6,985,576)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 557,648	(7,663,691)	716,747	434,087	5,178,628	(6,398,771)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 53,150,159	52,592,511	2,820,309	2,103,562	104,680,546	99,501,918
Redeemable Unit Transactions						
Balance - beginning of period	5,674,510	6,006,676	216,619	158,924	9,541,735	9,449,259
Units issued	950,539	1,036,817	113,950	85,293	578,872	905,783
Units issued on reinvestment of distributions	287,078	304,692	15,820	12,209	704,596	644,290
Units redeemed	(1,482,608)	(1,673,675)	(71,565)	(39,807)	(1,323,559)	(1,457,597)
Balance - end of period	5,429,519	5,674,510	274,824	216,619	9,501,644	9,541,735

	Series O		Total	
	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 10,179,176	12,006,151	164,377,167	179,832,517
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 1,308,148	(49,133)	20,751,880	(1,898,039)
Redeemable Unit Transactions				
Proceeds from redeemable units issued	\$ 1,076,438	1,448,761	17,772,427	22,391,077
Redemption of redeemable units	\$ (2,222,803)	(3,186,891)	(31,870,973)	(35,884,273)
Reinvestment of distributions to holders of redeemable units	\$ 724,226	799,423	11,395,812	10,852,093
Capitalized distributions	\$ -	-	-	-
	\$ (422,139)	(938,707)	(2,702,734)	(2,641,103)
Distributions to Holders of Redeemable Units				
From capital gains	\$ (152,123)	-	(2,288,675)	-
From net investment income	\$ (362,844)	(658,316)	(5,460,109)	(8,563,959)
Return of capital	\$ (247,513)	(180,819)	(3,723,810)	(2,352,249)
	\$ (762,480)	(839,135)	(11,472,594)	(10,916,208)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 123,529	(1,826,975)	6,576,552	(15,455,350)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 10,302,705	10,179,176	170,953,719	164,377,167
Redeemable Unit Transactions				
Balance - beginning of period	1,110,170	1,208,391	16,543,034	16,823,250
Units issued	111,414	148,634	1,754,775	2,176,527
Units issued on reinvestment of distributions	75,267	83,578	1,082,761	1,044,769
Units redeemed	(231,743)	(330,433)	(3,109,475)	(3,501,512)
Balance - end of period	1,065,108	1,110,170	16,271,095	16,543,034

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

Sun Life Dynamic Strategic Yield Fund (continued)

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	20,751,880	(1,898,039)
Adjustments for:		
Net realized (gain) loss on sale of investments	(3,697,083)	(4,311,732)
Change in unrealized (appreciation) depreciation in value of investments	(11,170,530)	7,864,594
Change in unrealized (appreciation) depreciation in value of futures contracts	(5,052)	4,210
Change in unrealized (appreciation) depreciation in currency forward contracts	(1,631,559)	2,336,862
Change in unrealized (appreciation) depreciation in option contracts	(205,234)	217,919
Change in unrealized (appreciation) depreciation in value of swaps	10,353	93,115
Non-cash income distributions from underlying funds	(2,194,936)	(1,727,628)
Change in margin	(9,814)	2,456,023
Purchases of investments	(99,295,513)	(105,642,493)
Proceeds from sale of investments	77,912,673	140,859,637
Purchases of short-term investments	(14,162,907)	(65,523,727)
Proceeds from sale of short-term investments	29,163,169	49,072,565
Change in dividends and interest receivable	68,919	73,463
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	3,970	1,840
Change in other payables and accrued expenses	42,581	99,511
Net Cash Provided by (Used in) Operating Activities	(4,419,083)	23,976,120
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(76,782)	(64,115)
Proceeds from redeemable units issued	17,780,990	22,414,324
Redemption of redeemable units	(31,826,539)	(35,825,749)
Net Cash Provided by (Used in) Financing Activities	(14,122,331)	(13,475,540)
Net increase (decrease) in cash	(18,541,414)	10,500,580
Cash (bank indebtedness) at beginning of period	29,573,954	19,073,374
Cash (bank indebtedness) at end of period	11,032,540	29,573,954
Dividends received, net of withholding taxes	2,237,393	2,512,003
Interest received, net of withholding taxes	1,172,805	1,162,100
Interest paid	-	(36)

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

Sun Life Dynamic Strategic Yield Fund (continued)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
United States Treasury Bill	1.867%	30-Jan-2020	1,100,000	1,450,899	1,417,014	
				1,450,899	1,417,014	0.83
Total Short-Term Investments				1,450,899	1,417,014	0.83
BONDS						
Federal Bonds						
Canada Housing Trust No 1	2.900%	15-Jun-2024	400,000	420,564	415,921	
Canadian Government Bond	2.000%	1-Sep-2023	74,000	75,258	74,820	
				495,822	490,741	0.29
Provincial Bonds						
Province of Ontario	2.900%	2-Dec-2046	380,000	378,845	407,614	
Province of Quebec	3.100%	1-Dec-2051	425,000	482,650	485,596	
				861,495	893,210	0.52
Municipal Bonds						
Greater Toronto Airports Authority	7.050%	12-Jun-2030	281,000	408,561	392,866	
				408,561	392,866	0.23
Corporate Bonds						
AIMCo Realty Investors LP	2.712%	1-Jun-2029	122,000	122,000	122,509	
Air Lease Corp.	2.625%	5-Dec-2024	279,000	276,442	275,500	
Alectra Inc.	2.488%	17-May-2027	238,000	236,600	239,185	
Alectra Inc.	3.458%	12-Apr-2049	92,000	96,780	100,394	
Algonquin Power Co.	4.090%	17-Feb-2027	145,000	145,586	153,499	
Alliance Pipeline LP/Canada	6.765%	31-Dec-2025	31,892	36,024	36,520	
AltaGas Ltd.	2.609%	16-Dec-2022	184,000	184,000	184,520	
AltaGas Ltd.	3.840%	15-Jan-2025	556,000	564,043	578,812	
Anheuser-Busch InBev Finance Inc.	2.600%	15-May-2024	205,000	199,672	205,016	
Apple Inc.	2.513%	19-Aug-2024	381,000	376,992	384,864	
Bank of America Corp.	2.932%	25-Apr-2025	120,000	120,330	121,140	
Bank of America Corp.	3.407%	20-Sep-2025	330,000	332,103	339,762	
bclMC Realty Corp.	3.000%	31-Mar-2027	183,000	183,833	188,864	
Bell Canada Inc.	2.750%	29-Jan-2025	165,000	164,662	165,583	
Bell Canada Inc.	3.800%	21-Aug-2028	385,000	389,046	406,662	
BP Capital Markets PLC	3.470%	15-May-2025	348,000	353,625	363,506	
Brookfield Asset Management Inc.	5.040%	8-Mar-2024	108,000	117,958	117,211	
Brookfield Asset Management Inc.	4.820%	28-Jan-2026	414,000	444,106	454,019	
Brookfield Infrastructure Finance ULC	3.315%	22-Feb-2024	482,000	478,743	491,376	
Brookfield Infrastructure Finance ULC	3.410%	9-Oct-2029	242,000	241,746	238,843	
Bruce Power LP	3.969%	23-Jun-2026	294,000	307,381	310,864	
Bruce Power LP	4.132%	21-Jun-2033	210,000	213,131	222,341	
CI Financial Corp.	3.520%	20-Jul-2023	81,000	80,300	82,437	
CI Financial Corp.	3.215%	22-Jul-2024	154,000	154,000	153,705	
CU Inc.	5.032%	20-Nov-2036	446,000	531,414	567,485	
Dollarama Inc.	3.550%	6-Nov-2023	151,000	156,261	155,690	
Enbridge Gas Inc.	5.210%	25-Feb-2036	254,000	313,830	325,183	
Enbridge Gas Inc.	5.460%	11-Sep-2036	266,000	334,632	350,895	
Enbridge Gas Inc.	3.010%	9-Aug-2049	239,000	240,425	237,447	
Enbridge Inc.	3.950%	19-Nov-2024	698,000	740,904	736,916	
Enbridge Inc.	5.375%	27-Sep-2077	468,000	465,068	469,562	
Enbridge Pipelines Inc.	8.200%	15-Feb-2024	145,000	194,288	175,373	
Enbridge Southern Lights LP	4.014%	30-Jun-2040	84,928	86,043	87,994	
ENMAX Corp.	3.331%	2-Jun-2025	99,000	98,996	100,312	
First Capital Realty Inc.	4.323%	31-Jul-2025	136,000	139,996	143,442	
Greater Toronto Airports Authority	2.750%	17-Oct-2039	214,000	214,217	212,408	
H&R Real Estate Investment Trust	3.369%	30-Jan-2024	157,000	155,588	159,388	
HCN Canadian Holdings-I LP	2.950%	15-Jan-2027	77,000	76,916	77,085	
Heathrow Funding Ltd.	3.250%	21-May-2025	631,000	637,865	647,174	
Hydro One Inc.	4.390%	26-Sep-2041	97,000	118,560	117,448	
Intact Financial Corp.	3.770%	2-Mar-2026	371,000	379,395	391,934	
Inter Pipeline Ltd.	6.625%	19-Nov-2079	192,000	192,449	193,809	
Lower Mattagami Energy LP	2.307%	21-Oct-2026	286,000	271,944	285,339	
North West Redwater Partnership / NWR Financing Co., Ltd.	3.200%	24-Apr-2026	222,000	224,040	228,591	

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

Sun Life Dynamic Strategic Yield Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Nova Scotia Power Inc.	3.571%	5-Apr-2049	195,000	195,000	208,439	
OMERS Realty Corp.	3.244%	4-Oct-2027	147,000	150,741	154,019	
OMERS Realty Corp.	3.628%	5-Jun-2030	698,000	720,269	758,459	
Pembina Pipeline Corp.	3.540%	3-Feb-2025	216,000	217,180	223,033	
Pembina Pipeline Corp.	3.310%	1-Feb-2030	120,000	119,909	119,579	
RioCan Real Estate Investment Trust	2.576%	12-Feb-2025	49,000	49,000	48,259	
Royal Bank of Canada	2.352%	2-Jul-2024	89,000	88,895	88,563	
Royal Bank of Canada	2.609%	1-Nov-2024	406,000	406,734	407,874	
Royal Bank of Canada	2.740%	25-Jul-2029	150,000	150,044	149,519	
Royal Bank of Canada	2.880%	23-Dec-2029	211,000	210,981	211,125	
Shaw Communications Inc.	3.300%	10-Dec-2029	69,000	68,674	68,940	
SmartCentres Real Estate Investment Trust	3.556%	6-Feb-2025	278,000	280,107	286,317	
SmartCentres Real Estate Investment Trust	3.526%	20-Dec-2029	164,000	164,000	165,199	
Suncor Energy Inc.	3.000%	14-Sep-2026	157,000	158,448	160,191	
Suncor Energy Inc.	5.390%	26-Mar-2037	101,000	125,667	125,556	
TELUS Corp.	2.750%	8-Jul-2026	512,000	511,456	508,726	
TELUS Corp.	3.300%	2-May-2029	746,000	753,981	757,101	
TELUS Corp.	3.950%	16-Feb-2050	187,000	185,418	186,252	
The Bank of Montreal	3.190%	1-Mar-2028	751,000	777,580	792,516	
The Bank of Montreal	2.880%	17-Sep-2029	228,000	227,979	228,243	
The Bank of Nova Scotia	2.836%	3-Jul-2029	225,000	225,000	224,834	
The Toronto-Dominion Bank	3.005%	30-May-2023	818,000	819,205	839,831	
The Toronto-Dominion Bank	2.850%	8-Mar-2024	102,000	102,000	103,677	
The Toronto-Dominion Bank	3.226%	24-Jul-2024	409,000	430,864	426,040	
The Toronto-Dominion Bank	2.496%	2-Dec-2024	156,000	156,030	156,045	
TMX Group Ltd.	2.997%	11-Dec-2024	139,000	137,087	141,750	
TMX Group Ltd.	3.779%	5-Jun-2028	306,000	311,906	324,742	
Toronto Hydro Corp.	2.990%	10-Dec-2049	168,000	168,697	169,011	
TransCanada PipeLines Ltd.	3.000%	18-Sep-2029	160,000	159,534	159,558	
United Parcel Service Inc.	2.125%	21-May-2024	160,000	157,539	158,356	
United States Treasury Note/Bond	1.500%	30-Sep-2021	1,199,000	1,585,325	1,552,675	
United States Treasury Note/Bond	2.375%	29-Feb-2024	125,000	170,263	166,744	
United States Treasury Note/Bond	3.125%	15-Nov-2028	125,000	184,789	178,385	
Ventas Canada Finance Ltd.	2.510%	12-Nov-2021	111,000	111,000	111,339	
Ventas Canada Finance Ltd.	2.800%	12-Apr-2024	180,000	180,613	180,769	
Ventas Canada Finance Ltd.	4.125%	30-Sep-2024	293,000	304,136	309,243	
Videotron Ltd.	5.625%	15-Jun-2025	203,000	217,036	218,796	
Videotron Ltd.	4.500%	15-Jan-2030	301,000	301,000	305,026	
Wells Fargo & Co.	3.184%	8-Feb-2024	370,000	372,017	378,292	
				23,048,038	23,353,630	13.66
Mortgage-Backed Securities						
Merrill Lynch Financial Assets Inc.	0.000%	12-Oct-2039	260,000	269,640	266,116	
Merrill Lynch Financial Assets Inc.	5.145%	12-Oct-2039	170,000	175,318	175,290	
				444,958	441,406	0.26
Total Bonds				25,258,874	25,571,853	14.96

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Energy				
Canadian Natural Resources Ltd.	17,100	640,574	718,200	
ConocoPhillips	5,700	446,174	480,667	
Enbridge Inc.	37,200	1,755,636	1,920,636	
Pembina Pipeline Corp.	26,300	1,002,932	1,265,819	
Suncor Energy Inc.	30,300	1,282,780	1,289,568	
TC Energy Corp.	20,314	1,033,408	1,404,916	
		6,161,504	7,079,806	4.14
Industrials				
Andlauer Healthcare Group Inc.	33,557	503,355	672,818	
Brookfield Business Partners LP	33,500	1,742,876	1,799,955	
Honeywell International Inc.	5,900	1,031,467	1,354,194	

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

Sun Life Dynamic Strategic Yield Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Raytheon Co.	4,500	1,258,330	1,282,263	
Union Pacific Corp.	2,434	570,568	570,625	
		5,106,596	5,679,855	3.32
Consumer Discretionary				
Home Depot Inc.	6,200	1,287,249	1,755,739	
NIKE Inc.	10,400	1,146,509	1,366,285	
TJX Cos Inc.	25,500	1,493,965	2,019,075	
		3,927,723	5,141,099	3.01
Consumer Staples				
Costco Wholesale Corp.	2,200	519,179	838,508	
The Coca-Cola Co.	15,000	860,455	1,076,625	
Walmart Inc.	6,200	851,430	955,454	
		2,231,064	2,870,587	1.68
Health Care				
Johnson & Johnson	9,750	1,610,777	1,844,277	
Medtronic PLC	12,100	1,197,734	1,780,104	
Pfizer Inc.	36,800	1,643,201	1,869,682	
Stryker Corp.	3,200	866,855	871,166	
UnitedHealth Group Inc.	3,100	916,791	1,181,776	
		6,235,358	7,547,005	4.41
Financials				
Atrium Mortgage Investment Corp.	51,600	617,868	748,200	
Bank of America Corp.	37,600	1,737,380	1,717,247	
Blackstone Group Inc.	55,600	3,342,091	4,033,228	
Brookfield Asset Management Inc.	48,000	2,569,258	3,601,440	
Canadian Imperial Bank of Commerce	11,800	1,270,305	1,275,108	
JPMorgan Chase & Co.	11,400	1,267,477	2,060,740	
Royal Bank of Canada	24,100	2,158,283	2,476,275	
Starwood Property Trust Inc.	78,300	2,302,453	2,524,166	
The Bank of Nova Scotia	23,100	1,582,900	1,694,385	
The Toronto-Dominion Bank	22,700	1,549,963	1,653,241	
		18,397,978	21,784,030	12.74
Materials				
Agnico Eagle Mines Ltd.	11,200	865,835	895,776	
Barrick Gold Corp.	34,800	830,857	839,376	
BHP Group Ltd.	11,800	855,164	837,152	
DuPont de Nemours Inc.	9,000	856,179	749,261	
Rio Tinto PLC	11,300	871,296	869,817	
		4,279,331	4,191,382	2.45
Real Estate				
Canadian Apartment Properties Real Estate Investment Trust	16,100	861,405	853,461	
Equity Residential	26,500	2,154,964	2,780,720	
Killam Apartment Real Estate Investment Trust	106,596	1,317,447	2,018,928	
SmartCentres Real Estate Investment Trust	36,084	1,031,888	1,126,182	
		5,365,704	6,779,291	3.97
Information Technology				
Accenture PLC	3,400	717,247	928,391	
Apple Inc.	3,600	1,326,780	1,370,844	
Mastercard Inc.	3,600	1,290,158	1,393,905	
Microsoft Corp.	19,200	2,549,605	3,926,345	
NVIDIA Corp.	2,900	866,574	884,862	
Texas Instruments Inc.	7,700	1,230,576	1,280,970	
Visa Inc.	5,400	1,262,366	1,315,758	
		9,243,306	11,101,075	6.49
Communication Services				
AT&T Inc.	34,500	1,711,015	1,748,353	
BCE Inc.	33,000	1,814,572	1,985,280	
Comcast Corp.	53,100	2,391,527	3,096,513	

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

Sun Life Dynamic Strategic Yield Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
TELUS Corp.	18,058	848,256	907,956	
Verizon Communications Inc.	28,200	2,041,058	2,245,293	
		8,806,428	9,983,395	5.84
Utilities				
Fortis Inc.	51,424	2,062,972	2,770,726	
Innergex Renewable Energy Inc.	167,700	1,996,370	2,827,422	
NextEra Energy Inc.	4,300	699,539	1,350,288	
Sempra Energy	10,900	1,717,685	2,141,102	
		6,476,566	9,089,538	5.32
Total Equities		76,231,558	91,247,063	53.37

	Number of Units	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
1832AM Investment Grade U.S. Corporate Bond Pool, Series I	273,753	3,994,853	3,870,692	
Dynamic Total Return Bond Fund, Series O	2,656,062	26,475,610	25,684,124	
Dynamic Credit Spectrum Fund, Series O	606,667	5,612,752	5,096,000	
Dynamic High Yield Bond Fund, Series O	1,741,092	5,655,954	5,066,579	
Dynamic Global Real Estate & Infrastructure Income II Fund, Series O	158,411	1,650,295	1,739,347	
Total Mutual Funds		43,389,464	41,456,742	24.25
Transaction Costs		(30,781)		
Total Investments		146,300,014	159,692,672	93.41
Unrealized appreciation/(depreciation) on futures contracts⁽¹⁾			842	-
Unrealized appreciation/(depreciation) on swaps⁽²⁾			31,531	0.02
Option contracts, at fair value ⁽³⁾			(3,091)	-
Other Assets less Liabilities			11,231,765	6.57
Total Net Assets			170,953,719	100.00

(1) Unrealized appreciation/(depreciation) on futures contracts

Name of Future	Contracted Value (\$)	Expiry Date	Numbers of Contracts	Contracted Price	Current Value (\$)	Unrealized Appreciation/ (Depreciation) (\$)
CBOT 10 YR T-NOTE FUTURES	(166,855)	20-Mar-2020	(1)	129	(166,531)	324
MTL 10YR CANADIAN BOND FUTURES	(277,194)	20-Mar-2020	(2)	139	(274,960)	2,234
MTL 10YR CANADIAN BOND FUTURES	(138,000)	20-Mar-2020	(1)	138	(137,480)	520
					(578,971)	3,078
MTL 10YR CANADIAN BOND FUTURES	(137,473)	20-Mar-2020	(1)	137	(137,480)	(7)
US 10 YR ULTRA FUTURES	(2,004,796)	20-Mar-2020	(11)	141	(2,007,025)	(2,229)
					(2,144,505)	(2,236)
						842

(2) Unrealized appreciation/(depreciation) on swaps

Referenced Entity	Notional Units	Expiry Date	Counterparty	Credit Rating for Counterparty	Market Value (\$)	Unrealized Gain/(Loss) (\$)
ENTERPRISE PRODUCTS PARTNERS TRS - EQUITY LEG	15,900	15-Apr-2020	Goldman Sachs & Co.	A-2	580,612	9,484
ENTERPRISE PRODUCTS PARTNERS TRS - EQUITY LEG	14,100	29-Apr-2020	Goldman Sachs & Co.	A-2	514,882	8,411
ENTERPRISE PRODUCTS PARTNERS TRS - EQUITY LEG	8,000	18-May-2020	Goldman Sachs & Co.	A-2	292,132	4,772
ENTERPRISE PRODUCTS PARTNERS TRS - EQUITY LEG	7,600	12-Nov-2020	Goldman Sachs & Co.	A-2	277,525	4,533

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

Sun Life Dynamic Strategic Yield Fund (continued)

Schedule of Investments (continued)

(2) Unrealized appreciation/(depreciation) on swaps (continued)

Referenced Entity	Notional Units	Expiry Date	Counterparty	Credit Rating for Counterparty	Market Value (\$)	Unrealized Gain/(Loss) (\$)
ENTERPRISE PRODUCTS PARTNERS TRS - EQUITY LEG	7,500	28-Apr-2020	Goldman Sachs & Co.	A-2	273,874	4,474
ENTERPRISE PRODUCTS PARTNERS TRS - EQUITY LEG	2,501	26-Aug-2020	Goldman Sachs & Co.	A-2	91,328	1,492
ENTERPRISE PRODUCTS PARTNERS TRS - EQUITY LEG	99	1-Jul-2020	Goldman Sachs & Co.	A-2	3,615	59
						33,225
ENTERPRISE PRODUCTS PARTNERS TRS - INT LEG	(99)	1-Jul-2020	Goldman Sachs & Co.	A-2	(3,559)	(3)
ENTERPRISE PRODUCTS PARTNERS TRS - INT LEG	(2,501)	26-Aug-2020	Goldman Sachs & Co.	A-2	(89,912)	(76)
ENTERPRISE PRODUCTS PARTNERS TRS - INT LEG	(7,500)	28-Apr-2020	Goldman Sachs & Co.	A-2	(269,628)	(228)
ENTERPRISE PRODUCTS PARTNERS TRS - INT LEG	(7,600)	12-Nov-2020	Goldman Sachs & Co.	A-2	(273,223)	(231)
ENTERPRISE PRODUCTS PARTNERS TRS - INT LEG	(8,000)	18-May-2020	Goldman Sachs & Co.	A-2	(287,603)	(243)
ENTERPRISE PRODUCTS PARTNERS TRS - INT LEG	(14,100)	29-Apr-2020	Goldman Sachs & Co.	A-2	(506,901)	(429)
ENTERPRISE PRODUCTS PARTNERS TRS - INT LEG	(15,900)	15-Apr-2020	Goldman Sachs & Co.	A-2	(571,611)	(484)
						(1,694)
						31,531

(3) Option contracts, at fair value

	Expiry Date	Number of Contracts	Average Cost (\$)	Current Value (\$)
US BOND FUTR@155 PUT OPT	24-Jan-2020	4	2,431	4,214
				4,214
APOLLO GLOBAL MANAGEMENT INC@40 PUT OPT	17-Jan-2020	(81)	(8,088)	(411)
MASTERCARD INC@280 PUT OPT	24-Jan-2020	(13)	(7,430)	(1,956)
UNION PACIFIC CORP@170 PUT OPT	24-Jan-2020	(26)	(8,130)	(4,938)
				(7,305)
				(3,091)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Dynamic Strategic Yield Fund (the “Fund”) expose it to a variety of financial risks, which are described below. The Fund’s exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks 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 underlying funds.

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

Sun Life Dynamic Strategic Yield Fund (continued)

The Fund invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	2.23	11.37
AA/Aa	3.62	4.47
A/A	4.71	2.83
BBB/Bbb	5.80	4.35
BB/Ba	0.31	0.13
Not Rated	0.31	0.78
Total	16.98	23.93

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 underlying funds. The Fund also 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. 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, 2019		December 31, 2018	
United States Dollar	71,526,244	41.84	43,916,704	26.72
British Pound	5,946	-	21,497	0.01
Total	71,532,190	41.84	43,938,201	26.73

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$3,576,610 (\$2,196,910 as at December 31, 2018). 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 its investment in underlying funds.

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	1,417,014	8,633,935	16,937,919	26,988,868
December 31, 2018	17,047,225	4,247,575	14,100,149	35,394,949

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$2,596,261 (\$1,535,371 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

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

The Fund is also directly exposed to other market risk as a result of its investment in global equities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$4,563,930 (\$3,263,171 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Dynamic Strategic Yield Fund (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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Treasury Bills	0.8	5.9
Bankers' Acceptances	-	4.3
Bonds		
Federal Bonds	0.3	1.1
Provincial Bonds	0.5	-
Municipal Bonds	0.2	-
Corporate Bonds	13.7	10.0
Mortgage-Backed Securities	0.3	0.2
Equities		
Energy	4.1	3.9
Industrials	3.3	2.1
Consumer Discretionary	3.0	2.6
Consumer Staples	1.7	2.6
Health Care	4.4	5.3
Financials	12.7	7.5
Materials	2.5	1.4
Real Estate	4.0	4.2
Information Technology	6.5	1.5
Communication Services	5.8	4.9
Utilities	5.3	3.7
Mutual Funds		
Canadian Fixed Income	15.1	15.1
U.S. Corporate Bond	2.3	-
Income and Real Property	1.0	1.2
High Yield Fixed Income	5.9	5.3
Derivative Assets (Liabilities)	-	(1.1)
Other Assets less Liabilities	6.6	18.3
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Equities	91,247,063	-	-	91,247,063
Bonds	-	25,130,447	-	25,130,447
Short-Term Investments	-	1,417,014	-	1,417,014
Mutual Funds	41,456,742	-	-	41,456,742
Option Contracts	4,214	-	-	4,214
Swaps	-	33,225	-	33,225
Mortgage-Backed Securities	-	175,290	266,116	441,406
Financial Liabilities				
Option Contracts	7,305	-	-	7,305
Futures Contracts	2,236	-	-	2,236
Swaps	-	1,694	-	1,694

	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Equities	65,221,529	-	-	65,221,529
Bonds	-	18,336,231	-	18,336,231
Short-Term Investments	-	16,792,471	-	16,792,471
Mutual Funds	35,443,924	-	-	35,443,924
Currency Forward Contracts	-	102,210	-	102,210
Swaps	-	75,733	-	75,733
Mortgage-Backed Securities	-	35,954	230,293	266,247
Financial Liabilities				
Currency Forward Contracts	-	1,733,769	-	1,733,769
Option Contracts	208,206	-	-	208,206
Futures Contracts	4,210	-	-	4,210
Swaps	-	33,849	-	33,849

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

The following is a reconciliation of Level 3 fair value assets as at December 31, 2019 and December 31, 2018.

	December 31, 2019 (\$)	December 31, 2018 (\$)
Opening Balance	230,293	-
Net purchases and sales	36,011	233,629
Net transfers in (out)	-	-
Gains (Losses)		
Realized	-	-
Unrealized	(188)	(3,336)
Closing Balance	266,116	230,293

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

Sun Life Dynamic Strategic Yield Fund (continued)

The fair value pricing of Level 3 assets is obtained by using the last observable market price available. There are no changes in the fair value pricing assumptions of Level 3 assets that would impact the Fund. Other valuation estimates considered were to price the assets at cost or derive the prices indirectly from other unobservable inputs.

Bonds and Mortgage-Backed Securities

Bonds include primarily government and corporate bonds and mortgage-backed securities, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. Bonds are classified as Level 2, when the inputs that are significant to valuation are generally observable. When one or more of the inputs that are significant to valuation become unobservable, bonds are then classified as Level 3.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Mutual Funds

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

Derivative Assets and Liabilities

Derivative assets and liabilities consist of options, futures contracts, and equity swaps. Option contracts are classified as Level 1, when the option contracts are actively traded and a reliable price is observable. Option contracts are classified as Level 2 when they are not traded on an exchange or no market value is readily available but sufficient and reliable observable market inputs are available and a valuation technique is used. Futures contracts are classified as Level 1 and are marked to market each valuation day according to the gain or loss that would have been realized if the contracts had been closed out. Gains or losses arising from futures contracts are recorded as unrealized gain (loss) on futures contracts and shown as an asset (liability) on the Statements of Financial Position until the contracts are closed out or expire, at which time the gains (losses) are realized.

Equity swaps are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$55,953 (\$126,885 for the period ended December 31, 2018).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended December 31, 2019 was \$23,406 (\$39,416 for the period ended December 31, 2018).

Taxation of the Fund

The Fund had no accumulated capital losses.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

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

Sun Life Dynamic Strategic Yield Fund (continued)

Financial Assets and Liabilities

	Amounts Eligible for Offset			
	Gross Assets/ (Liabilities) (\$)	Financial Instruments (\$)	Collateral received/ paid (\$)	Net (\$)
December 31, 2019				
Derivative assets - Swaps	33,225	(1,694)	-	31,531
Total	33,225	(1,694)	-	31,531
Derivative liabilities - Swaps	(1,694)	1,694	-	-
Total	(1,694)	1,694	-	-
December 31, 2018				
Derivative assets - Forward Contracts	102,210	(102,210)	-	-
Derivative assets - Swaps	75,733	(33,849)	-	41,884
Total	177,943	(136,059)	-	41,884
Derivative liabilities - Forward Contracts	(1,733,769)	102,210	-	(1,631,559)
Derivative liabilities - Swaps	(33,849)	33,849	-	-
Total	(1,767,618)	136,059	-	(1,631,559)

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	January 11, 2013	January 17, 2013
Series F Units	January 11, 2013	January 17, 2013
Series I Units	January 11, 2013	January 17, 2013
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life Excel China Fund

Statements of Financial Position

As at December 31, 2019 and September 30, 2018

	December 31, 2019 (\$)	September 30, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	20,511,331	23,295,936
Short-term investments	-	-
Cash	1,076,600	2,261,973
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	406,941	-
Accrued interest	-	-
Dividends receivable	1,279	34,369
Distributions receivable from underlying funds	-	-
Subscriptions receivable	100	3,193
	21,996,251	25,595,471
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	1,931	6,083
Redemptions payable	90,913	988
Distributions payable	-	-
Due to investment dealers	613,982	-
Management fees payable	18,478	58,942
Total liabilities (excluding net assets attributable to holders of redeemable units)	725,304	66,013
Net Assets Attributable to Holders of Redeemable Units	21,270,947	25,529,458
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	18,878,936	23,140,010
Series F	2,382,931	2,380,962
Series I	9,080	8,486
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	3.99	3.87
Series F	15.25	14.59
Series I	38.12	35.62

Approved on behalf of Trustee

"signed" Jordy Chilcott	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	433,067	535,486
Interest income for distribution purposes	33,737	9,577
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	610,071	11,013,656
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	1,366
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	589,602	(7,135,284)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	2
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	1,666,477	4,424,803
Net gain (loss) on foreign exchange	(73,098)	249,111
Other income	2,470	23,732
Total income (loss)	1,595,849	4,697,646
Expenses (note 5)		
Management fees	751,961	939,238
Transaction costs (note 2)	196,325	280,516
Administrative costs	-	144,544
Withholding tax	35,798	24,182
Fixed annual administration fees	80,547	23,547
Legal fees	-	15,387
Audit fees	-	6,315
Custodial fees	-	4,769
Securityholder reporting costs	-	4,033
Independent review committee fees	381	778
Trustee fees	-	766
Total operating expenses	1,065,012	1,444,075
Expenses waived/absorbed by the Manager	-	-
Operating Profit (Loss)	530,837	3,253,571
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	530,837	3,253,571
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	423,077	(67,048)
Series F	107,166	113,548
Series I	594	3,207,071
Weighted Average Number of Units Outstanding		
Series A	5,423,590	6,841,422
Series F	148,402	279,504
Series I	238	325,595

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

Sun Life Excel China Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	0.08	(0.01)
Series F	0.72	0.41
Series I	2.50	9.85

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

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	Series A		Series F		Series I		Total	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 23,140,010	27,369,236	2,380,962	3,543,784	8,486	16,630,865	25,529,458	47,543,885
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 423,077	(67,048)	107,166	113,548	594	3,207,071	530,837	3,253,571
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 4,726,865	14,829,947	1,471,366	4,301,492	-	110,000	6,198,231	19,241,439
Redemption of redeemable units	\$ (9,411,018)	(18,992,125)	(1,576,576)	(5,577,862)	-	(19,939,450)	(10,987,594)	(44,509,437)
Reinvestment of distributions to holders of redeemable units	\$ 4,589	802	946	175	-	-	5,535	977
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (4,679,564)	(4,161,376)	(104,264)	(1,276,195)	-	(19,829,450)	(4,783,828)	(25,267,021)
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	-	-	-	-	-	-	-
From net investment income	\$ -	(802)	-	(175)	-	-	-	(977)
Return of capital	\$ (4,587)	-	(933)	-	-	-	(5,520)	-
	\$ (4,587)	(802)	(933)	(175)	-	-	(5,520)	(977)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (4,261,074)	(4,229,226)	1,969	(1,162,822)	594	(16,622,379)	(4,258,511)	(22,014,427)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 18,878,936	23,140,010	2,382,931	2,380,962	9,080	8,486	21,270,947	25,529,458
Redeemable Unit Transactions								
Balance - beginning of period	5,973,244	6,984,704	163,160	243,117	238	474,793	6,136,642	7,702,614
Units issued	1,259,287	2,857,803	105,328	252,449	-	2,842	1,364,615	3,113,094
Units issued on reinvestment of distributions	1,216	202	66	12	-	-	1,282	214
Units redeemed	(2,504,002)	(3,869,465)	(112,335)	(332,418)	-	(477,397)	(2,616,337)	(4,679,280)
Balance - end of period	4,729,745	5,973,244	156,219	163,160	238	238	4,886,202	6,136,642

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

Sun Life Excel China Fund (continued)

Statements of Cash Flows

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	530,837	3,253,571
Adjustments for:		
Net realized (gain) loss on sale of investments	(610,071)	(11,013,656)
Change in unrealized (appreciation) depreciation in value of investments	(589,602)	7,135,284
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	(2)
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	-	-
Change in fair value of option contracts	-	-
Change in fair value of credit default swaps	-	-
Change in margin	-	-
Purchases of investments	(49,070,071)	(71,348,253)
Proceeds from sale of investments	53,065,065	93,738,009
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	33,090	17,729
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	(40,464)	(14,997)
Change in other payables and accrued expenses	192,173	(57,141)
Net Cash Provided by (Used in) Operating Activities	3,510,957	21,710,544
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	15	-
Proceeds from redeemable units issued	6,201,324	19,668,074
Redemption of redeemable units	(10,897,669)	(44,616,947)
Net Cash Provided by (Used in) Financing Activities	(4,696,330)	(24,948,873)
Net increase (decrease) in cash	(1,185,373)	(3,238,329)
Cash (bank indebtedness) at beginning of period	2,261,973	5,500,302
Cash (bank indebtedness) at end of period	1,076,600	2,261,973
Dividends received, net of withholding taxes	430,359	529,033
Interest received, net of withholding taxes	33,737	9,577
Interest paid	-	-

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Energy				
China Petroleum & Chemical Corporation, H Shares	286,000	298,352	223,232	
China Shenhua Energy Co., Ltd.	74,500	208,764	201,850	
CNOOC Ltd.	151,000	322,490	325,687	
		829,606	750,769	3.53
Industrials				
Country Garden Services Holdings Co., Ltd.	22,000	103,328	96,110	
Luxshare Precision Industry Co., Ltd.	30,540	201,168	207,516	
Sany Heavy Industry Co., Ltd.	74,200	209,662	235,515	
Weichai Power Co., Ltd.	83,000	223,459	227,090	
ZTO Express Cayman Inc., ADR	16,200	458,312	490,521	
		1,195,929	1,256,752	5.91
Consumer Discretionary				
Alibaba Group Holding Ltd., ADR	10,300	2,042,621	2,832,915	
Anta Sports Products Ltd.	34,000	354,204	394,676	
China Yuhua Education Corp., Ltd.	246,000	214,122	215,756	
Geely Automobile Holdings Ltd.	120,000	312,821	304,358	
Gree Electric Appliances Inc of Zhuhai	18,400	201,341	224,636	
Guangzhou Automobile Group Co., Ltd., Class H	136,000	219,710	219,548	
JD.com Inc., ADR	5,000	201,948	228,422	
Meituan Dianping	40,600	585,971	688,523	
New Oriental Education & Technology Group Inc., ADR	4,400	560,129	691,815	
Shenzhou International Group Holdings Ltd.	29,100	498,677	551,613	
TAL Education Group, ADR	11,100	475,419	693,786	
		5,666,963	7,046,048	33.13
Consumer Staples				
China Mengniu Dairy Co., Ltd.	43,000	215,313	225,422	
China Resources Beer Holdings Co., Ltd.	30,000	213,291	215,187	
Kweichow Moutai Co., Ltd.	3,100	616,873	682,711	
		1,045,477	1,123,320	5.27
Materials				
Anhui Conch Cement Co., Ltd.	37,500	298,850	354,485	
Wanhua Chemical Group Co., Ltd.	22,600	211,857	236,322	
		510,707	590,807	2.78
Health Care				
Wuxi Biologics Cayman Inc.	13,500	208,948	221,640	
Zhejiang Huahai Pharmaceutical Co., Ltd.	126,700	445,936	407,107	
		654,884	628,747	2.96
Financials				
Agricultural Bank of China Ltd.	795,000	453,715	453,815	
Bank of China Ltd.	756,000	433,980	418,971	

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

Sun Life Excel China Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
China Construction Bank Corporation	848,200	860,786	950,018	
China International Capital Corp., Ltd.	80,800	190,666	201,976	
China Merchants Bank Co., Ltd.	42,500	273,584	283,276	
China Pacific Insurance Group Co., Ltd.	84,000	445,386	429,176	
Industrial and Commercial Bank of China Ltd.	941,000	830,393	939,634	
Ping An Insurance Group Co. of China Ltd.	25,000	301,790	383,193	
	3,790,300	4,060,059	19.09	
Real Estate				
China Overseas Land & Investment Ltd.	52,000	215,793	262,652	
China Resources Land Ltd.	18,000	108,903	116,231	
China Vanke Co., Ltd.	43,400	200,423	240,159	
Longfor Group Holdings Ltd.	19,000	106,339	115,416	
	631,458	734,458	3.45	
Information Technology				
Semiconductor Manufacturing International Corp.	111,500	216,667	221,563	
Sunny Optical Technology Group Co., Ltd.	10,200	218,104	228,997	
	434,771	450,560	2.12	
Communication Services				
Baidu Inc.	2,400	749,570	393,381	
China Mobile Ltd.	36,000	445,600	392,430	
iQIYI Inc., ADR	8,600	208,639	235,419	
NetEase Inc., ADR	500	205,179	198,817	
Tencent Holdings Ltd.	42,390	1,409,827	2,649,764	
	3,018,815	3,869,811	18.19	
Total Equities	17,778,910	20,511,331	96.43	
Transaction Costs	(35,825)			
Total Investments	17,743,085	20,511,331	96.43	
Other Assets less Liabilities		759,616	3.57	
Total Net Assets		21,270,947	100.00	

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Excel China Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and September 30, 2018, the Fund had no significant investments in debt instruments and/or derivatives and, therefore, did not have significant exposure to credit risk. Credit risk from other financial instruments is minimal.

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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and September 30, 2018. 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, 2019		September 30, 2018	
Hong Kong Dollar	12,587,755	59.18	16,892,316	66.20
United States Dollar	6,761,375	31.79	7,891,091	30.90
Chinese Renminbi	1,995,081	9.38	-	-
Total	21,344,211	100.35	24,783,407	97.10

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

Sun Life Excel China Fund (continued)

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$1,067,211 (\$1,239,170 as at September 30, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

As at December 31, 2019 and September 30, 2018, the majority of the Fund's financial assets and liabilities are non-interest bearing. As a result, the Fund is not subject to a significant amount of interest rate risk.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in publicly traded equities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$1,025,567 (\$1,164,797 as at September 30, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and September 30, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	September 30, 2018
Equities		
Energy	3.5	5.5
Materials	2.8	1.1
Industrials	5.9	1.0
Consumer Discretionary	33.1	12.5
Consumer Staples	5.3	6.5
Health Care	3.0	1.1
Financials	19.1	21.7
Real Estate	3.4	1.8
Information Technology	2.1	30.4
Communication Services	18.2	-
Telecommunication Services	-	5.4
Utilities	-	4.2
Other Assets less Liabilities	3.6	8.8
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, 2019 and September 30, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Equities	20,511,331	-	-	20,511,331

	September 30, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Equities	23,295,936	-	-	23,295,936

There were no transfers between fair value Levels 1 and 2 during the periods from October 1, 2018 to December 31, 2019 and October 1, 2017 to September 30, 2018.

The following is a reconciliation of Level 3 fair value assets as at December 31, 2019 and September 30, 2018.

	December 31, 2019 (\$)	September 30, 2018 (\$)
Opening Balance	-	1
Net purchases and sales	-	-
Net transfers in (out)	-	-
Gains (Losses)		-
Realized	-	(1,083,026)
Unrealized	-	1,083,025
Closing Balance	-	-

The fair value pricing of Level 3 assets is performed by using the last observable market price available. There are no changes in the fair value pricing assumptions of Level 3 assets that would impact the Fund. Other valuation estimates considered were to price the assets at cost or derive the prices indirectly from other unobservable inputs.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$196,325 (\$280,516 for the period ended September 30, 2018).

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

Sun Life Excel China Fund (continued)

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$42,129,914 (\$47,910,883 as at September 30, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

As at December 31, 2019, the Fund had accumulated non-capital losses of \$161,218 (\$2,011,682 as at September 30, 2018). The non-capital losses for tax purposes are available for carry forward until the year ending 2032.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the “Manager”) is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and September 30, 2018, the Manager held the following positions in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series I	238	9,080

	September 30, 2018	
	Units	Market Value (\$)
Series I	238	8,486

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	January 28, 2000	January 29, 2000
Series F Units	February 25, 2005	February 27, 2005
Series I Units	December 23, 2004	February 16, 2018

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

Sun Life Excel Emerging Markets Balanced Fund

Statements of Financial Position

As at December 31, 2019 and September 30, 2018

	December 31, 2019 (\$)	September 30, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	12,855,117	23,030,154
Short-term investments	-	-
Cash	348,755	382,714
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	37,527	1,550
Accrued interest	-	-
Dividends receivable	4,859	4,859
Distributions receivable from underlying funds	-	-
Subscriptions receivable	50	18,375
	13,246,308	23,437,652
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	912	4,055
Redemptions payable	7,543	30,967
Distributions payable	-	-
Due to investment dealers	-	-
Management fees payable	7,925	33,649
Total liabilities (excluding net assets attributable to holders of redeemable units)	16,380	68,671
Net Assets Attributable to Holders of Redeemable Units	13,229,928	23,368,981
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	9,550,470	14,700,529
Series DB	1,598	5,927
Series F	3,677,860	8,662,525
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	5.23	5.09
Series DB	4.64	4.54
Series F	5.49	5.40

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	-	-
Interest income for distribution purposes	5,055	-
Distributions from underlying funds	835,007	731,899
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	26,278	759,850
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	1,090,535	(1,525,972)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	1,956,875	(34,223)
Net gain (loss) on foreign exchange	981	(1,526)
Other income	175	48,649
Total income (loss)	1,958,031	12,900
Expenses (note 5)		
Management fees	379,801	463,840
Administrative costs	-	85,237
Legal fees	-	19,402
Fixed annual administration fees	44,262	14,875
Audit fees	-	13,763
Securityholder reporting costs	-	6,071
Withholding tax	-	998
Independent review committee fees	301	403
Trustee fees	-	395
Custodial fees	-	75
Transaction costs (note 2)	-	-
Total operating expenses	424,364	605,059
Expenses waived/absorbed by the Manager	-	(119,730)
Operating Profit (Loss)	1,533,667	(472,429)
Finance Cost		
Interest expense	-	(1,354)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	1,533,667	(473,783)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	1,138,769	(567,266)
Series DB	478	992
Series F	394,420	92,491
Weighted Average Number of Units Outstanding		
Series A	2,373,872	2,922,260
Series DB	1,016	2,135
Series F	915,972	1,776,850

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

Sun Life Excel Emerging Markets Balanced Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	0.48	(0.19)
Series DB	0.47	0.46
Series F	0.43	0.05

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

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	Series A		Series DB		Series F		Total	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 14,700,529	9,479,570	5,927	14,723	8,662,525	9,589,871	23,368,981	19,084,164
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 1,138,769	(567,266)	478	992	394,420	92,491	1,533,667	(473,783)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 3,683,993	17,076,495	1,590	20,837	2,114,602	9,309,657	5,800,185	26,406,989
Redemption of redeemable units	\$ (9,773,124)	(11,093,957)	(6,396)	(30,625)	(7,418,050)	(10,223,662)	(17,197,570)	(21,348,244)
Reinvestment of distributions to holders of redeemable units	\$ 615,503	528,132	405	506	397,842	327,817	1,013,750	856,455
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (5,473,628)	6,510,670	(4,401)	(9,282)	(4,905,606)	(586,188)	(10,383,635)	5,915,200
Distributions to Holders of Redeemable Units								
From capital gains	\$ (139,482)	-	(59)	-	(57,597)	-	(197,138)	-
From net investment income	\$ (386,623)	(722,445)	(229)	(506)	(311,520)	(433,649)	(698,372)	(1,156,600)
Return of capital	\$ (289,095)	-	(118)	-	(104,362)	-	(393,575)	-
	\$ (815,200)	(722,445)	(406)	(506)	(473,479)	(433,649)	(1,289,085)	(1,156,600)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (5,150,059)	5,220,959	(4,329)	(8,796)	(4,984,665)	(927,346)	(10,139,053)	4,284,817
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 9,550,470	14,700,529	1,598	5,927	3,677,860	8,662,525	13,229,928	23,368,981
Redeemable Unit Transactions								
Balance - beginning of period	2,889,060	1,753,042	1,304	3,065	1,604,620	1,694,795	4,494,984	3,450,902
Units issued	723,047	2,731,787	350	4,205	396,030	1,519,998	1,119,427	4,255,990
Units issued on reinvestment of distributions	121,516	96,495	91	102	76,267	56,875	197,874	153,472
Units redeemed	(1,908,329)	(1,692,264)	(1,401)	(6,068)	(1,406,944)	(1,667,048)	(3,316,674)	(3,365,380)
Balance - end of period	1,825,294	2,889,060	344	1,304	669,973	1,604,620	2,495,611	4,494,984

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

Sun Life Excel Emerging Markets Balanced Fund (continued)

Statements of Cash Flows

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	1,533,667	(473,783)
Adjustments for:		
Net realized (gain) loss on sale of investments	(26,278)	(759,850)
Change in unrealized (appreciation) depreciation in value of investments	(1,090,535)	1,525,972
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	(835,007)	(731,899)
Change in fair value of option contracts	-	-
Change in fair value of credit default swaps	-	-
Change in margin	-	-
Purchases of investments	(3,986,742)	(14,428,815)
Proceeds from sale of investments	16,077,622	10,047,333
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	-	(4,859)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	(25,724)	7,992
Change in other payables and accrued expenses	(3,143)	(39,877)
Net Cash Provided by (Used in) Operating Activities	11,643,860	(4,857,786)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(275,335)	(334,280)
Proceeds from redeemable units issued	5,818,510	26,391,271
Redemption of redeemable units	(17,220,994)	(21,317,277)
Net Cash Provided by (Used in) Financing Activities	(11,677,819)	4,739,714
Net increase (decrease) in cash	(33,959)	(118,072)
Cash (bank indebtedness) at beginning of period	382,714	500,786
Cash (bank indebtedness) at end of period	348,755	382,714
Dividends received, net of withholding taxes	-	-
Interest received, net of withholding taxes	5,055	-
Interest paid	-	(1,354)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Excel Emerging Markets Fund, Series I	511,907	5,637,631	6,417,672	
Sun Life Excel High Income Fund, Series I	1,165,993	6,496,269	6,437,445	
		12,133,900	12,855,117	97.17
Total Investments		12,133,900	12,855,117	97.17
Other Assets less Liabilities			374,811	2.83
Total Net Assets			13,229,928	100.00

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Excel Emerging Markets Balanced Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks 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 underlying funds.

The Fund invests in financial assets, which 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, 2019 and September 30, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	September 30, 2018
AAA/Aaa	-	-
AA/Aa	1.1	3.3
A/A	9.7	6.8
BBB/Baa	13.4	14.8
BB/Ba	10.7	12.8
B/a	6.0	5.7
CCC/ccc	0.6	-
Not rated	6.1	4.6
Total	47.6	48.0

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

Sun Life Excel Emerging Markets Balanced Fund (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 underlying funds. The Fund also 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and September 30, 2018. 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, 2019		September 30, 2018	
United States				
Dollar	4,493,542	33.96	9,050,368	38.80
Hong Kong Dollar	1,429,248	10.80	2,823,489	12.10
Brazilian Real	813,393	6.15	762,697	3.30
New Taiwan Dollar	754,968	5.71	1,000,030	4.20
Korean Won	599,348	4.53	1,466,702	6.30
Indonesian Rupiah	460,206	3.48	839,000	3.60
Russian Ruble	446,614	3.38	410,768	1.80
South African Rand	441,312	3.34	941,377	4.00
Polish Zloty	405,762	3.07	1,040,237	4.40
Mexican Peso	375,361	2.84	625,471	2.70
Indian Rupee	351,721	2.66	671,008	2.90
Thai Baht	335,362	2.53	787,371	3.40
Malaysian Ringgit	275,851	2.09	798,996	3.40
Turkish Lira	231,728	1.75	621,369	2.60
Romanian Leu	225,567	1.70	157,293	0.70
Colombian Peso	224,672	1.70	480,700	2.10
Peruvian Nuevo Sol	174,591	1.32	196,479	0.80
Chinese Renminbi	173,540	1.31	(177,977)	(0.80)
Philippine Peso	150,168	1.14	32,254	0.10
Hungarian Forint	111,768	0.84	393,722	1.70
Chilean Peso	102,181	0.77	282,087	1.20
Czech Koruna	72,982	0.55	7,136	-
UAE Dirham	49,104	0.37	17,759	0.10
Kuwaiti Dinar	40,829	0.31	-	-
Japanese Yen	21,327	0.16	122,201	0.50
Pakistani Rupee	9,923	0.08	28,051	0.10
Euro	8,802	0.07	131,931	0.50
Israeli Shekel	962	0.01	(335,865)	(1.40)
Serbia Dinar	-	-	229,401	1.00
Argentina Peso	-	-	38,916	0.20
British Pound	(19,243)	(0.15)	(23,496)	(0.10)
Singapore Dollar	(100,945)	(0.76)	(423,145)	(1.80)
Total	12,660,644	95.71	22,996,330	98.40

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$633,032 (\$1,149,817 as at September 30, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

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

Sun Life Excel Emerging Markets Balanced Fund (continued)

(ii) Interest rate risk

The Fund is exposed indirectly to interest rate risk as a result of its investment in underlying funds. The following table summarizes the Fund's direct exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	-	1,554,871	4,722,115	6,276,986
September 30, 2018	179,566	2,367,658	8,665,251	11,212,475

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$659,665 (\$1,174,903 as at September 30, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

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

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$308,733 (\$561,114 as at September 30, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and September 30, 2018, the majority of the 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 Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. The Fund is exposed to the possible risk inherent in the concentration of the investment portfolio held by the Underlying Funds. The Managers of the underlying funds moderate this risk through careful selection of securities in several industries, investment sectors and geographical locations. The Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	September 30, 2018
Bonds		
Foreign Government Bonds	35.7	35.6
Foreign Corporate Bonds	11.1	12.4
Government Bonds	0.7	-
Equities		
Energy	4.8	5.8
Materials	1.7	2.1
Industrials	0.8	1.2
Consumer Discretionary	8.0	3.6
Consumer Staples	3.0	3.4
Health Care	0.6	0.4
Financials	11.7	13.5
Real Estate	0.3	0.1
Information Technology	10.1	14.3
Communication Services	5.1	-
Telecommunication Services	-	1.4
Utilities	0.4	0.2
Mutual Funds	0.7	0.7
Other Assets less Liabilities	5.3	5.3
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and September 30, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Mutual Funds	12,855,117	-	-	12,855,117
	September 30, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Mutual Funds	23,030,154	-	-	23,030,154

There were no transfers between fair value Levels 1 and 2 during the periods from October 1, 2018 to December 31, 2019 and October 1, 2017 to September 30, 2018.

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

Sun Life Excel Emerging Markets Balanced Fund (continued)

Mutual Funds

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

Taxation of the Fund

The Fund had no accumulated capital losses.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at December 31, 2019 and September 30, 2018, there were no significant interests in underlying funds.

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	October 04, 2013	October 04, 2013
Series DB Units	October 24, 2016	October 24, 2016
Series F Units	October 04, 2013	October 04, 2013

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

Sun Life Excel Emerging Markets Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	756,284,308	579,394,154
Short-term investments	-	-
Cash	24,203,189	17,086,459
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	102,452	657,355
Accrued interest	-	-
Dividends receivable	1,009,077	735,260
Distributions receivable from underlying funds	-	-
Subscriptions receivable	449,691	687,016
	782,048,717	598,560,244
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	16,262	11,735
Redemptions payable	4,810,927	386,784
Distributions payable	-	-
Due to investment dealers	3,086,763	1,714,457
Management fees payable	37,280	35,877
Total liabilities (excluding net assets attributable to holders of redeemable units)	7,951,232	2,148,853
Net Assets Attributable to Holders of Redeemable Units	774,097,485	596,411,391
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	40,530,479	44,070,770
Series DB	75,888	79,662
Series F	12,221,828	11,870,310
Series I	719,590,856	537,293,955
Series IS	587,706	2,124,311
Series O	1,090,728	972,383
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	11.52	10.10
Series DB	10.29	9.00
Series F	12.17	10.66
Series I	12.54	10.97
Series IS	10.50	9.08
Series O	14.95	13.08

Approved on behalf of Trustee

“signed” Jordy Chilcott
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	19,648,392	15,150,445
Interest income for distribution purposes	120,167	65,640
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	5,234,314	3,751,764
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	81,397,251	(63,960,584)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	106,400,124	(44,992,735)
Net gain (loss) on foreign exchange	(801,132)	(483,731)
Other income	1,068	33,425
Total income (loss)	105,600,060	(45,443,041)
Expenses (note 5)		
Management fees	1,168,441	772,503
Fixed annual administration fees	428,616	375,447
Independent review committee fees	126,127	37,625
Withholding tax	2,043,262	1,852,762
Transaction costs (note 2)	1,072,251	793,018
Total operating expenses	4,838,697	3,831,355
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	100,761,363	(49,274,396)
Finance Cost		
Interest expense	(178)	(2)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	100,761,185	(49,274,398)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	5,537,083	(5,368,536)
Series DB	10,946	(8,883)
Series F	1,732,646	(1,261,239)
Series I	93,144,257	(41,586,677)
Series IS	176,714	(963,857)
Series O	159,539	(85,206)
Weighted Average Number of Units Outstanding		
Series A	3,921,129	2,692,858
Series DB	7,739	9,086
Series F	1,044,640	621,894
Series I	46,707,816	42,434,876
Series IS	109,253	592,846
Series O	74,575	65,167

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

Sun Life Excel Emerging Markets Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	1.41	(1.99)
Series DB	1.41	(0.98)
Series F	1.66	(2.03)
Series I	1.99	(0.98)
Series IS	1.62	(1.63)
Series O	2.14	(1.31)

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

For the periods ended December 31

	Series A		Series DB		Series F		Series I	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 44,070,770	3,307,235	79,662	-	11,870,310	165,527	537,293,955	384,197,744
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 5,537,083	(5,368,536)	10,946	(8,883)	1,732,646	(1,261,239)	93,144,257	(41,586,677)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 6,593,331	76,559,040	-	95,377	4,538,961	15,866,967	343,234,455	333,915,057
Redemption of redeemable units	\$ (15,670,727)	(30,425,103)	(14,720)	(6,832)	(5,907,431)	(2,892,014)	(254,081,812)	(139,232,169)
Reinvestment of distributions to holders of redeemable units	\$ 2,199	56,001	457	423	103,997	78,492	16,476,431	11,706,775
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (9,075,197)	46,189,938	(14,263)	88,968	(1,264,473)	13,053,445	105,629,074	206,389,663
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	-	-	-	-	-	-	-
From net investment income	\$ (2,177)	(57,867)	(457)	(423)	(115,928)	(87,423)	(16,476,430)	(11,706,775)
Return of capital	\$ -	-	-	-	(727)	-	-	-
	\$ (2,177)	(57,867)	(457)	(423)	(116,655)	(87,423)	(16,476,430)	(11,706,775)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (3,540,291)	40,763,535	(3,774)	79,662	351,518	11,704,783	182,296,901	153,096,211
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 40,530,479	44,070,770	75,888	79,662	12,221,828	11,870,310	719,590,856	537,293,955
Redeemable Unit Transactions								
Balance - beginning of period	4,361,374	297,220	8,850	-	1,113,912	14,108	48,976,842	31,933,112
Units issued	610,363	6,851,462	-	9,538	398,908	1,354,863	28,832,602	27,851,548
Units issued on reinvestment of distributions	203	5,605	44	48	8,492	7,438	1,299,905	1,037,265
Units redeemed	(1,454,203)	(2,792,913)	(1,516)	(736)	(517,438)	(262,497)	(21,711,057)	(11,845,083)
Balance - end of period	3,517,737	4,361,374	7,378	8,850	1,003,874	1,113,912	57,398,292	48,976,842

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

Sun Life Excel Emerging Markets Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series IS		Series O		Total	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 2,124,311	-	972,383	598,039	596,411,391	388,268,545
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 176,714	(963,857)	159,539	(85,206)	100,761,185	(49,274,398)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 253,819	8,261,363	120,589	674,931	354,741,155	435,372,735
Redemption of redeemable units	\$ (1,967,137)	(5,173,195)	(161,783)	(215,381)	(277,803,610)	(177,944,694)
Reinvestment of distributions to holders of redeemable units	\$ 70	-	23,686	19,861	16,606,840	11,861,552
Capitalized distributions	\$ -	-	-	-	-	-
	\$ (1,713,248)	3,088,168	(17,508)	479,411	93,544,385	269,289,593
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	-	-	-	-	-
From net investment income	\$ (71)	-	(23,686)	(19,861)	(16,618,749)	(11,872,349)
Return of capital	\$ -	-	-	-	(727)	-
	\$ (71)	-	(23,686)	(19,861)	(16,619,476)	(11,872,349)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (1,536,605)	2,124,311	118,345	374,344	177,686,094	208,142,846
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 587,706	2,124,311	1,090,728	972,383	774,097,485	596,411,391
Redeemable Unit Transactions						
Balance - beginning of period	233,886	-	74,346	41,690	54,769,210	32,286,130
Units issued	25,969	826,270	8,657	46,368	29,876,499	36,940,049
Units issued on reinvestment of distributions	7	-	1,567	1,479	1,310,218	1,051,835
Units redeemed	(203,907)	(592,384)	(11,601)	(15,191)	(23,899,722)	(15,508,804)
Balance - end of period	55,955	233,886	72,969	74,346	62,056,205	54,769,210

Statements of Cash Flows

For the periods ended December 31

	2019	2018		2019	2018
	(\$)	(\$)		(\$)	(\$)
Cash Flows from Operating Activities			Net Cash Provided by (Used in) Operating Activities	(74,469,647)	(241,241,377)
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	100,761,185	(49,274,398)	Cash Flows from Financing Activities		
Adjustments for:			Distributions paid to holders of redeemable units, net of reinvested distributions	(12,636)	(10,797)
Net realized (gain) loss on sale of investments	(5,234,314)	(3,751,764)	Proceeds from redeemable units issued	354,978,480	435,179,559
Change in unrealized (appreciation) depreciation in value of investments	(81,397,251)	63,960,584	Redemption of redeemable units	(273,379,467)	(180,675,188)
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-	Net Cash Provided by (Used in) Financing Activities	81,586,377	254,493,574
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-	Net increase (decrease) in cash	7,116,730	13,252,197
Change in unrealized (appreciation) depreciation in option contracts	-	-	Cash (bank indebtedness) at beginning of period	17,086,459	3,834,262
Change in unrealized (appreciation) depreciation in value of swaps	-	-	Cash (bank indebtedness) at end of period	24,203,189	17,086,459
Non-cash income distributions from underlying funds	-	-	Dividends received, net of withholding taxes	17,331,313	13,013,633
Change in margin	-	-	Interest received, net of withholding taxes	120,167	65,799
Purchases of investments	(454,193,163)	(454,044,820)	Interest paid	(178)	(2)
Proceeds from sale of investments	364,789,532	201,319,957			
Purchases of short-term investments	-	-			
Proceeds from sale of short-term investments	-	-			
Change in dividends and interest receivable	(273,817)	(283,891)			
Change in distributions receivable from underlying funds	-	-			
Change in management fees payable	1,403	33,649			
Change in other payables and accrued expenses	1,076,778	799,306			

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

Sun Life Excel Emerging Markets Fund (continued)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Energy				
China Petroleum & Chemical Corporation, H Shares	9,414,000	9,251,283	7,347,931	
CNOOC Ltd.	5,642,000	10,596,993	12,169,035	
Gazprom OAO	1,021,815	8,798,425	10,891,798	
Lukoil PJSC, ADR	9,675	1,206,118	1,238,419	
Lukoil PJSC, Sponsored ADR	81,448	5,999,547	10,475,145	
MOL Hungarian Oil & Gas PLC	215,199	2,740,072	2,784,724	
NovaTek OAO	32,077	6,860,369	8,443,943	
Petroleo Brasileiro SA	331,789	5,955,008	6,858,131	
Petroleo Brasileiro SA, ADR	211,027	3,555,868	4,082,840	
SK Innovation Co., Ltd.	38,697	8,034,860	6,508,744	
Thai Oil PCL	940,500	2,701,431	2,839,928	
Tupras Turkiye Petrol Rafinerileri AS	107,151	3,303,531	2,960,611	
	69,003,505	76,601,249	9.90	
Materials				
Anhui Conch Cement Co., Ltd.	386,500	2,413,542	3,653,557	
Klabın SA	402,420	2,559,091	2,388,199	
Korea Zinc Co., Ltd.	10,105	5,154,416	4,815,639	
LG Chem Ltd.	19,643	7,462,556	6,993,268	
Polyus PJSC	16,961	2,220,093	2,519,295	
Polyus PJSC, GDR	10,603	642,976	779,592	
Ternium SA	82,162	2,024,942	2,343,955	
Vale SA, ADR	231,513	3,562,140	3,962,824	
	26,039,756	27,456,329	3.55	
Industrials				
5ljob Inc.	18,238	2,132,046	2,007,892	
DP World Ltd.	159,204	4,004,902	2,704,461	
SK Holdings Co., Ltd.	7,089	2,299,767	2,082,643	
Weg SA	409,643	2,717,240	4,576,899	
Zhuzhou CSR Times Electric Co., Ltd.	460,200	2,912,548	2,159,801	
	14,066,503	13,531,696	1.75	
Consumer Discretionary				
Alibaba Group Holding Ltd., ADR	205,036	42,633,127	56,393,142	
Alibaba Group Holding Ltd.	57,400	1,733,480	1,979,337	
Astra International Tbk PT	6,756,500	4,371,085	4,370,482	
Guangzhou Automobile Group Co., Ltd., Class H	2,138,800	3,541,345	3,452,709	
Huayu Automotive Systems Co., Ltd.	920,782	3,966,210	4,455,062	
Hyundai Mobis Co., Ltd.	22,202	5,779,925	6,373,246	
Hyundai Motor Company, Preferred	26,159	2,763,581	2,329,004	
Li Ning Co., Ltd.	871,000	1,869,621	3,384,723	
Lojas Renner SA	598,894	8,102,377	10,847,919	
Magazine Luiza SA	131,253	1,362,632	2,018,203	
MercadoLibre Inc.	4,366	3,014,909	3,238,096	
Midea Group Co., Ltd.	1,139,581	9,377,279	12,357,534	
Shenzhen International Group Holdings Ltd.	481,300	6,621,717	9,123,419	
Via Varejo S.A.	111,793	389,338	402,536	
Yum China Holdings Inc.	60,515	3,649,311	3,767,474	
Zhejiang Supor Co., Ltd.	220,325	3,033,062	3,149,217	
	102,208,999	127,642,103	16.48	

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Consumer Staples				
Ambev SA, ADR	170,802	1,112,980	1,032,130	
AVI Ltd.	207,859	2,027,273	1,714,952	
BIM Birlesik Magazalar AS	339,055	3,490,929	3,447,313	
China Mengniu Dairy Co., Ltd.	2,257,000	9,289,178	11,832,054	
China Resources Beer Holdings Co., Ltd.	844,000	4,372,967	6,053,935	
Fomento Economico Mexicano SAB de CV	95,150	11,635,349	11,661,168	
Raia Drogasil SA	190,268	5,281,305	6,847,354	
Uni-President Enterprises Corp.	1,112,000	3,748,024	3,569,243	
X5 Retail Group NV	54,806	2,197,278	2,451,900	
	43,155,283	48,610,049	6.28	
Health Care				
Mediclinic International PLC	269,913	1,610,542	1,931,576	
Medy-Tox Inc.	1,162	579,160	392,115	
Richter Gedeon Nyrt	128,322	3,419,525	3,623,200	
WuXi AppTec Co., Ltd.	56,589	710,335	970,458	
Wuxi Biologics Cayman Inc.	155,500	2,485,377	2,552,969	
	8,804,939	9,470,318	1.22	
Financials				
Abu Dhabi Commercial Bank PJSC	923,863	2,781,582	2,583,147	
AIA Group Ltd.	1,110,400	12,069,136	15,116,484	
Akbank TAS	2,711,465	4,695,141	4,791,712	
Alpha Bank A.E.	1,464,931	3,872,645	4,100,527	
B3 SA - Brasil Bolsa Balcao	468,521	4,899,446	6,489,805	
Banco Santander Chile SA	49,976	1,998,645	1,495,081	
Bancolombia SA	31,231	1,956,667	2,218,925	
Bangkok Bank PCL	243,900	1,914,396	1,689,414	
Bank Pekao SA	142,386	5,990,475	4,897,153	
China Pacific Insurance Group Co., Ltd.	1,813,600	9,328,757	9,266,120	
Commercial International Bank Egypt SAE	622,493	4,323,688	4,116,802	
Credicorp Ltd.	19,183	5,326,699	5,301,718	
CTBC Financial Holding Co., Ltd.	5,040,000	4,549,559	4,883,666	
Eurobank Ergasias SA	2,104,360	2,725,635	2,818,066	
Habib Bank Ltd.	495,900	992,983	653,667	
Hana Financial Group Inc.	113,338	4,552,523	4,689,543	
HDFC Bank Ltd.	461,649	9,633,182	10,668,992	
ICICI Bank Ltd.	1,199,018	9,753,771	11,738,812	
IRB Brasil Resseguros S/A	560,134	6,258,736	7,032,935	
Itau Unibanco Holding SA, ADR	1,267,897	13,790,962	15,043,905	
Kasikornbank PCL	304,700	2,327,934	1,991,837	
Moscow Exchange MICEX, Rights PJSC	1,226,523	2,330,191	2,763,429	
National Bank of Kuwait SAKP	1,076,512	4,540,152	4,924,827	
OTP Bank PLC	92,505	4,720,900	6,282,401	
PICC Property & Casualty Co., Ltd.	5,069,000	7,950,609	7,921,472	
Ping An Insurance Group Co. of China Ltd.	1,398,000	21,471,225	21,428,158	
Powszechna Kasa Oszczednosci Bank Polski SA	98,833	1,413,575	1,166,121	
Powszechny Zaklad Ubezpieczen SA	45,843	610,859	628,326	
Samsung Fire & Marine Insurance Co Ltd.	3,458	942,811	944,175	

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

Sun Life Excel Emerging Markets Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Sberbank of Russia, ADR	888,455	15,458,398	18,894,473	
United Bank Ltd./Pakistan	397,634	655,483	547,711	
	173,836,765	187,089,404	24.17	
Real Estate				
Emaar Properties PJSC	2,353,302	3,794,476	3,339,796	
Hang Lung Properties Ltd.	599,000	1,827,344	1,704,673	
	5,621,820	5,044,469	0.65	
Information Technology				
ASE Technology Holding Co., Ltd.	2,095,492	6,786,706	7,541,830	
Delta Electronics Inc.	676,000	3,984,307	4,430,235	
Hon Hai Precision Industry Co., Ltd.	2,183,000	8,210,320	8,574,464	
Largan Precision Co., Ltd.	43,000	7,332,251	9,300,491	
LG Innotek Co., Ltd.	18,075	2,447,097	2,837,494	
Pagseguro Digital Ltd.	71,055	3,042,350	3,147,516	
Samsung Electronics Co., Ltd.	865,784	44,108,248	54,171,692	
Samsung SDI Co., Ltd.	31,203	8,068,788	8,257,280	
SK Hynix Inc.	32,546	2,930,871	3,434,123	
Taiwan Semiconductor Manufacturing Co., Ltd.	3,565,000	34,809,971	51,045,202	
Tata Consultancy Services Ltd.	179,919	7,253,973	7,065,822	
Zhen Ding Technology Holding Ltd.	275,000	1,703,105	1,701,125	
	130,677,987	161,507,274	20.86	
Communication Services				
Advanced Info Service PCL	218,200	2,062,295	2,012,050	
China Mobile Ltd.	621,000	7,160,794	6,769,412	
Hellenic Telecommunications Organization SA	36,345	549,674	754,410	
Naspers Ltd.	58,375	11,237,042	12,400,855	
NetEase Inc., ADR	20,698	7,282,291	8,230,244	
Nexon Co., Ltd.	148,200	2,582,443	2,564,142	
Tencent Holdings Ltd.	731,000	36,308,693	45,694,191	
Yandex NV	45,078	1,981,799	2,542,199	
	69,165,031	80,967,503	10.46	
Utilities				
ENN Energy Holdings Ltd.	90,900	1,293,385	1,288,150	
Equatorial Energia SA	759,008	3,979,359	5,576,066	
	5,272,744	6,864,216	0.89	
Total Equities	647,853,332	744,784,610	96.21	
MUTUAL FUNDS				
Schroder International Selection Fund Frontier Markets Equity Fund, Series I	48,033	10,883,320	11,499,698	
Total Mutual Funds	10,883,320	11,499,698	1.49	
Transaction Costs				
Total Investments	658,079,312	756,284,308	97.70	
Other Assets less Liabilities		17,813,177	2.30	
Total Net Assets		774,097,485	100.00	

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Excel Emerging Markets Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks 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 underlying funds.

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 underlying funds. The Fund also 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

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

Sun Life Excel Emerging Markets Fund (continued)

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. 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, 2019		December 31, 2018	
United States				
Dollar	211,515,969	27.32	140,630,075	23.58
Hong Kong Dollar	172,395,472	22.27	147,928,318	24.80
Korean Won	102,450,605	13.23	96,699,963	16.21
Taiwan Dollar	91,063,980	11.76	60,090,886	10.08
Brazilian Real	46,299,616	5.98	22,340,320	3.75
Indian Rupee	29,539,415	3.82	28,815,832	4.83
Chinese Renminbi	20,932,271	2.70	7,541,969	1.26
South African Rand	16,047,397	2.07	21,088,530	3.54
Hungarian Forint	12,690,325	1.64	10,855,219	1.82
Turkish Lira	10,679,135	1.38	3,194,217	0.54
Thai Baht	8,533,229	1.10	14,237,986	2.39
Euro	7,674,323	0.99	5,996,538	1.01
Polish Zloty	6,691,176	0.86	15,654,362	2.62
UAE Dirham	5,922,943	0.77	858,613	0.14
Kuwaiti Dinar	4,924,827	0.64	-	-
Indonesian Rupiah	4,370,482	0.56	2,619,068	0.44
Japanese Yen	2,564,142	0.33	-	-
Pakistani Rupee	1,196,966	0.15	1,149,082	0.19
Malaysian Ringgit	7,869	-	8,204	-
British Pound	-	-	131	-
Singapore Dollar	-	-	141	-
Total	755,500,142	97.57	579,709,454	97.20

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$37,775,007 (\$28,985,473 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

As at December 31, 2019 and December 31, 2018, the majority of the Fund's financial assets and liabilities are non-interest bearing. As a result, the Fund is not subject to a significant amount of interest rate risk.

(iii) Other market risk

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

The Fund is also directly exposed to other market risk as a result of its investment in global equities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$37,239,231 (\$28,524,307 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Equities		
Energy	9.9	11.5
Materials	3.5	4.7
Industrials	1.7	2.6
Consumer Discretionary	16.5	10.4
Consumer Staples	6.3	7.1
Health Care	1.2	0.9
Financials	24.2	28.1
Real Estate	0.7	0.1
Information Technology	20.9	17.1
Communication Services	10.4	12.5
Utilities	0.9	0.6
Mutual Funds		
Global Equities	1.5	1.5
Other Assets less Liabilities	2.3	2.9
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, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Mutual Funds	11,499,698	-	-	11,499,698
Equities	719,368,994	25,415,616	-	744,784,610
December 31, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Mutual Funds	8,908,011	-	-	8,908,011
Equities	545,706,296	24,779,847	-	570,486,143

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

Sun Life Excel Emerging Markets Fund (continued)

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

The following is a reconciliation of Level 3 fair value assets as at December 31, 2019 and December 31, 2018.

	December 31, 2019 (\$)	December 31, 2018 (\$)
Opening Balance	-	-
Net purchases and sales	-	(3,685,295)
Net transfers in (out)	-	4,208,401
Gains (Losses)	-	-
Realized	-	-
Unrealized	-	(523,106)
Closing Balance	-	-

The fair value pricing of Level 3 assets is performed by using the last observable market price available. There are no changes in the fair value pricing assumptions of Level 3 assets that would impact the Fund. Other valuation estimates considered were to price the assets at cost or derive the prices indirectly from other observable market prices.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Mutual Funds

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

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$1,072,251 (\$793,018 for the period ended December 31, 2018).

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$3,262,766 (\$3,178,351 as at December 31, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the "Manager") is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F	-	-	-

	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F	26	25,636	116

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	August 24, 2011	September 01, 2011
Series DB Units	June 15, 2018	June 15, 2018
Series F Units	August 24, 2011	September 01, 2011
Series I Units	August 24, 2011	September 01, 2011
Series IS Units	June 15, 2018	June 15, 2018
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life Excel High Income Fund

Statements of Financial Position

As at December 31, 2019 and September 30, 2018

	December 31, 2019 (\$)	September 30, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	112,067,285	160,867,319
Short-term investments	-	-
Cash	1,077,011	5,790,631
Margin - Collateral	330,064	640,619
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	25,854	473,473
Unrealized appreciation on futures contracts	-	190,370
Unrealized appreciation on currency forward contracts	361,656	541,274
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	8,012,354
Accrued interest	1,893,145	2,164,641
Dividends receivable	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	19,554	2,651
	115,774,569	178,683,332
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	115,748	355,010
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	614,586	1,343,548
Unrealized depreciation on swaps	-	-
Accrued expenses	7,349	27,245
Redemptions payable	53,653	289,123
Distributions payable	-	376
Due to investment dealers	-	8,701,848
Management fees payable	51,147	186,916
Total liabilities (excluding net assets attributable to holders of redeemable units)	842,483	10,904,066
Net Assets Attributable to Holders of Redeemable Units	114,932,086	167,779,266
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	52,961,720	68,679,515
Series DB	256,076	344,582
Series F	42,051,439	69,773,794
Series I	6,674,582	11,694,283
Institutional Series	12,988,269	17,287,092
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	4.69	4.58
Series DB	4.22	4.11
Series F	5.21	4.98
Series I	5.52	5.18
Institutional Series	4.43	4.28

Approved on behalf of Trustee

"signed" Jordy Chilcott	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	-	-
Interest income for distribution purposes	9,972,979	10,979,697
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	(4,038,734)	(691,428)
Net realized gain (loss) on futures contracts	(77,891)	(1,823)
Net realized gain (loss) on currency forward contracts	(872,591)	(1,027,884)
Net realized gain (loss) on option contracts	(13,324)	-
Net realized gain (loss) on swaps	(370,384)	(153,669)
Change in unrealized appreciation (depreciation) in value of investments	13,422,212	(15,034,032)
Change in unrealized appreciation (depreciation) in value of futures contracts	(190,370)	21,792
Change in unrealized appreciation (depreciation) in currency forward contracts	549,344	(652,857)
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	(86,382)	208,057
Net gains (losses) on investments	18,294,859	(6,352,147)
Net gain (loss) on foreign exchange	(338,578)	881,525
Other income	1,177	131,650
Total income (loss)	17,957,458	(5,338,972)
Expenses (note 5)		
Management fees	2,242,594	2,733,098
Administrative costs	-	455,880
Fixed annual administration fees	321,638	98,803
Withholding tax	191,957	82,449
Custodial fees	-	56,331
Securityholder reporting costs	-	42,336
Legal fees	-	24,556
Audit fees	-	21,924
Independent review committee fees	17,839	3,592
Trustee fees	-	3,109
Transaction costs (note 2)	-	-
Total operating expenses	2,774,028	3,522,078
Expenses waived/absorbed by the Manager	-	-
Operating Profit (Loss)	15,183,430	(8,861,050)
Finance Cost		
Interest expense	(3,753)	(5,831)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	15,179,677	(8,866,881)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	6,491,217	(3,995,765)
Series F	5,564,784	(3,362,448)
Series I	1,148,230	(473,989)
Institutional Series	1,937,194	(1,014,388)
Series DB	38,252	(20,291)
Weighted Average Number of Units Outstanding		
Series A	12,752,089	16,754,379
Series F	9,271,413	14,340,390
Series I	1,547,661	2,337,973
Institutional Series	3,589,891	4,940,480
Series DB	77,571	98,650

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

Sun Life Excel High Income Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	0.51	(0.24)
Series F	0.60	(0.23)
Series I	0.74	(0.20)
Institutional Series	0.54	(0.21)
Series DB	0.49	(0.21)

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

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	Series A		Series DB		Series F	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 68,679,515	91,905,005	344,582	392,568	69,773,794	77,988,611
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 6,491,217	(3,995,765)	38,252	(20,291)	5,564,784	(3,362,448)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 23,656,617	26,078,603	12,641	307,271	19,101,077	40,979,597
Redemption of redeemable units	\$ (44,714,004)	(44,120,203)	(138,279)	(332,238)	(51,063,285)	(43,535,960)
Reinvestment of distributions to holders of redeemable units	\$ 3,584,845	3,807,240	27,709	26,672	2,095,709	1,991,132
Capitalized distributions	\$ -	-	-	-	-	-
	\$ (17,472,542)	(14,234,360)	(97,929)	1,705	(29,866,499)	(565,231)
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	-	-	-	-	-
From net investment income	\$ (3,518,353)	(4,995,365)	(21,349)	(29,400)	(2,548,231)	(4,287,138)
Return of capital	\$ (1,218,117)	-	(7,480)	-	(872,409)	-
	\$ (4,736,470)	(4,995,365)	(28,829)	(29,400)	(3,420,640)	(4,287,138)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (15,717,795)	(23,225,490)	(88,506)	(47,986)	(27,722,355)	(8,214,817)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 52,961,720	68,679,515	256,076	344,582	42,051,439	69,773,794
Redeemable Unit Transactions						
Balance - beginning of period	15,010,260	17,921,354	83,763	85,085	14,009,767	14,188,129
Units issued	5,038,672	3,772,221	3,006	51,550	3,694,958	6,553,366
Units issued on reinvestment of distributions	762,463	762,863	6,554	5,850	405,311	370,746
Units redeemed	(9,530,090)	(7,446,178)	(32,618)	(58,722)	(10,042,554)	(7,102,474)
Balance - end of period	11,281,305	15,010,260	60,705	83,763	8,067,482	14,009,767

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

Sun Life Excel High Income Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	Series I		Series IS		Total	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 11,694,283	9,414,799	17,287,092	19,551,772	167,779,266	199,252,755
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 1,148,230	(473,989)	1,937,194	(1,014,388)	15,179,677	(8,866,881)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 2,544,136	7,160,399	3,713,528	7,249,806	49,027,999	81,775,676
Redemption of redeemable units	\$ (8,712,068)	(4,406,926)	(9,915,446)	(8,357,769)	(114,543,082)	(100,753,096)
Reinvestment of distributions to holders of redeemable units	\$ 567,777	706,778	1,292,262	1,331,144	7,568,302	7,862,966
Capitalized distributions	\$ -	-	-	-	-	-
	\$ (5,600,155)	3,460,251	(4,909,656)	223,181	(57,946,781)	(11,114,454)
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	-	-	-	-	-
From net investment income	\$ (427,829)	(706,778)	(982,568)	(1,473,473)	(7,498,330)	(11,492,154)
Return of capital	\$ (139,947)	-	(343,793)	-	(2,581,746)	-
	\$ (567,776)	(706,778)	(1,326,361)	(1,473,473)	(10,080,076)	(11,492,154)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (5,019,701)	2,279,484	(4,298,823)	(2,264,680)	(52,847,180)	(31,473,489)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 6,674,582	11,694,283	12,988,269	17,287,092	114,932,086	167,779,266
Redeemable Unit Transactions						
Balance - beginning of period	2,256,703	1,666,149	4,037,649	4,107,042	35,398,142	37,967,759
Units issued	475,656	1,247,200	828,607	1,346,702	10,040,899	12,971,039
Units issued on reinvestment of distributions	104,904	127,380	292,337	285,949	1,571,569	1,552,788
Units redeemed	(1,628,289)	(784,026)	(2,227,869)	(1,702,044)	(23,461,420)	(17,093,444)
Balance - end of period	1,208,974	2,256,703	2,930,724	4,037,649	23,549,190	35,398,142

Statements of Cash Flows

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	2019 (\$)	2018 (\$)		2019 (\$)	2018 (\$)
Cash Flows from Operating Activities			Net Cash Provided by (Used in)		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	15,179,677	(8,866,881)	Operating Activities	63,565,986	26,972,289
Adjustments for:			Cash Flows from Financing Activities		
Net realized (gain) loss on sale of investments	4,038,734	691,428	Distributions paid to holders of redeemable units, net of reinvested distributions	(2,512,150)	(3,923,816)
Change in unrealized (appreciation) depreciation in value of investments	(13,422,212)	15,034,032	Proceeds from redeemable units issued	49,011,096	82,398,974
Change in unrealized (appreciation) depreciation in value of futures contracts	190,370	(21,792)	Redemption of redeemable units	(114,778,552)	(100,940,085)
Change in unrealized (appreciation) depreciation in currency forward contracts	(549,344)	652,857	Net Cash Provided by (Used in)		
Change in unrealized (appreciation) depreciation in option contracts	-	-	Financing Activities	(68,279,606)	(22,464,927)
Change in unrealized (appreciation) depreciation in value of swaps	86,382	(208,057)	Net increase (decrease) in cash	(4,713,620)	4,507,362
Non-cash income distributions from underlying funds	-	-	Cash (bank indebtedness) at beginning of period	5,790,631	1,283,269
Change in margin	310,555	(76,440)	Cash (bank indebtedness) at end of period	1,077,011	5,790,631
Purchases of investments	(62,582,985)	(130,212,238)	Dividends received, net of withholding taxes	-	-
Proceeds from sale of investments	120,198,978	149,243,362	Interest received, net of withholding taxes	10,052,518	11,934,180
Purchases of short-term investments	(9,149,373)	-	Interest paid	(3,753)	(5,831)
Proceeds from sale of short-term investments	9,149,373	-			
Change in dividends and interest receivable	271,496	1,036,932			
Change in distributions receivable from underlying funds	-	-			
Change in management fees payable	(135,769)	(62,216)			
Change in other payables and accrued expenses	(19,896)	(238,698)			

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

Sun Life Excel High Income Fund (continued)

Schedule of Investments

As at December 31, 2019

	Maturity Date	Country	Currency	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
BONDS							
Government Bonds							
Africa Finance Corp. 4.38%	17-Apr-2026	Canada	USD	400,000	529,279	551,075	
The African Export-Import Bank 5.25%	11-Oct-2023	Canada	USD	420,000	540,363	590,941	
The African Export-Import Bank 3.99%	21-Sep-2029	Canada	USD	400,000	530,701	527,507	
					1,600,343	1,669,523	1.45
Foreign Government Bonds							
Angolan Government International Bond 9.38%	8-May-2048	Angolan	USD	200,000	285,744	285,286	
Arab Republic of Egypt 6.59%	21-Feb-2028	Egypt	USD	600,000	755,640	813,364	
Arab Republic of Egypt 8.50%	31-Jan-2047	Egypt	USD	400,000	559,906	577,540	
Bahrain Government International Bond, 6.75%	20-Sep-2029	Bahrain	USD	600,000	903,308	910,837	
Bahrain Government International Bond 7.50%	20-Sep-2047	Bahrain	USD	350,000	562,847	554,363	
Bioceanico Sovereign Certificate Ltd.	5-Jun-2034	Cayman Islands	USD	400,000	350,947	362,104	
China Development Bank 2.75%	16-Nov-2022	China	USD	1,000,000	1,264,574	1,317,137	
Colombia Government International Bond 7.75%	14-Apr-2021	Colombia	COP	500,000,000	282,141	203,923	
Colombian TES 7.50%	26-Aug-2026	Colombia	COP	7,192,600,000	2,897,238	3,107,167	
Colombian TES, 6.00%	28-Apr-2028	Colombia	COP	1,500,000,000	616,690	590,818	
Croatia Government International Bond 1.13%	19-Jun-2029	Croatia	EUR	300,000	442,587	451,719	
Development Bank of the Republic of Belarus JSC, 6.75%	2-May-2024	Belarus	USD	80,000	107,872	109,458	
Dominican Republic International Bond 6.85%	27-Jan-2045	Dominican Republic	USD	650,000	974,118	964,839	
Ecuador Government International Bond 10.75%	31-Jan-2029	Ecuador	USD	100,000	146,944	126,802	
Egypt Government International Bond 7.60%	1-Mar-2029	Egypt	USD	200,000	265,182	284,330	
Federal Republic of Brazil 5.63%	21-Feb-2047	Brazil	USD	1,000,000	1,247,175	1,469,131	
Ghana Government International Bond 8.13%	26-Mar-2032	Ghana	USD	310,000	412,012	410,581	
Ghana Government International Bond 8.95%	26-Mar-2051	Ghana	USD	200,000	265,851	266,074	
Government of Malaysia 4.16%	15-Jul-2021	Malaysia	MYR	1,878,000	614,978	605,744	
Government of Malaysia 3.96%	15-Sep-2025	Malaysia	MYR	685,000	208,930	224,994	
Government of Malaysia 3.90%	30-Nov-2026	Malaysia	MYR	9,200,000	2,857,008	3,017,434	
Government of Romania 4.75%	24-Feb-2025	Romania	RON	6,400,000	2,127,813	2,013,762	
Government of Thailand 4.88%	22-Jun-2029	Thailand	THB	51,744,000	2,486,751	2,908,815	
Government of Ukraine 7.38%	25-Sep-2032	Ukraine	USD	1,350,000	1,722,913	1,871,781	
Kenya Government International Bond 8.00%	22-May-2032	Kenya	USD	70,000	94,157	99,138	
Mexican Fixed Rate Development Bond 7.75%	13-Nov-2042	Mexico	MXN	425,000	2,948,744	3,097,892	
Mongolia Government International Bond 7.25%	23-Oct-2023	Mongolia	USD	250,000	320,052	343,621	
Nota Do Tesouro Nacional 10.00%	1-Jan-2023	Brazil	BRL	10,000	4,131,330	3,743,099	
Nota Do Tesouro Nacional 10.00%	1-Jan-2027	Brazil	BRL	9,000	3,366,670	3,558,365	
Pakistan Government International Bond 6.88%	5-Dec-2027	Pakistan	USD	360,000	493,187	487,564	
Peruvian Government International Bond 6.95%	12-Aug-2031	Peru	PEN	3,000,000	1,370,603	1,416,902	
Provincia de Buenos Aires 5.38%	20-Jan-2023	Argentina	EUR	1,600,000	2,310,330	914,119	
Qatar Government International Bond 4.82%	14-Mar-2049	Qatar	USD	600,000	967,879	965,129	
Republic of Belarus 6.20%	28-Feb-2030	Belarus	USD	200,000	253,710	276,167	
Republic of Ecuador 7.88%	23-Jan-2028	Ecuador	USD	920,000	1,143,376	1,063,695	
Republic of Indonesia 8.38%	15-Mar-2024	Indonesia	IDR	30,000,000,000	2,849,691	3,007,091	
Republic of Indonesia 7.00%	15-May-2027	Indonesia	IDR	20,500,000,000	1,748,876	1,912,157	
Republic of Indonesia 6.13%	15-May-2028	Indonesia	IDR	20,690,000,000	1,830,254	1,825,372	
Republic of Indonesia 8.75%	15-May-2031	Indonesia	IDR	50,000,000	4,680	5,169	
Republic of Indonesia 7.50%	15-May-2038	Indonesia	IDR	15,000,000,000	1,297,088	1,390,640	
Republic of Namibia 5.25%	29-Oct-2025	Namibia	USD	1,000,000	1,317,858	1,350,446	
Republic of Nigeria 7.14%	23-Feb-2030	Nigeria	USD	500,000	620,869	662,268	
Republic of Nigeria 7.70%	23-Feb-2038	Nigeria	USD	400,000	499,540	521,757	
Republic of Peru 5.70%	12-Aug-2024	Peru	PEN	2,333,000	897,041	1,021,181	
Republic of Philippines 6.25%	14-Feb-2026	Philippines	PHP	25,000,000	637,030	712,414	
Republic of Philippines 6.25%	14-Jan-2036	Philippines	PHP	20,000,000	437,482	622,681	
Republic of Poland 2.50%	25-Jul-2026	Poland	PLN	9,000,000	2,840,949	3,178,768	
Republic of South Africa 8.00%	31-Jan-2030	South Africa	ZAR	60,000,000	4,912,425	5,197,909	
Republic of South Africa 8.88%	28-Feb-2035	South Africa	ZAR	29,000,000	2,463,908	2,509,950	
Republic of South Africa 5.00%	12-Oct-2046	South Africa	USD	600,000	732,029	715,928	
Republic of Sri Lanka 5.75%	18-Jan-2022	Sri Lanka	USD	700,000	919,030	912,261	
Republic of Sri Lanka 6.85%	3-Nov-2025	Sri Lanka	USD	300,000	398,040	390,938	
Republic of Turkey 8.80%	27-Sep-2023	Turkey	TRY	11,054,585	2,986,436	2,218,543	
Republic of Turkey 5.75%	11-May-2047	Turkey	USD	750,000	885,377	864,222	
Romanian Government International Bond 2.12%	16-Jul-2031	Romania	EUR	280,000	412,007	417,049	
Russian Federal Bond - OFZ 6.50%	28-Feb-2024	Russia	RUB	69,000,000	1,369,350	1,474,855	
Russian Federation 8.15%	3-Feb-2027	Russia	RUB	42,000,000	857,953	980,295	
Russian Federation 7.05%	19-Jan-2028	Russia	RUB	150,000,000	3,280,381	3,307,830	

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

Sun Life Excel High Income Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Maturity Date	Country	Currency	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Russian Foreign Bond - Eurobond 4.38%	21-Mar-2029	Russia	USD	2,200,000	2,731,681	3,177,505	
Saudi Government International Bond 2.00%	9-Jul-2039	Saudi Arabia	EUR	130,000	191,315	199,445	
Saudi Government International Bond 5.25%	16-Jan-2050	Saudi Arabia	USD	500,000	696,441	807,238	
Senegal Government International Bond 6.25%	23-May-2033	Senegal	USD	640,000	847,243	875,099	
Serbia International Bond 1.50%	26-Jun-2029	Serbia	EUR	100,000	148,205	148,408	
Sri Lanka Government International Bond 7.55%	28-Mar-2030	Sri Lanka	USD	230,000	303,575	296,687	
State of Qatar 3.25%	2-Jun-2026	Qatar	USD	900,000	1,123,708	1,230,900	
Sultanate of Oman 4.75%	15-Jun-2026	Oman	USD	1,000,000	1,232,689	1,317,820	
Sultanate of Oman 6.50%	8-Mar-2047	Oman	USD	200,000	265,331	257,410	
Uruguay Government International Bond 4.38%	23-Jan-2031	Uruguay	USD	400,000	525,654	581,073	
Uruguay Government International Bond 5.10%	18-Jun-2050	Uruguay	USD	500,000	803,565	780,081	
					82,826,908	84,285,084	73.34
Foreign Corporate Bonds							
Banco Mercantil del Norte SA/Grand Cayman 6.75%	31-Dec-2049	Mexico	USD	200,000	264,292	269,862	
Bank Mandiri Persero Tbk PT 3.75%	11-Apr-2024	Indonesia	USD	270,000	356,051	361,462	
Country Garden Holdings Company Limited 4.75%	17-Jan-2023	China	USD	1,200,000	1,447,771	1,571,473	
CRCC Chengan Ltd. 3.97%	31-Dec-2049	Hong Kong	USD	400,000	528,583	528,048	
Credit Bank of Moscow Via CBOM Finance PLC 5.55%	14-Feb-2023	Russia	USD	200,000	251,430	268,833	
Empresa Nacional del Petroleo 4.50%	14-Sep-2047	Chile	USD	400,000	470,517	530,772	
Eskom Holdings SOC Limited 6.35%	10-Aug-2028	South Africa	USD	900,000	1,164,503	1,254,229	
Leader Goal International Limited 4.25%	31-Dec-2049	China	USD	270,000	338,175	358,161	
Lima Metro Line 2 Finance Ltd. 4.35%	5-Apr-2036	Cayman Islands	USD	200,000	261,821	275,477	
MDGH - GMTN BV 2.88%	7-Nov-2029	Netherlands	USD	400,000	517,502	524,253	
Mexico City Airport Trust 5.50%	31-Jul-2047	Mexico	USD	236,000	280,685	316,650	
Mumtalakat Sukuk Holding Co. 5.63%	27-Feb-2024	Cayman Islands	USD	600,000	790,264	822,078	
National Bank of Oman SAOG 5.63%	25-Sep-2023	Oman	USD	420,000	543,021	569,306	
Nostrum Oil & Gas Finance BV 7.00%	16-Feb-2025	Netherlands	USD	700,000	875,238	438,694	
Pertamina Persero PT 6.00%	3-May-2042	Indonesia	USD	1,920,000	2,807,333	3,047,414	
Pertamina Persero PT 4.70%	30-Jul-2049	Indonesia	USD	500,000	692,643	692,925	
Perusahaan Listrik Negara PT 1.88%	5-Nov-2031	Indonesia	EUR	220,000	317,969	319,272	
Petkim Petrokimya Holding SA 5.88%	26-Jan-2023	Turkey	USD	200,000	248,309	261,230	
Petrobras Global Finance BV 6.90%	19-Mar-2049	Netherlands	USD	400,000	565,113	609,355	
Petroleos de Venezuela SA 6.00%	15-Nov-2026	Venezuela	USD	2,689,655	1,297,610	287,744	
Petroleos del Peru SA 4.75%	19-Jun-2032	Peru	USD	1,000,000	1,332,800	1,423,631	
Petroleos Mexicanos 7.19%	12-Sep-2024	Mexico	MXN	600,000	3,686,898	3,770,131	
Petroleos Mexicanos 6.50%	13-Mar-2027	Mexico	USD	1,250,000	1,764,317	1,725,594	
Philippine National Bank 3.28%	27-Sep-2024	Philippines	USD	400,000	525,798	525,457	
Rosneft 4.20%	6-Mar-2022	Russia	USD	600,000	616,818	802,659	
Russian Railways Via RZD Capital PLC 2.20%	23-May-2027	Ireland	EUR	250,000	375,280	391,798	
SABIC Capital II BV 4.50%	10-Oct-2028	Netherlands	USD	250,000	317,890	362,108	
		United States of America					
SASOL Financing USA LLC 6.50%	27-Sep-2028	America	USD	160,000	206,250	230,976	
Sberbank 5.25%	23-May-2023	Russia	USD	500,000	549,726	695,880	
Shriram Transport Finance Co., Ltd. 5.95%	24-Oct-2022	India	USD	450,000	598,930	599,749	
SSG Resources Limited 4.25%	4-Oct-2022	Malaysia	USD	400,000	389,568	538,393	
Suzano Austra GmbH 5.00%	15-Jan-2030	Austria	USD	400,000	528,611	546,175	
Tengizchevroil Finance Company International Limited 4.00%	15-Aug-2026	Kazakhstan	USD	500,000	648,306	681,353	
Yapi Kredi Bank 5.85%	21-Jun-2024	Turkey	USD	400,000	530,000	511,536	
					26,090,022	26,112,678	22.72
Total Bonds					110,517,273	112,067,285	97.51
Total Investments					110,517,273	112,067,285	97.51
Unrealized appreciation/(depreciation) on currency forward contracts ⁽¹⁾						(252,930)	(0.22)
Credit Default Swaps ⁽²⁾						(89,894)	(0.08)
Other Assets less Liabilities						3,207,625	2.79
Total Net Assets						114,932,086	100.00

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

Sun Life Excel High Income Fund (continued)

Schedule of Investments (continued)

(1) Unrealized appreciation/(depreciation) on currency forward contracts

Counterparty	Credit Rating	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
Merrill Lynch International	NR	21-Jan-2020	PEN	1,600,000	USD	(471,517)	14,699
Merrill Lynch International	NR	27-Jan-2020	HUF	26,504,300	EUR	(79,346)	1,118
Societie Generale Securities Corp.	A-1	16-Jan-2020	RUB	86,656,601	USD	(1,340,730)	66,844
Societie Generale Securities Corp.	A-1	21-Jan-2020	PHP	51,400,000	USD	(997,468)	21,726
Societie Generale Securities Corp.	A-1	27-Feb-2020	THB	41,875,710	USD	(1,386,005)	18,067
Societie Generale Securities Corp.	A-1	16-Jan-2020	RUB	50,093,858	USD	(800,000)	6,305
Societie Generale Securities Corp.	A-1	25-Feb-2020	CZK	22,649,516	USD	(1,000,000)	660
State Street Trust Company of Canada	A-1	27-Jan-2020	PLN	8,882,400	EUR	(2,059,914)	37,852
State Street Trust Company of Canada	A-1	10-Jan-2020	MYR	3,318,400	USD	(800,000)	14,239
UBS AG Warburg	A-1	16-Jan-2020	RUB	184,852,077	USD	(2,860,217)	142,291
UBS AG Warburg	A-1	4-Feb-2020	BRL	1,140,000	USD	(266,319)	21,655
UBS AG Warburg	A-1	5-Mar-2020	INR	104,980,000	USD	(1,448,575)	16,200
							361,656
Bank Of America	A-2	16-Jan-2020	USD	3,455,521	RUB	(223,272,245)	(170,793)
Merrill Lynch International	NR	5-Mar-2020	USD	273,657	GBP	(210,000)	(6,515)
Merrill Lynch International	NR	5-Mar-2020	USD	736,300	EUR	(660,253)	(10,153)
Merrill Lynch International	NR	6-Feb-2020	USD	525,000	CLP	(418,950,000)	(41,897)
Merrill Lynch International	NR	6-Feb-2020	USD	550,000	CLP	(448,250,000)	(59,990)
Societie Generale Securities Corp.	A-1	9-Jan-2020	RON	8,520,568	USD	(2,000,000)	(3,221)
Societie Generale Securities Corp.	A-1	21-Jan-2020	TRY	1,292,800	USD	(219,846)	(4,943)
Societie Generale Securities Corp.	A-1	9-Jan-2020	USD	500,000	RON	(2,158,936)	(7,943)
State Street Trust Company of Canada	A-1	18-Feb-2020	USD	1,373,770	SGD	(1,869,800)	(22,445)
State Street Trust Company of Canada	A-1	5-Mar-2020	USD	1,792,987	ZAR	(26,660,000)	(125,664)
UBS AG Warburg	A-1	16-Jan-2020	USD	212,809	MXN	(4,191,200)	(11,107)
UBS AG Warburg	A-1	5-Mar-2020	USD	512,029	IDR	(7,300,000,000)	(13,722)
UBS AG Warburg	A-1	6-Feb-2020	CLP	1,925,069,000	USD	(2,599,709)	(49,934)
UBS AG Warburg	A-1	5-Mar-2020	USD	3,380,961	KRW	(3,980,842,000)	(86,259)
							(614,586)
							(252,930)

(2) Credit Default Swaps

Referenced Entity	Payment Frequency	Coupon	Expiry Date	Counterparty	Credit Rating	Notional Amount (\$)	Current Value (\$)
Republic of Turkey	Quarterly	1.000%	20-Dec-2021	Merrill Lynch	NR	106,277	17,429
Russian Federation	Quarterly	1.000%	20-Dec-2026	Merrill Lynch	NR	(142,227)	8,425
						(35,950)	25,854
Republic of South Africa	Quarterly	1.000%	20-Jun-2021	Merrill Lynch	NR	247,946	(12,052)
Republic of Turkey	Quarterly	1.000%	20-Dec-2021	Merrill Lynch	NR	-	(432)
Russian Federation	Quarterly	1.000%	20-Jun-2024	Merrill Lynch International	NR	72,703	(103,264)
						320,649	(115,748)
						284,699	(89,894)

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

Sun Life Excel High Income Fund (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Excel High Income Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and September 30, 2018, the 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 invests in financial assets, which 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, 2019 and September 30, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	September 30, 2018
AAA/Aaa	-	-
AA/Aa	2.2	6.6
A/A	20.0	13.5
BBB/Baa	27.5	29.5
BB/Ba	21.9	25.6
B/b	12.4	11.5
CCC	1.2	-
Not rated	12.6	9.2
Total	97.8	95.9

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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and September 30, 2018. 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, 2019		September 30, 2018	
United States				
Dollar	48,918,439	42.56	93,124,867	55.50
Russian Ruble	7,973,704	6.94	5,893,365	3.50
Brazilian Real	7,668,950	6.67	6,007,293	3.60
Indonesian Rupiah	7,569,467	6.59	11,478,117	6.80
Mexican Peso	6,701,578	5.83	8,973,747	5.30
Polish Zloty	6,253,955	5.44	10,461,669	6.20
South African Rand	5,503,781	4.79	7,718,855	4.60
Malaysian Ringgit	4,923,800	4.28	11,461,305	6.80
Thai Baht	4,724,380	4.11	7,560,317	4.50
Romanian Leu	4,027,206	3.50	2,256,713	1.30
Colombian Peso	4,011,225	3.49	6,896,691	4.10
Peruvian Nuevo Sol	3,117,083	2.71	2,818,912	1.70
Philippine Peso	2,681,049	2.33	462,750	0.30
Turkish Lira	2,556,508	2.22	8,109,519	4.80
Indian Rupee	1,907,206	1.66	1,853,844	1.10
Chilean Peso	1,824,312	1.59	3,647,439	2.20
Czech Koruna	1,302,992	1.13	102,385	0.10
Hungarian Forint	117,097	0.10	2,979,284	1.80
Israeli Shekel	17,174	0.01	(4,818,707)	(2.90)
Japanese Yen	1,236	-	1,753,245	1.00
Chinese Renminbi	16	-	(2,553,472)	(1.50)
Serbian Dinar	-	-	3,291,262	2.00
Argentina Peso	-	-	558,334	0.30
New Taiwan Dollar	-	-	(3,532,816)	(2.10)
British Pound	(343,553)	(0.30)	(337,123)	(0.20)
Euro	(978,768)	(0.85)	131,812	0.10
Singapore Dollar	(1,802,244)	(1.57)	(6,303,226)	(3.80)
Korean Won	(4,463,796)	(3.88)	(6,455,593)	(3.70)
Total	114,212,797	99.35	173,540,788	103.40

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$5,710,640 (\$8,677,039 as at September 30, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

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

Sun Life Excel High Income Fund (continued)

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	-	27,760,160	84,307,125	112,067,285
September 30, 2018	2,576,261	33,969,196	124,321,862	160,867,319

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$11,777,440 (\$16,856,543 as at September 30, 2018). 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 Fund.

(c) Liquidity risk

As at December 31, 2019 and September 30, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	September 30, 2018
Bonds		
Foreign Government Bonds	73.3	71.0
Government Bonds	1.5	-
Foreign Corporate Bonds	22.7	24.9
Derivative Assets (Liabilities)	(0.3)	-
Other Assets less Liabilities	2.8	4.1
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and September 30, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Bonds	-	112,067,285	-	112,067,285
Currency Forward Contracts	-	361,656	-	361,656
Credit Default Swaps	-	25,854	-	25,854
Financial Liabilities				
Currency Forward Contracts	-	614,586	-	614,586
Credit Default Swaps	-	115,748	-	115,748

	September 30, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Bonds	-	160,867,319	-	160,867,319
Futures Contracts	190,370	-	-	190,370
Currency Forward Contracts	-	541,274	-	541,274
Credit Default Swaps	-	473,473	-	473,473
Financial Liabilities				
Currency Forward Contracts	-	1,343,548	-	1,343,548
Credit Default Swaps	-	355,010	-	355,010

There were no transfers between fair value Levels 1 and 2 during the periods from October 1, 2018 to December 31, 2019 and October 1, 2017 to September 30, 2018.

Bonds

Bonds include primarily government and corporate bonds, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the bonds have been classified as Level 2.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts and credit default swaps. Forward contracts and credit default swaps are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

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

Sun Life Excel High Income Fund (continued)

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$7,865,176 (\$2,887,643 as at September 30, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

	Amounts Eligible for Offset			Net (\$)
	Gross Assets/ (Liabilities) (\$)	Financial Instruments (\$)	Collateral received/ paid (\$)	
December 31, 2019				
Derivative assets - Forward Contracts	361,656	(245,037)	-	116,619
Derivative assets - Credit Default Swaps	25,854	(12,484)	-	13,370
Total	387,510	(257,521)	-	129,989
Derivative liabilities - Forward Contracts	(614,586)	245,037	-	(369,549)
Derivative liabilities - Credit Default Swaps	(115,748)	12,484	-	(103,264)
Total	(730,334)	257,521	-	(472,813)
September 30, 2018				
Derivative assets - Forward Contracts	-	-	-	-
Total	-	-	-	-
Derivative liabilities - Forward Contracts	-	-	-	-
Total	-	-	-	-

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	October 22, 2010	October 22, 2010
Series DB Units	October 24, 2016	October 24, 2016
Series F Units	November 04, 2010	November 04, 2010
Series I Units	October 16, 2013	February 16, 2018
Series IS Units	October 13, 2016	October 13, 2016

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

Sun Life Excel India Balanced Fund

Statements of Financial Position

As at December 31, 2019 and September 30, 2018

	December 31, 2019 (\$)	September 30, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	45,098,314	55,429,071
Short-term investments	-	-
Cash	876,568	192,473
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	-
Accrued interest	-	-
Dividends receivable	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	465	286,084
	45,975,347	55,907,628
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	2,771	9,234
Redemptions payable	101,731	78,427
Distributions payable	-	15
Due to investment dealers	-	-
Management fees payable	13,327	41,882
Total liabilities (excluding net assets attributable to holders of redeemable units)	117,829	129,558
Net Assets Attributable to Holders of Redeemable Units	45,857,518	55,778,070
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	12,715,259	13,849,187
Series F	19,721,296	20,202,548
Series X	13,420,963	21,726,335
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	5.58	5.18
Series F	5.81	5.30
Series X	4.88	4.49

Approved on behalf of Trustee

"signed" Jordy Chilcott	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	-	-
Interest income for distribution purposes	6,327	4,118
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	3,287,388	3,527,695
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	270,700
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	3,861,854	(3,638,008)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	163,669
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	7,155,569	328,174
Net gain (loss) on foreign exchange	2,020	32,392
Other income	886	84,393
Total income (loss)	7,158,475	444,959
Expenses (note 5)		
Management fees	548,592	627,804
Administrative costs	-	204,435
Fixed annual administration fees	116,290	32,657
Legal fees	-	20,435
Securityholder reporting costs	-	17,520
Audit fees	-	9,541
Independent review committee fees	871	1,332
Trustee fees	-	1,224
Custodial fees	-	122
Withholding tax	-	-
Transaction costs (note 2)	-	-
Total operating expenses	665,753	915,070
Expenses waived/absorbed by the Manager	-	-
Operating Profit (Loss)	6,492,722	(470,111)
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	6,492,722	(470,111)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	1,555,249	(680,978)
Series F	2,610,914	(579,906)
Series X	2,326,559	790,773
Weighted Average Number of Units Outstanding		
Series A	2,465,912	2,677,472
Series F	3,606,370	3,707,608
Series X	3,685,230	6,544,834

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

Sun Life Excel India Balanced Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	0.63	(0.25)
Series F	0.72	(0.16)
Series X	0.63	0.12

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

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	Series A		Series F		Series X		Total	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 13,849,187	12,464,532	20,202,548	19,360,601	21,726,335	44,931,811	55,778,070	76,756,944
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 1,555,249	(680,978)	2,610,914	(579,906)	2,326,559	790,773	6,492,722	(470,111)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 5,778,768	9,344,749	8,525,391	10,993,186	2,853,980	3,383,819	17,158,139	23,721,754
Redemption of redeemable units	\$ (8,313,233)	(7,136,410)	(11,123,005)	(9,258,217)	(12,652,157)	(26,106,999)	(32,088,395)	(42,501,626)
Reinvestment of distributions to holders of redeemable units	\$ 418,073	396,809	348,325	439,020	1,475	69	767,873	835,898
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (2,116,392)	2,605,148	(2,249,289)	2,173,989	(9,796,702)	(22,723,111)	(14,162,383)	(17,943,974)
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	-	-	-	-	-	-	-
From net investment income	\$ (285,679)	(539,515)	(425,182)	(752,136)	(431,035)	(1,273,138)	(1,141,896)	(2,564,789)
Return of capital	\$ (287,106)	-	(417,695)	-	(404,194)	-	(1,108,995)	-
	\$ (572,785)	(539,515)	(842,877)	(752,136)	(835,229)	(1,273,138)	(2,250,891)	(2,564,789)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (1,133,928)	1,384,655	(481,252)	841,947	(8,305,372)	(23,205,476)	(9,920,552)	(20,978,874)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 12,715,259	13,849,187	19,721,296	20,202,548	13,420,963	21,726,335	45,857,518	55,778,070
Redeemable Unit Transactions								
Balance - beginning of period	2,674,928	2,236,244	3,808,393	3,431,226	4,838,684	9,356,004	11,322,005	15,023,474
Units issued	1,073,262	1,408,530	1,536,202	1,722,827	599,813	(169,646)	3,209,277	2,961,711
Units issued on reinvestment of distributions	76,083	69,030	61,537	74,828	305	17	137,925	143,875
Units redeemed	(1,545,996)	(1,038,876)	(2,012,132)	(1,420,488)	(2,689,301)	(4,347,691)	(6,247,429)	(6,807,055)
Balance - end of period	2,278,277	2,674,928	3,394,000	3,808,393	2,749,501	4,838,684	8,421,778	11,322,005

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

Sun Life Excel India Balanced Fund (continued)

Statements of Cash Flows

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	6,492,722	(470,111)
Adjustments for:		
Net realized (gain) loss on sale of investments	(3,287,388)	(3,527,695)
Change in unrealized (appreciation) depreciation in value of investments	(3,861,854)	3,638,008
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	(163,669)
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	-	-
Change in fair value of option contracts	-	-
Change in fair value of credit default swaps	-	-
Change in margin	-	-
Purchases of investments	-	-
Proceeds from sale of investments	17,479,999	17,656,374
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	-	-
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	(28,555)	(21,771)
Change in other payables and accrued expenses	(6,463)	(58,466)
Net Cash Provided by (Used in) Operating Activities	16,788,461	17,052,670
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(1,483,033)	(1,920,161)
Proceeds from redeemable units issued	17,443,758	23,647,560
Redemption of redeemable units	(32,065,091)	(42,609,951)
Net Cash Provided by (Used in) Financing Activities	(16,104,366)	(20,882,552)
Net increase (decrease) in cash	684,095	(3,829,882)
Cash (bank indebtedness) at beginning of period	192,473	4,022,355
Cash (bank indebtedness) at end of period	876,568	192,473
Dividends received, net of withholding taxes	-	-
Interest received, net of withholding taxes	6,327	4,118
Interest paid	-	-

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

Sun Life Excel India Balanced Fund (continued)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Excel Funds Mauritius Company Ltd. Growth & Income Class (Schedule 1)	2,741,172	34,066,305	45,098,314	
		34,066,305	45,098,314	98.34
Total Investments		34,066,305	45,098,314	98.34
Other Assets less Liabilities			759,204	1.66
Total Net Assets			45,857,518	100.00

Schedule 1

As at December 31, 2019

(In Canadian Dollars)

The Fund owns 100% of the Growth & Income Class of the Excel Funds Mauritius Company Ltd. The portfolio held by the Growth & Income Class of the Excel Funds Mauritius Company Ltd. at December 31, 2019 is shown below:

Description	Coupon Rate	Maturity Date	Country	Number of Shares / Units	Average Cost \$	Fair Value \$
Bonds (27.3%)						
Government Bonds (8.3%)						
National Bank for Agriculture and Rural Development	8.500	31-Jan-2023	India	50,000,000	937,166	953,274
State of Gujarat	8.350	8-Nov-2027	India	100,000,000	2,000,689	1,877,006
State of Maharashtra	7.840	13-Jul-2026	India	50,000,000	1,014,220	950,748
					3,952,075	3,781,028
Corporate Bonds (18.9%)						
Indian Railway Finance Corp Limited	8.350	13-Mar-2029	India	100,000,000	2,012,285	1,917,105
Indian Railway Finance Corp Limited	8.230	29-Mar-2029	India	100,000,000	1,980,659	1,904,465
LIC Housing Finance Limited	8.750	12-Aug-2023	India	50,000,000	928,042	949,003
Power Grid Corporation of India Limited	7.300	19-Jun-2027	India	50,000,000	999,443	911,541
REC Limited	8.560	29-Nov-2028	India	150,000,000	2,822,384	2,863,038
					8,742,813	8,545,152
Total Bonds					12,694,888	12,326,180
Equities (70.6%)						
Communication Services (2.4%)						
Bharti Airtel Limited			India	90,102	638,132	749,192
Sun TV Network Limited			India	38,800	646,484	312,710
					1,284,616	1,061,902
Consumer Discretionary (2.7%)						
Motherson Sumi Systems Limited			India	8,219	20,236	21,973
PVR Limited			India	11,220	367,688	388,566
TCNS Clothing Co. Limited			India	36,700	420,234	415,693
Titan Co Limited			India	18,250	388,687	395,499
					1,196,845	1,221,731
Consumer Staples (5.4%)						
Britannia Industries Limited			India	14,919	510,737	824,046
Dabur India Limited			India	111,513	613,038	932,512
Hindustan Unilever Limited			India	15,893	413,257	557,532
Radico Khaitan Limited			India	19,132	117,069	109,416
					1,654,101	2,423,506
Energy (6.2%)						
Reliance Industries Limited			India	86,514	1,383,992	2,389,522
Exide Industries Limited			India	113,942	449,212	387,657
					1,833,204	2,777,179
Financials (28.9%)						
Axis Bank Limited			India	103,763	1,301,851	1,427,434
Bajaj Finance Limited			India	10,477	225,812	809,374
Bandhan Bank Limited			India	48,356	358,062	448,345
HDFC Bank Limited			India	119,702	2,009,434	2,777,839
HDFC Standard Life Insurance Co Limited			India	33,000	350,206	376,884

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

Sun Life Excel India Balanced Fund (continued)

Schedule 1 (continued)

As at December 31, 2019

(In Canadian Dollars)

Description	Coupon Rate	Maturity Date	Country	Number of Shares / Units	Average Cost \$	Fair Value \$
Housing Development Finance Corporation Limited			India	60,955	2,077,747	2,682,688
ICICI Bank Limited			India	288,613	1,807,549	2,837,322
ICICI Lombard General Insurance Co Limited			India	12,657	264,579	320,206
IndusInd Bank Limited			India	25,220	601,173	694,715
State Bank of India			India	109,427	592,603	666,239
					9,589,016	13,041,046
Health Care (2.6%)						
Apollo Hospitals Enterprise Limited			India	15,164	351,267	398,900
Cipla Limited			India	50,300	418,504	438,795
Sun Pharmaceutical Industries Limited			India	44,700	398,267	352,719
					1,168,038	1,190,414
Industrials (4.4%)						
Larsen & Toubro Limited			India	59,560	1,318,775	1,410,525
Polycab India Limited			India	31,860	397,870	576,702
					1,716,645	1,987,227
Information Technology (7.9%)						
HCL Technologies Limited			India	77,698	728,166	805,228
Infosys Limited			India	155,413	1,707,660	2,072,900
Tata Consultancy Services Limited			India	17,302	581,920	682,301
					3,017,746	3,560,429
Materials (6.2%)						
Coal India Limited			India	175,652	663,660	677,236
Hindalco Industries Limited			India	66,550	256,900	262,414
Odisha Cement Limited			India	41,540	947,735	606,462
Tata Steel Limited			India	31,856	255,043	274,324
The Ramco Cements Limited			India	24,500	342,723	337,284
UltraTech Cement Limited			India	6,339	474,616	467,882
Vedanta Limited			India	58,391	162,121	162,389
					3,102,798	2,787,991
Real Estate (2.7%)						
Sunteck Realty Limited			India	49,000	263,889	372,034
The Phoenix Mills Limited			India	56,650	723,933	860,544
					987,822	1,232,578
Utilities (1.2%)						
NTPC Limited			India	88,883	226,857	193,033
The Tata Power Co. Limited			India	333,150	343,301	343,378
					570,158	536,411
Total Equities					26,120,989	31,820,414
Total Investments (97.9%)					38,815,877	44,146,594
Other Net Assets (2.1%)						951,720
Net Assets Attributable to Holders of Redeemable Units (100.0%)						45,098,314

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

Sun Life Excel India Balanced Fund (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Excel India Balanced Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Fund is subject to credit risk exposure related to the extent of its investment in the underlying fund holding interest-bearing securities.

The Fund invests in financial assets, which 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, 2019 and September 30, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	September 30, 2018
AAA/Aaa	27.3	26.8
Total	27.3	26.8

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.

(b) Market risk

(i) Currency risk

The Fund is exposed indirectly to currency risk as a result of its investment in underlying funds. The Fund also 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and September 30, 2018. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk (\$CAD)		Percentage of Net Assets (%)	
	December 31, 2019	September 30, 2018		
Indian Rupees	45,098,418	98.34	53,338,089	95.60
United States Dollar	122,089	0.27	267,655	0.50
Total	45,220,507	98.61	53,605,744	96.10

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$2,261,025 (\$2,680,287 as at September 30, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The table below summarizes the Fund's direct exposure to interest rate risk by remaining term to maturity. The Fund is exposed to indirect interest rate risk in the event that the underlying fund holds interest-bearing financial instruments.

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	-	1,902,277	10,423,903	12,326,180
September 30, 2018	-	11,542,149	3,444,136	14,986,285

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$949,573 (\$517,789 as at September 30, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

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

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$1,591,021 (\$1,933,240 as at September 30, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

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

Sun Life Excel India Balanced Fund (continued)

(c) Liquidity risk

As at December 31, 2019 and September 30, 2018, the majority of the 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 Fund invests in redeemable units or shares of an investment fund ("underlying fund") to gain exposure to the investment objectives and strategies of the underlying fund. The Fund is exposed to the possible risk inherent in the concentration of the investment portfolio held by the underlying fund. The Managers of the underlying fund moderate risk through careful selection of securities in several industries, investment sectors and geographical locations. The Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	September 30, 2018
Bonds		
Foreign Government Bonds	8.2	12.2
Foreign Corporate Bonds	18.6	14.1
Equities		
Energy	6.1	5.9
Materials	6.1	7.1
Industrials	4.3	6.9
Consumer Discretionary	2.7	6.1
Consumer Staples	5.3	8.2
Health Care	2.6	3.0
Financials	28.4	20.7
Real Estate	2.7	-
Information Technology	7.8	10.6
Telecommunication Services	-	-
Communication Services	2.3	-
Utilities	1.2	0.8
Other Assets less Liabilities	3.7	4.4
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, 2019 and September 30, 2018.

	December 31, 2019			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	-	45,098,314	-	45,098,314
	September 30, 2018			
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Mutual Funds	-	55,429,071	-	55,429,071

There were no transfers between fair value Levels 1 and 2 during the periods from October 1, 2018 to December 31, 2019 and October 1, 2017 to September 30, 2018.

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 2.

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at December 31, 2019 and September 30, 2018, the Fund had interests in underlying funds as noted in the following tables:

Underlying Fund	As at December 31, 2019	
	Percentage of Net Assets (%)	Ownership Interest (%)
Excel Funds Mauritius Company Ltd. Growth & Income Class	98	100
Underlying Fund	As at September 30, 2018	
	Percentage of Net Assets (%)	Ownership Interest (%)
Excel Funds Mauritius Company Ltd. Growth & Income Class	99	100

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	April 22, 2016	April 22, 2016
Series F Units	April 25, 2016	April 25, 2016
Series X Units	July 14, 2017	July 14, 2017

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

Sun Life Excel India Fund

Statements of Financial Position

As at December 31, 2019 and September 30, 2018

	December 31, 2019 (\$)	September 30, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	280,304,202	304,334,838
Short-term investments	-	-
Cash	6,566,699	3,436,690
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	-
Accrued interest	2,917	-
Dividends receivable	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	162,914	227,463
	287,036,732	307,998,991
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	24,880	75,146
Redemptions payable	121,237	570,802
Distributions payable	-	-
Due to investment dealers	-	-
Management fees payable	127,425	376,110
Total liabilities (excluding net assets attributable to holders of redeemable units)	273,542	1,022,058
Net Assets Attributable to Holders of Redeemable Units	286,763,190	306,976,933
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	174,696,633	186,223,056
Series DB	1,390,443	2,775,827
Series F	96,200,948	92,992,767
Series I	10,396	9,102
Institutional Series	14,427,964	24,976,181
Series O	36,806	-
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	36.35	36.63
Series DB	5.06	5.10
Series F	15.02	15.32
Series I	36.66	34.28
Institutional Series	5.91	6.02
Series O	9.96	-

Approved on behalf of Trustee

“signed” Jordy Chilcott
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	1,851	55,413
Interest income for distribution purposes	47,090	18,557
Distributions from underlying funds	-	543
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	34,540,061	19,009,816
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	1,269,960
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	3,678,728	(21,423,685)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	380,641
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	38,267,730	(688,755)
Net gain (loss) on foreign exchange	35,057	76,198
Other income	3,698	133,677
Total income (loss)	38,306,485	(478,880)
Expenses (note 5)		
Management fees	5,000,765	5,271,766
Administrative costs	-	735,795
Fixed annual administration fees	967,918	262,026
Securityholder reporting costs	-	47,066
Audit fees	-	39,303
Legal fees	-	24,764
Transaction costs (note 2)	2,471	11,697
Withholding tax	278	9,611
Trustee fees	-	5,391
Independent Review Committee fees	4,934	5,324
Custodial fees	-	1,138
Total operating expenses	5,976,366	6,413,881
Expenses waived/absorbed by the Manager	-	-
Operating Profit (Loss)	32,330,119	(6,892,761)
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	32,330,119	(6,892,761)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	19,473,143	(4,473,941)
Series F	11,090,888	(4,206,737)
Series I	1,301	2,204,487
Institutional Series	1,452,762	(278,562)
Series DB	311,371	(138,008)
Series O	654	-

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

Sun Life Excel India Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	2019 (\$)	2018 (\$)
Weighted Average Number of Units Outstanding		
Series A	4,969,524	5,251,638
Series DB	424,597	597,159
Series F	6,345,264	5,335,262
Series I	266	481,397
Institutional Series	2,530,735	4,859,968
Series O	1,669	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	3.92	(0.85)
Series DB	0.73	(0.23)
Series F	1.75	(0.79)
Series I	4.89	4.58
Institutional Series	0.57	(0.06)
Series O	0.39	-

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

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	Series A		Series DB		Series F		Series I	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 186,223,056	203,372,885	2,775,827	2,319,551	92,992,767	64,963,220	9,102	24,918,308
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 19,473,143	(4,473,941)	311,371	(138,008)	11,090,888	(4,206,737)	1,301	2,204,487
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 41,313,940	97,961,437	678,158	2,078,806	54,009,256	57,055,773	-	110,000
Redemption of redeemable units	\$ (71,597,966)	(110,336,390)	(2,371,755)	(1,483,801)	(59,638,207)	(24,294,365)	-	(27,223,693)
Reinvestment of distributions to holders of redeemable units	\$ 20,148,981	10,614,870	280,181	94,513	11,174,339	3,396,164	675	1,986,352
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (10,135,045)	(1,760,083)	(1,413,416)	689,518	5,545,388	36,157,572	675	(25,127,341)
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	-	-	-	-	-	-	-
From net investment income	\$ (20,864,521)	(10,915,805)	(283,339)	(95,234)	(13,428,095)	(3,921,288)	(682)	(1,986,352)
Return of capital	\$ -	-	-	-	-	-	-	-
	\$ (20,864,521)	(10,915,805)	(283,339)	(95,234)	(13,428,095)	(3,921,288)	(682)	(1,986,352)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (11,526,423)	(17,149,829)	(1,385,384)	456,276	3,208,181	28,029,547	1,294	(24,909,206)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 174,696,633	186,223,056	1,390,443	2,775,827	96,200,948	92,992,767	10,396	9,102
Redeemable Unit Transactions								
Balance - beginning of period	5,084,333	5,140,624	544,349	431,487	6,070,814	3,973,500	265	668,718
Units issued	1,134,017	1,788,421	131,234	334,656	3,529,069	2,946,009	-	2,875
Units issued on reinvestment of distributions	551,290	251,120	55,474	16,164	738,595	193,788	19	50,922
Units redeemed	(1,963,208)	(2,095,832)	(456,213)	(237,958)	(3,935,105)	(1,042,483)	-	(722,250)
Balance - end of period	4,806,432	5,084,333	274,844	544,349	6,403,373	6,070,814	284	265

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

Sun Life Excel India Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	Series IS		Series O		Total	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 24,976,181	21,891,331	-	-	306,976,933	317,465,295
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 1,452,762	(278,562)	654	-	32,330,119	(6,892,761)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 1,062,811	16,469,430	36,163	-	97,100,328	173,675,446
Redemption of redeemable units	\$ (11,322,432)	(12,950,379)	(11)	-	(144,930,371)	(176,288,628)
Reinvestment of distributions to holders of redeemable units	\$ 457,722	733,717	2,399	-	32,064,297	16,825,616
Capitalized distributions	\$ -	-	-	-	-	-
	\$ (9,801,899)	4,252,768	38,551	-	(15,765,746)	14,212,434
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	-	-	-	-	-
From net investment income	\$ (2,199,080)	(889,356)	(2,399)	-	(36,778,116)	(17,808,035)
Return of capital	\$ -	-	-	-	-	-
	\$ (2,199,080)	(889,356)	(2,399)	-	(36,778,116)	(17,808,035)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (10,548,217)	3,084,850	36,806	-	(20,213,743)	(10,488,362)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 14,427,964	24,976,181	36,806	-	286,763,190	306,976,933
Redeemable Unit Transactions						
Balance - beginning of period	4,149,693	3,499,175	-	-	15,849,454	13,713,504
Units issued	179,899	2,230,311	3,461	-	4,977,680	7,302,272
Units issued on reinvestment of distributions	76,924	106,833	237	-	1,422,539	618,827
Units redeemed	(1,966,749)	(1,686,626)	(1)	-	(8,321,276)	(5,785,149)
Balance - end of period	2,439,767	4,149,693	3,697	-	13,928,397	15,849,454

Statements of Cash Flows

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	2019 (\$)	2018 (\$)		2019 (\$)	2018 (\$)
Cash Flows from Operating Activities			Net Cash Provided by (Used in)		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	32,330,119	(6,892,761)	Operating Activities	56,058,887	(1,826,497)
Adjustments for:			Cash Flows from Financing Activities		
Net realized (gain) loss on sale of investments	(34,540,061)	(19,009,816)	Distributions paid to holders of redeemable units, net of reinvested distributions	(4,713,819)	(982,419)
Change in unrealized (appreciation) depreciation in value of investments	(3,678,728)	21,423,685	Proceeds from redeemable units issued	97,164,877	174,895,140
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-	Redemption of redeemable units	(145,379,936)	(176,655,969)
Change in unrealized (appreciation) depreciation in currency forward contracts	-	(380,641)	Net Cash Provided by (Used in)		
Change in unrealized (appreciation) depreciation in option contracts	-	-	Financing Activities	(52,928,878)	(2,743,248)
Change in unrealized (appreciation) depreciation in value of swaps	-	-	Net increase (decrease) in cash	3,130,009	(4,569,745)
Non-cash income distributions from underlying funds	-	(543)	Cash (bank indebtedness) at beginning of period	3,436,690	8,006,435
Change in fair value of option contracts	-	-	Cash (bank indebtedness) at end of period	6,566,699	3,436,690
Change in fair value of credit default swaps	-	-	Dividends received, net of withholding taxes	1,573	45,802
Change in margin	-	-	Interest received, net of withholding taxes	44,173	18,557
Purchases of investments	(5,000,000)	(33,890,255)	Interest paid	-	-
Proceeds from sale of investments	67,246,954	37,214,313			
Purchases of short-term investments	-	-			
Proceeds from sale of short-term investments	-	-			
Change in dividends and interest receivable	(2,917)	-			
Change in distributions receivable from underlying funds	-	-			
Change in management fees payable	(248,685)	(63,051)			
Change in other payables and accrued expenses	(47,795)	(227,428)			

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

Sun Life Excel India Fund (continued)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
iShares MSCI India ETF	1,147	50,647	52,281	
WisdomTree India Earnings Fund	2,070	69,963	66,811	
		120,610	119,092	0.04
MUTUAL FUNDS				
India Excel (Mauritius) Fund (Schedule 1)	1,852,488	111,302,908	280,185,110	
		111,302,908	280,185,110	97.71
Transaction Costs				
		(153)		
Total Investments		111,423,365	280,304,202	97.75
Other Assets less Liabilities			6,458,988	2.25
Total Net Assets			286,763,190	100.00

Schedule 1

As at December 31, 2019

(In Canadian Dollars)

The India Excel (Mauritius) Fund owns 100% of the India Excel (Offshore) Fund. The portfolio held by the India Excel (Offshore) Fund as at December 31, 2019 is shown below:

Description	Country	Number of Shares / Units	Average Cost \$	Fair Value \$
Equities (100.4%)				
Communication Services (3.0%)				
Bharti Airtel Limited	India	412,819	2,569,112	3,432,565
PVR Limited	India	100,000	2,793,409	3,463,159
Sun TV Network Limited	India	186,100	2,581,773	1,499,881
			7,944,294	8,395,605
Consumer Discretionary (6.5%)				
Chalet Hotels Limited	India	400,153	2,492,793	2,547,264
Crompton Greaves Consumer Electricals Limited	India	1,236,236	4,905,854	5,409,110
Tata Motors Limited	India	850,000	2,790,321	2,870,962
TCNS Clothing Co. Limited	India	286,500	3,548,764	3,245,122
TRENT Limited	India	420,000	2,591,566	4,038,948
			16,329,298	18,111,406
Consumer Staples (4.6%)				
Britannia Industries Limited	India	80,000	3,366,947	4,418,775
Dabur India Limited	India	442,907	2,794,556	3,703,752
Hindustan Unilever Limited	India	136,000	2,489,015	4,770,929
			8,650,518	12,893,456
Energy (8.4%)				
Reliance Industries Limited	India	784,696	13,487,473	21,673,367
Exide Industries Limited	India	578,793	1,905,757	1,969,187
			15,393,230	23,642,554
Financials (43.6%)				
Aditya Birla Capital Limited	India	200,200	491,253	375,076
Axis Bank Limited	India	941,317	11,200,102	12,949,398
Bajaj Finance Limited	India	98,000	2,437,677	7,570,745
Bandhan Bank Limited	India	425,716	3,690,310	3,947,136
HDFC Bank Limited	India	1,104,044	15,671,637	25,620,780
HDFC Life Insurance Company Limited	India	315,000	2,766,315	3,597,529
Housing Development Finance Corporation Limited	India	602,300	22,315,044	26,507,814
ICICI Bank Limited	India	2,421,580	13,591,452	23,806,291
ICICI Lombard General Insurance Company Limited	India	141,924	2,914,221	3,590,496
IndusInd Bank Limited	India	260,958	5,830,805	7,188,401
RBL Bank Limited	India	474,545	2,975,656	2,985,330
State Bank of India	India	650,000	3,403,771	3,957,486
			87,288,243	122,096,482

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

Sun Life Excel India Fund (continued)

Schedule 1 (continued)

As at December 31, 2019

(In Canadian Dollars)

Description	Country	Number of Shares / Units	Average Cost \$	Fair Value \$
Health Care (5.7%)				
Apollo Hospital Enterprise Limited	India	126,650	2,623,311	3,331,618
Cipla Limited	India	436,000	3,623,977	3,803,477
Eris Lifesciences Limited	India	307,937	3,692,497	2,662,717
Metropolis Healthcare Limited	India	116,600	1,982,621	3,087,559
Sun Pharmaceutical Industries Limited	India	387,000	2,874,699	3,053,740
			14,797,105	15,939,111
Industrials (6.1%)				
Larsen & Toubro Limited	India	443,500	10,825,791	10,503,160
Polycab India Limited	India	230,000	2,704,318	4,163,261
Supreme Industries Limited	India	120,000	2,742,397	2,524,691
			16,272,506	17,191,112
Information Technology (10.1%)				
Collabera Solutions	India	83,640	15	-
HCL Technologies Limited	India	592,240	4,999,116	6,137,723
Infosys Limited	India	1,381,458	15,082,429	18,425,908
Tata Consultancy Services Limited	India	97,340	3,058,329	3,838,588
			23,139,889	28,402,219
Materials (7.1%)				
Coal India Limited	India	263,067	987,678	1,014,270
Hindalco Industries Limited	India	846,000	3,012,619	3,335,879
Odisha Cement Limited	India	273,886	3,874,248	3,998,595
Tata Steel Limited	India	451,000	3,129,613	3,883,732
The Ramco Cements Limited	India	219,480	2,528,203	3,021,519
UltraTech Cement Limited	India	37,000	2,685,060	2,730,975
Vedanta Limited	India	693,000	1,809,195	1,927,283
			18,026,616	19,912,253
Real Estate (2.5%)				
Phoenix Mills Limited	India	260,596	3,246,121	3,958,595
Suntech Realty Limited	India	401,883	1,421,537	3,051,311
			4,667,658	7,009,906
Utilities (2.0%)				
KEC International Limited	India	422,100	2,522,000	2,325,835
NTPC Limited	India	1,535,546	3,664,188	3,334,855
			6,186,188	5,660,690
Total Equities			218,695,545	279,254,794
Short-Term Investments (0.7%)				
Clearing Corporation of India Limited 01-Jan-2020	India	1,061,000	1,935,278	1,935,531
Total Short-Term Investments			1,935,278	1,935,531
Total Investments (100.4%)			220,630,823	281,190,325
Other Net Assets (-0.4%)				(1,005,215)
Net Assets Attributable to Holders of Redeemable Units (100.0%)				280,185,110

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

Sun Life Excel India Fund (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Excel India Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks 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 underlying funds.

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 underlying funds. The Fund also 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and September 30, 2018. 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, 2019		September 30, 2018	
Indian Rupees	280,185,110	97.71	301,134,118	98.10
United States Dollar	147,978	0.05	6,412,655	2.10
Total	280,333,088	97.76	307,546,773	100.20

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$14,016,654 (\$15,377,339 as at September 30, 2018). 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 its investment in the underlying fund.

(iii) Other market risk

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

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$13,962,740 (\$14,801,878 as at September 30, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and September 30, 2018, the majority of the 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 Excel India Fund (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 Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. The Fund is exposed to the possible risk inherent in the concentration of the investment portfolio held by the underlying funds. The Managers of the underlying funds moderate this risk through careful selection of securities in several industries, investment sectors and geographical locations. The Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	September 30, 2018
Short-Term Investments		
Equities		
Energy	8.2	5.3
Materials	6.9	7.0
Industrials	6.0	9.8
Consumer Discretionary	6.3	7.1
Consumer Staples	4.5	9.1
Health Care	5.6	6.0
Financials	42.6	31.1
Real Estate	2.4	1.2
Communication Services	2.9	-
Information Technology	9.9	17.3
Treasury Bills	0.7	1.7
Utilities	2.0	2.4
Exchange-Traded Funds	-	2.1
Other Assets less Liabilities	2.0	(0.1)
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and September 30, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Exchange-Traded Funds	119,092	-	-	119,092
Mutual Funds	-	280,185,110	-	280,185,110
September 30, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Financial Assets				
Exchange-Traded Funds	6,394,371	-	-	6,394,371
Mutual Funds	-	297,940,467	-	297,940,467

There were no transfers between fair value Levels 1 and 2 during the periods from October 1, 2018 to December 31, 2019 and October 1, 2017 to September 30, 2018.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$2,471 (\$11,697 for the period ended September 30, 2018).

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$254,452 (\$254,452 as at September 30, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the "Manager") is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and September 30, 2018, the Manager held the following positions in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series I	284	10,396
Series O	1,069	10,639
September 30, 2018		
	Units	Market Value (\$)
Series I	265	9,102
Series O	-	-

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

Sun Life Excel India Fund (continued)

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and September 30, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

December 31, 2019			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	-	-	675
Series O	10,000	-	694

September 30, 2018			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	10,000	-	-
Series O	-	-	-

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at December 31, 2019 and September 30, 2018, the Fund had interests in underlying funds as noted in the following tables:

As at December 31, 2019		
Underlying Fund	Percentage of Net Assets (%)	Percentage of Ownership Interest (%)
India Excel (Mauritius) Fund	98	100

As at September 30, 2018		
Underlying Fund	Percentage of Net Assets (%)	Percentage of Ownership Interest (%)
India Excel (Mauritius) Fund	97	100

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	April 14, 1998	April 14, 1998
Series DB Units	October 11, 2016	October 11, 2016
Series F Units	January 05, 2005	January 05, 2005
Series I Units	December 23, 2004	February 16, 2018
Series IS Units	December 23, 2016	December 23, 2016
Series O Units	July 18, 2019	July 18, 2019

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

Sun Life Excel New India Leaders Fund

Statements of Financial Position

As at December 31, 2019 and September 30, 2018

	December 31, 2019 (\$)	September 30, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	14,433,825	18,959,815
Short-term investments	-	-
Cash	563,601	465,250
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	-
Accrued interest	-	-
Dividends receivable	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	29,056	65,510
	15,026,482	19,490,575
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	1,252	4,760
Redemptions payable	34,595	48,825
Distributions payable	-	-
Due to investment dealers	-	-
Management fees payable	6,513	22,696
Total liabilities (excluding net assets attributable to holders of redeemable units)	42,360	76,281
Net Assets Attributable to Holders of Redeemable Units	14,984,122	19,414,294
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	9,212,953	10,220,224
Series F	5,771,169	9,194,070
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	6.30	5.52
Series F	6.50	5.62

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	2,907	268
Interest income for distribution purposes	4,888	2,874
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	(680,212)	(14,333)
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	27,070
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	3,299,221	(4,116,592)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	16,367
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	2,626,804	(4,084,346)
Net gain (loss) on foreign exchange	540	20,655
Other income	-	8,601
Total income (loss)	2,627,344	(4,055,090)
Expenses (note 5)		
Management fees	277,638	321,743
Administrative costs	-	66,820
Fixed annual administration fees	55,134	17,246
Legal fees	-	14,716
Audit fees	-	5,650
Securityholder reporting costs	-	1,268
Trustee fees	-	238
Independent review committee fees	299	234
Custodial fees	-	97
Withholding tax	436	81
Transaction costs (note 2)	-	16
Total operating expenses	333,507	428,109
Expenses waived/absorbed by the Manager	-	(27,509)
Operating Profit (Loss)	2,293,837	(4,455,690)
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	2,293,837	(4,455,690)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	1,316,649	(2,003,824)
Series F	977,188	(2,451,866)
Weighted Average Number of Units Outstanding		
Series A	1,674,241	1,730,240
Series F	1,266,810	1,566,654
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	0.79	(1.16)
Series F	0.77	(1.57)

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

Sun Life Excel New India Leaders Fund (continued)

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

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	Series A		Series F		Total	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 10,220,224	7,229,285	9,194,070	3,600,246	19,414,294	10,829,531
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 1,316,649	(2,003,824)	977,188	(2,451,866)	2,293,837	(4,455,690)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 3,524,309	11,299,036	5,349,508	14,547,010	8,873,817	25,846,046
Redemption of redeemable units	\$ (5,848,234)	(6,298,249)	(9,749,206)	(6,489,562)	(15,597,440)	(12,787,811)
Reinvestment of distributions to holders of redeemable units	\$ 2,080	50,524	4,592	53,278	6,672	103,802
Capitalized distributions	\$ -	-	-	-	-	-
	\$ (2,321,845)	5,051,311	(4,395,106)	8,110,726	(6,716,951)	13,162,037
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	-	-	-	-	-
From net investment income	\$ -	(56,548)	-	(65,036)	-	(121,584)
Return of capital	\$ (2,075)	-	(4,983)	-	(7,058)	-
	\$ (2,075)	(56,548)	(4,983)	(65,036)	(7,058)	(121,584)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (1,007,271)	2,990,939	(3,422,901)	5,593,824	(4,430,172)	8,584,763
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 9,212,953	10,220,224	5,771,169	9,194,070	14,984,122	19,414,294
Redeemable Unit Transactions						
Balance - beginning of period	1,850,086	1,151,893	1,637,330	569,109	3,487,416	1,721,002
Units issued	621,050	1,459,582	918,474	1,916,054	1,539,524	3,375,636
Units issued on reinvestment of distributions	354	6,674	767	7,014	1,121	13,688
Units redeemed	(1,009,425)	(768,063)	(1,668,348)	(854,847)	(2,677,773)	(1,622,910)
Balance - end of period	1,462,065	1,850,086	888,223	1,637,330	2,350,288	3,487,416

Statements of Cash Flows

For the fifteen months ended December 31, 2019 and for the twelve months ended September 30, 2018

	2019 (\$)	2018 (\$)		2019 (\$)	2018 (\$)
Cash Flows from Operating Activities			Net Cash Provided by (Used in) Operating Activities	6,800,136	(13,781,173)
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	2,293,837	(4,455,690)	Cash Flows from Financing Activities		
Adjustments for:			Distributions paid to holders of redeemable units, net of reinvested distributions	(386)	(17,782)
Net realized (gain) loss on sale of investments	680,212	14,333	Proceeds from redeemable units issued	8,910,271	25,908,117
Change in unrealized (appreciation) depreciation in value of investments	(3,299,221)	4,116,592	Redemption of redeemable units	(15,611,670)	(12,792,099)
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-	Net Cash Provided by (Used in) Financing Activities	(6,701,785)	13,098,236
Change in unrealized (appreciation) depreciation in currency forward contracts	-	(16,367)	Net increase (decrease) in cash	98,351	(682,937)
Change in unrealized (appreciation) depreciation in option contracts	-	-	Cash (bank indebtedness) at beginning of period	465,250	1,148,187
Change in unrealized (appreciation) depreciation in value of swaps	-	-	Cash (bank indebtedness) at end of period	563,601	465,250
Non-cash income distributions from underlying funds	-	-	Dividends received, net of withholding taxes	2,471	187
Change in fair value of option contracts	-	-	Interest received, net of withholding taxes	4,888	2,874
Change in fair value of credit default swaps	-	-	Interest paid	-	-
Change in margin	-	-			
Purchases of investments	-	(14,568,704)			
Proceeds from sale of investments	7,144,999	1,150,000			
Purchases of short-term investments	-	-			
Proceeds from sale of short-term investments	-	-			
Change in dividends and interest receivable	-	-			
Change in distributions receivable from underlying funds	-	-			
Change in management fees payable	(16,183)	5,679			
Change in other payables and accrued expenses	(3,508)	(27,016)			

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

Sun Life Excel New India Leaders Fund (continued)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
VanEck Vectors India Small-Cap Index ETF	4,680	375,372	199,117	
		375,372	199,117	1.33
MUTUAL FUNDS				
Excel Funds Mauritius Company Ltd. New Leaders Class (Schedule 1)	1,971,484	14,081,041	14,234,708	
		14,081,041	14,234,708	95.00
Transaction Costs		(50)		
Total Investments		14,456,363	14,433,825	96.33
Other Assets less Liabilities			550,297	3.67
Total Net Assets			14,984,122	100.00

Schedule 1

As at December 31, 2019

(In Canadian Dollars)

The Fund owns 100% of the New Leaders Class of the Excel Funds Mauritius Company Ltd. The portfolio held by the New Leaders Class of the Excel Funds Mauritius Company Ltd. at December 31, 2019 is shown below:

Description	Coupon Rate	Maturity Date	Country	Number of Shares / Units	Average Cost \$	Fair Value \$
Equities (97.9%)						
Communication Services (1.7%)						
Sun TV Network Limited			India	29,960	269,601	241,464
					269,601	241,464
Consumer Discretionary (38.2%)						
Aditya Birla Fashion and Retail Limited			India	183,400	674,795	775,193
Crompton Greaves Consumer Electricals Limited			India	93,867	442,392	410,712
Jubilant Foodworks Limited			India	22,840	544,303	688,445
Mahindra CIE Automotive Limited			India	14,642	40,903	44,006
Motherson Sumi Systems Limited			India	123,088	296,513	329,068
MRF Limited			India	345	362,464	417,461
PVR Limited			India	12,925	343,202	447,613
Qess Corp. Limited			India	42,561	537,892	376,292
TCNS Clothing Co. Limited			India	46,720	575,488	529,187
Trent Limited			India	58,205	388,041	559,731
Welspun India Limited			India	290,061	297,872	253,989
Whirlpool of India Limited			India	13,880	366,703	600,984
					4,870,568	5,432,681
Consumer Staples (4.1%)						
Radico Khaitan Limited			India	57,408	330,497	328,318
Zydus Wellness Limited			India	9,348	249,356	250,732
					579,853	579,050
Energy (3.1%)						
Exide Industries Limited			India	130,883	475,569	445,294
					475,569	445,294
Financials (8.2%)						
Bandhan Bank Limited			India	32,737	302,008	303,529
Cholamandalam Investment and Finance Co. Limited			India	63,300	356,873	352,776
RBL Bank Limited			India	80,678	521,216	507,539
					1,180,097	1,163,844
Health Care (16.6%)						
Apollo Hospitals Enterprise Limited			India	11,554	249,959	303,936
Aster DM Healthcare Limited			India	135,538	377,840	397,463
Dishman Carbogen Amcis Limited			India	244,000	356,302	375,679
Divi's Laboratories Limited			India	8,490	283,892	285,875
Metropolis Healthcare Limited			India	37,669	682,534	997,472
					1,950,527	2,360,425

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

Sun Life Excel New India Leaders Fund (continued)

Schedule 1 (continued)

As at December 31, 2019
(In Canadian Dollars)

Description	Coupon Rate	Maturity Date	Country	Number of Shares / Units	Average Cost \$	Fair Value \$
Industrials (9.4%)						
NBCC India Limited			India	426,452	298,392	271,117
Polycab India Limited			India	25,298	311,752	457,922
Voltas Limited			India	50,760	511,634	610,505
					1,121,778	1,339,544
Materials (7.7%)						
Mold-Tek Packaging Limited			India	79,619	480,355	408,937
Odisha Cement Limited			India	29,764	584,360	434,539
Welspun Corporation Limited			India	103,200	258,479	271,569
					1,323,194	1,115,045
Real Estate (2.9%)						
The Phoenix Mills Limited			India	26,774	359,740	406,711
					359,740	406,711
Utilities (6.0%)						
KEC International Limited			India	64,322	417,946	354,424
The Tata Power Co Limited			India	485,085	519,484	499,978
					937,430	854,402
Total Equities					13,068,357	13,938,460
Total Investments (97.9%)					13,068,357	13,938,460
Other Net Assets (2.1%)						296,248
Net Assets Attributable to Holders of Redeemable Units (100.0%)						14,234,708

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Excel New India Leaders Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks 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 underlying funds.

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 underlying funds. The Fund also 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and September 30, 2018. 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, 2019		September 30, 2018	
Indian Rupees	14,234,740	95.00	18,289,041	94.20
United States Dollar	209,755	1.40	259,256	1.30
Total	14,444,495	96.40	18,548,297	95.50

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

Sun Life Excel New India Leaders Fund (continued)

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$722,225 (\$927,415 as at September 30, 2018). 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 its investment in the underlying fund.

(iii) Other market risk

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

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$696,923 (\$914,452 as at September 30, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and September 30, 2018, the majority of the 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 Fund is exposed to the possible risk inherent in the concentration of the investment portfolio held by the underlying funds ("underlying funds"). The Managers of the underlying funds moderate this risk through careful selection of securities in several industries, investment sectors and geographical locations. The Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	September 30, 2018
Equities		
Energy	3.0	-
Materials	7.4	21.8
Industrials	8.9	10.7
Consumer Discretionary	36.3	26.2
Consumer Staples	3.9	2.8
Health Care	15.8	4.5
Financials	7.8	19.1
Real Estate	2.7	-
Information Technology	-	4.9
Communication Services	1.6	-
Utilities	5.7	4.2
Exchange-Traded Funds	1.3	1.3
Other Assets less Liabilities	5.6	4.5
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, 2019 and September 30, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Exchange-Traded Funds	199,117	-	-	199,117
Mutual Funds	-	14,234,708	-	14,234,708
	September 30, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Exchange-Traded Funds	242,279	-	-	242,279
Mutual Funds	-	18,717,536	-	18,717,536

There were no transfers between fair value Levels 1 and 2 during the periods from October 1, 2018 to December 31, 2019 and October 1, 2017 to September 30, 2018.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

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

Sun Life Excel New India Leaders Fund (continued)

Mutual Funds

Mutual fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$nil (\$16 for the period ended September 30, 2018).

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$667,194 (\$19,712 as at September 30, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

As at December 31, 2019, the Fund had accumulated non-capital losses of \$613,396 (\$nil as at September 30, 2018). The non-capital losses for tax purposes are available for carry forward until the year ending 2039.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at December 31, 2019 and September 30, 2018, the Fund had interests in underlying funds as noted in the following tables:

Underlying Fund	As at December 31, 2019	
	Percentage of Net Assets (%)	Percentage of Ownership Interest (%)
Excel Funds Mauritius Company Ltd. New Leaders Class	95	100

Underlying Fund	As at September 30, 2018	
	Percentage of Net Assets (%)	Percentage of Ownership Interest (%)
Excel Funds Mauritius Company Ltd. New Leaders Class	96	100

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	April 22, 2016	April 22, 2016
Series F Units	April 26, 2016	April 26, 2016

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

Sun Life Granite Balanced Growth Portfolio

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	1,664,727,067	1,283,961,606
Short-term investments	-	-
Cash	10,253,799	4,685,110
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	-
Accrued interest	-	4,347
Dividends receivable	223,940	292,540
Distributions receivable from underlying funds	-	-
Subscriptions receivable	2,047,045	1,405,354
	1,677,251,851	1,290,348,957
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	47,299	32,236
Redemptions payable	433,530	12,414
Distributions payable	-	4,531
Due to investment dealers	2,404,639	1,485,300
Management fees payable	274,157	187,581
Total liabilities (excluding net assets attributable to holders of redeemable units)	3,159,625	1,722,062
Net Assets Attributable to Holders of Redeemable Units	1,674,092,226	1,288,626,895
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	383,666,163	300,252,345
Series T5	4,744,186	4,334,773
Series T8	3,299,702	1,972,370
Series F	65,998,833	41,398,873
Series F5	139,728	52,803
Series F8	430,046	10,114
Series I	1,171,496,517	901,697,061
Series O	44,317,051	38,908,556
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	14.04	12.45
Series T5	16.18	14.93
Series T8	12.89	12.23
Series F	14.47	12.83
Series F5	15.00	13.68
Series F8	14.37	13.46
Series I	14.90	13.19
Series O	11.58	10.25

Approved on behalf of Trustee

“signed” Jordy Chilcott
President

“signed” Kari Holdsworth
Chief Financial Officer

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

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	3,742,918	2,859,653
Interest income for distribution purposes	125,216	71,819
Distributions from underlying funds	41,193,846	42,059,461
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	32,573,277	47,142,429
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	152,403,342	(112,121,681)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	230,038,599	(19,988,319)
Net gain (loss) on foreign exchange	(388,567)	301,807
Other income	21,589	2,962
Total income (loss)	229,671,621	(19,683,550)
Expenses (note 5)		
Management fees	7,719,358	6,251,927
Fixed annual administration fees	1,299,298	1,064,728
Independent review committee fees	5,281	6,771
Withholding tax	503,581	407,015
Transaction costs (note 2)	22,369	74,511
Total operating expenses	9,549,887	7,804,952
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	220,121,734	(27,488,502)
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	220,121,734	(27,488,502)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	45,141,686	(11,165,875)
Series T5	616,519	(169,066)
Series T8	363,573	(62,109)
Series F	7,627,383	(1,153,898)
Series F5	12,491	(1,281)
Series F8	38,527	112
Series I	159,966,821	(14,233,495)
Series O	6,354,734	(702,890)
Weighted Average Number of Units Outstanding		
Series A	25,688,584	21,021,048
Series T5	294,336	246,742
Series T8	227,400	78,305
Series F	3,970,177	2,430,806
Series F5	7,274	1,400
Series F8	24,746	691
Series I	72,619,164	59,871,981
Series O	3,679,613	3,554,816

Sun Life Granite Balanced Growth Portfolio (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	1.76	(0.53)
Series T5	2.09	(0.69)
Series T8	1.60	(0.79)
Series F	1.92	(0.47)
Series F5	1.72	(0.92)
Series F8	1.56	0.16
Series I	2.20	(0.24)
Series O	1.73	(0.20)

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

For the periods ended December 31

	Series A		Series T5		Series T8		Series F	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 300,252,345	254,164,719	4,334,773	3,686,306	1,972,370	784,731	41,398,873	26,673,458
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 45,141,686	(11,165,875)	616,519	(169,066)	363,573	(62,109)	7,627,383	(1,153,898)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 115,159,402	111,483,405	2,305,367	1,723,669	1,653,285	1,548,339	30,345,207	27,196,152
Redemption of redeemable units	\$ (76,872,912)	(54,178,761)	(2,347,716)	(630,366)	(645,450)	(231,992)	(13,316,733)	(11,131,111)
Reinvestment of distributions to holders of redeemable units	\$ 5,533,083	15,349,284	91,298	148,074	198,702	95,758	1,633,117	2,281,391
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 43,819,573	72,653,928	48,949	1,241,377	1,206,537	1,412,105	18,661,591	18,346,432
Distributions to Holders of Redeemable Units								
From capital gains	\$ (4,265,873)	(15,343,307)	-	(229,825)	-	(80,542)	(728,985)	(2,100,727)
From net investment income	\$ (1,255,131)	(57,120)	-	(183)	-	(64)	(955,511)	(366,392)
Return of capital	\$ (26,437)	-	(256,055)	(193,836)	(242,778)	(81,751)	(4,518)	-
	\$ (5,547,441)	(15,400,427)	(256,055)	(423,844)	(242,778)	(162,357)	(1,689,014)	(2,467,119)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 83,413,818	46,087,626	409,413	648,467	1,327,332	1,187,639	24,599,960	14,725,415
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 383,666,163	300,252,345	4,744,186	4,334,773	3,299,702	1,972,370	65,998,833	41,398,873
Redeemable Unit Transactions								
Balance - beginning of period	24,109,056	18,665,136	290,305	215,455	161,282	54,414	3,227,077	1,907,348
Units issued	8,478,348	8,162,000	143,878	102,543	129,122	115,939	2,165,152	1,926,128
Units issued on reinvestment of distributions	390,947	1,259,078	5,701	9,576	15,413	7,537	112,024	181,948
Units redeemed	(5,657,669)	(3,977,158)	(146,596)	(37,269)	(49,831)	(16,608)	(943,025)	(788,347)
Balance - end of period	27,320,682	24,109,056	293,288	290,305	255,986	161,282	4,561,228	3,227,077

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

Sun Life Granite Balanced Growth Portfolio (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series F5		Series F8		Series I		Series O	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 52,803	-	10,114	-	901,697,061	798,070,071	38,908,556	38,833,121
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 12,491	(1,281)	38,527	112	159,966,821	(14,233,495)	6,354,734	(702,890)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 80,000	57,106	426,282	10,000	166,741,713	166,500,824	11,137,490	12,800,867
Redemption of redeemable units	\$ -	-	(42,136)	-	(56,909,117)	(48,640,339)	(12,083,729)	(12,022,542)
Reinvestment of distributions to holders of redeemable units	\$ 636	1,030	27,181	1,213	39,890,923	66,307,666	1,454,783	2,775,154
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 80,636	58,136	411,327	11,213	149,723,519	184,168,151	508,544	3,553,479
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	(2,840)	-	(508)	(13,126,556)	(46,335,155)	(496,833)	(2,000,969)
From net investment income	\$ -	(1,212)	-	(703)	(26,666,367)	(19,882,631)	(954,871)	(774,185)
Return of capital	\$ (6,202)	-	(29,922)	-	(97,961)	(89,880)	(3,079)	-
	\$ (6,202)	(4,052)	(29,922)	(1,211)	(39,890,884)	(66,307,666)	(1,454,783)	(2,775,154)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 86,925	52,803	419,932	10,114	269,799,456	103,626,990	5,408,495	75,435
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 139,728	52,803	430,046	10,114	1,171,496,517	901,697,061	44,317,051	38,908,556
Redeemable Unit Transactions								
Balance - beginning of period	3,860	-	752	-	68,366,916	55,233,195	3,797,211	3,463,251
Units issued	5,414	3,787	30,193	667	11,471,882	11,335,983	985,140	1,115,724
Units issued on reinvestment of distributions	43	73	1,900	85	2,656,260	5,141,165	124,692	276,950
Units redeemed	-	-	(2,908)	-	(3,885,133)	(3,343,427)	(1,079,100)	(1,058,714)
Balance - end of period	9,317	3,860	29,937	752	78,609,925	68,366,916	3,827,943	3,797,211

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 1,288,626,895	1,122,212,406
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 220,121,734	(27,488,502)
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 327,848,746	321,320,362
Redemption of redeemable units	\$ (162,217,793)	(126,835,111)
Reinvestment of distributions to holders of redeemable units	\$ 48,829,723	86,959,570
Capitalized distributions	\$ -	-
	\$ 214,460,676	281,444,821
Distributions to Holders of Redeemable Units		
From capital gains	\$ (18,618,247)	(66,093,873)
From net investment income	\$ (29,831,880)	(21,082,490)
Return of capital	\$ (666,952)	(365,467)
	\$ (49,117,079)	(87,541,830)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 385,465,331	166,414,489
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 1,674,092,226	1,288,626,895
Redeemable Unit Transactions		
Balance - beginning of period	99,956,459	79,538,799
Units issued	23,409,129	22,762,771
Units issued on reinvestment of distributions	3,306,980	6,876,412
Units redeemed	(11,764,262)	(9,221,523)
Balance - end of period	114,908,306	99,956,459

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

Sun Life Granite Balanced Growth Portfolio (continued)

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	220,121,734	(27,488,502)
Adjustments for:		
Net realized (gain) loss on sale of investments	(32,573,277)	(47,142,429)
Change in unrealized (appreciation) depreciation in value of investments	(152,403,342)	112,121,681
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	(41,193,846)	(42,059,461)
Change in margin	-	-
Purchases of investments	(739,693,035)	(797,542,834)
Proceeds from sale of investments	585,995,009	594,163,111
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	72,947	(296,887)
Change in distributions receivable from underlying funds	-	11,863,328
Change in management fees payable	86,576	56,288
Change in other payables and accrued expenses	37,432	81,849
Net Cash Provided by (Used in) Operating Activities	(159,549,802)	(196,243,856)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(291,887)	(578,238)
Proceeds from redeemable units issued	327,207,055	322,738,348
Redemption of redeemable units	(161,796,677)	(127,188,163)
Net Cash Provided by (Used in) Financing Activities	165,118,491	194,971,947
Net increase (decrease) in cash	5,568,689	(1,271,909)
Cash (bank indebtedness) at beginning of period	4,685,110	5,957,019
Cash (bank indebtedness) at end of period	10,253,799	4,685,110
Dividends received, net of withholding taxes	3,307,937	2,160,098
Interest received, net of withholding taxes	129,563	67,472
Interest paid	-	-

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

Sun Life Granite Balanced Growth Portfolio (continued)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
iShares Core S&P 500 ETF	432,478	160,602,776	181,277,800	
iShares Core S&P 500 Index ETF (CAD-Hedged)	603,906	21,590,088	21,483,956	
		182,192,864	202,761,756	12.11
MUTUAL FUNDS				
ABSL Umbrella UCITS Fund, Class E	106,802	17,691,709	20,373,480	
Beutel Goodman Canadian Equity Fund, Class I	1,810,101	70,341,040	74,338,334	
PH&N Bond Fund, Series O	13,724,100	142,367,558	142,885,724	
RBC Emerging Markets Bond Fund, Series O	6,512,767	76,252,616	75,767,583	
RBC High Yield Bond Fund, Series O	1,231,302	13,187,841	13,412,203	
Sun Life BlackRock Canadian Composite Equity Fund, Series I	11,930,610	130,815,041	140,573,604	
Sun Life BlackRock Canadian Universe Bond Fund, Series I	8,665,384	91,686,155	92,832,254	
Sun Life Excel Emerging Markets Fund, Series I	5,073,541	57,320,771	63,605,974	
Sun Life Granite Tactical Completion Fund, Series I	13,932,937	141,123,258	137,562,670	
Sun Life JPMorgan International Equity Fund, Series I	7,038,914	70,926,514	76,974,040	
Sun Life MFS Canadian Equity Growth Fund, Series I	1,283,795	64,729,313	74,510,061	
Sun Life MFS International Growth Fund, Series I	4,078,317	70,168,362	76,944,799	
Sun Life MFS International Value Fund, Series I	2,927,870	65,402,259	77,090,514	
Sun Life MFS U.S. Growth Fund, Series I	1,521,262	50,451,704	70,500,614	
Sun Life MFS U.S. Value Fund, Series I	1,112,181	30,779,481	35,219,670	
Sun Life NWQ Flexible Income Fund, Series I	3,375,598	33,009,246	33,525,768	
Sun Life Real Assets Fund, Series I	10,244,726	91,020,706	96,938,674	
Sun Life Ryan Labs U.S. Core Fixed Income Fund, Series I	3,961,079	39,706,222	40,268,722	
Sun Life Schroder Global Mid Cap Fund, Series I	8,938,080	100,253,978	108,431,429	
Templeton Global Bond Fund (Hedged), Series O	1,321,613	11,046,748	10,209,194	
		1,368,280,522	1,461,965,311	87.33
Transaction Costs		(11,771)		
Total Investments		1,550,461,615	1,664,727,067	99.44
Other Assets less Liabilities			9,365,159	0.56
Total Net Assets			1,674,092,226	100.00

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Granite Balanced Growth Portfolio (the "Portfolio") expose it to a variety of financial risks, which are described below. The Portfolio's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Portfolio are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Portfolio is exposed indirectly to credit risk as a result of its investment in underlying funds.

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

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

Sun Life Granite Balanced Growth Portfolio (continued)

(ii) Interest rate risk

The Portfolio is exposed indirectly to interest rate risk as a result of its investment in underlying funds.

(iii) Other market risk

The Portfolio is exposed indirectly to other market risk as a result of its investment in underlying funds.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the Portfolio's investments are considered readily realizable and highly liquid; therefore, the Portfolio'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 Portfolio's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Exchange-Traded Funds		
U.S. Equities	12.1	11.5
Mutual Funds		
Canadian Fixed Income	14.1	13.0
International Equities	15.0	13.9
Tactical Balanced	10.2	9.2
Canadian Equities	12.8	16.1
U.S. Equities	6.3	9.4
Global Equities	5.8	2.3
High Yield Fixed Income	0.8	3.1
Canadian Focused Equities	4.5	4.8
Global Fixed Income	0.6	2.1
Emerging Markets Equities	3.8	4.4
Emerging Markets Bonds	4.5	-
U.S. Fixed Income	2.4	3.7
Real Estate Equities	-	1.3
Global Small/Mid Cap Equities	6.5	3.8
Canadian Money Market	-	1.0
Other Assets less Liabilities	0.6	0.4
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Portfolio's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Exchange-Traded Funds	202,761,756	-	-	202,761,756
Mutual Funds	1,461,965,311	-	-	1,461,965,311

	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Exchange-Traded Funds	148,681,802	-	-	148,681,802
Mutual Funds	1,135,279,804	-	-	1,135,279,804

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

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

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$22,369 (\$74,511 for the period ended December 31, 2018).

Taxation of the Portfolio

The Portfolio had no accumulated capital losses.

The Portfolio had no accumulated non-capital losses.

The Portfolio currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

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

Sun Life Granite Balanced Growth Portfolio (continued)

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the “Manager”) is the issuer of the Portfolio. Investment by the Manager in the Portfolio is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Portfolio:

	December 31, 2019	
	Units	Market Value (\$)
Series F5	782	11,733
Series F8	817	11,733

	December 31, 2018	
	Units	Market Value (\$)
Series F5	739	10,114
Series F8	752	10,114

The following are transactions in the Portfolio by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Portfolio:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	28	-	605
Series F8	28	-	898

	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	10,016	-	1,011
Series F8	10,016	-	1,194

Interests in Underlying Funds

The Portfolio invests in redeemable units or shares of other investment funds (“underlying funds”) to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Portfolio, along with other investors, which entitles unitholders to a proportionate share of the underlying fund’s net assets. The Portfolio does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Portfolio’s interests in underlying funds are reported at fair value in “investments” in its Statements of Financial Position and its Schedule of Investments, which represents the Portfolio’s maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Establishment of the Portfolio

The origin dates on the series of units of the Portfolio are shown below:

	Date of creation	Date available for sale
Series A Units	January 11, 2012	January 17, 2012
Series T5 Units	January 11, 2012	January 17, 2012
Series T8 Units	January 11, 2012	January 17, 2012
Series F Units	January 11, 2012	January 17, 2012
Series F5 Units	February 09, 2018	October 17, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	January 11, 2012	January 17, 2012
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life Granite Balanced Portfolio

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	3,947,669,688	3,031,186,962
Short-term investments	-	-
Cash	16,281,720	1,250,600
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	265,020	4,405,397
Accrued interest	9,069	1,528
Dividends receivable	571,746	496,831
Distributions receivable from underlying funds	-	-
Subscriptions receivable	2,379,994	3,615,980
	3,967,177,237	3,040,957,298
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	120,071	81,098
Redemptions payable	1,818,290	732,302
Distributions payable	4,176	-
Due to investment dealers	1,219,986	8,569,599
Management fees payable	689,928	464,429
Total liabilities (excluding net assets attributable to holders of redeemable units)	3,852,451	9,847,428
Net Assets Attributable to Holders of Redeemable Units	3,963,324,786	3,031,109,870
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	1,000,433,406	762,287,271
Series T5	5,522,485	4,768,237
Series D	39,542,805	38,196,555
Series F	153,013,167	89,927,053
Series F5	599,243	392,586
Series I	2,645,248,388	2,033,933,803
Series O	118,965,292	101,604,365
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	13.10	11.79
Series T5	15.18	14.22
Series D	10.54	9.46
Series F	13.64	12.27
Series F5	15.07	13.93
Series I	13.98	12.55
Series O	11.26	10.11

Approved on behalf of Trustee

“signed” Jordy Chilcott
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	7,656,144	5,547,180
Interest income for distribution purposes	151,070	74,680
Distributions from underlying funds	102,166,841	97,690,755
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	67,363,305	89,599,080
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	315,924,344	(229,270,945)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	493,261,704	(36,359,250)
Net gain (loss) on foreign exchange	(456,278)	320,258
Other income	30,501	11,404
Total income (loss)	492,835,927	(36,027,588)
Expenses (note 5)		
Management fees	19,232,767	15,095,313
Fixed annual administration fees	3,267,120	2,606,531
Independent review committee fees	13,659	17,029
Withholding tax	1,003,548	801,925
Transaction costs (note 2)	51,953	145,264
Total operating expenses	23,569,047	18,666,062
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	469,266,880	(54,693,650)
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	469,266,880	(54,693,650)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	104,420,362	(25,453,180)
Series T5	607,492	(156,862)
Series D	5,204,518	(876,915)
Series F	15,054,214	(2,131,759)
Series F5	52,531	(6,558)
Series I	328,386,484	(24,662,677)
Series O	15,541,279	(1,405,699)
Weighted Average Number of Units Outstanding		
Series A	70,247,747	55,287,376
Series T5	350,947	300,733
Series D	3,900,242	4,101,394
Series F	9,196,294	5,130,665
Series F5	24,230	15,088
Series I	173,028,874	142,124,111
Series O	10,144,113	9,046,159

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

Sun Life Granite Balanced Portfolio (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	1.49	(0.46)
Series T5	1.73	(0.52)
Series D	1.33	(0.21)
Series F	1.64	(0.42)
Series F5	2.17	(0.43)
Series I	1.90	(0.17)
Series O	1.53	(0.16)

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

For the periods ended December 31

	Series A		Series T5		Series D		Series F	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 762,287,271	607,712,597	4,768,237	4,409,010	38,196,555	44,725,983	89,927,053	49,236,609
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 104,420,362	(25,453,180)	607,492	(156,862)	5,204,518	(876,915)	15,054,214	(2,131,759)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 332,519,114	318,005,842	1,838,002	1,739,324	944,704	1,701,093	81,100,871	73,092,178
Redemption of redeemable units	\$ (198,772,618)	(137,910,000)	(1,518,125)	(937,232)	(4,790,583)	(7,330,397)	(32,859,500)	(30,012,771)
Reinvestment of distributions to holders of redeemable units	\$ 15,896,416	34,456,379	117,194	142,168	866,006	1,945,163	3,954,519	4,929,649
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 149,642,912	214,552,221	437,071	944,260	(2,979,873)	(3,684,141)	52,195,890	48,009,056
Distributions to Holders of Redeemable Units								
From capital gains	\$ (10,813,077)	(31,973,130)	-	(207,642)	(432,428)	(1,624,113)	(1,637,600)	(3,748,455)
From net investment income	\$ (5,010,529)	(2,362,626)	-	(234)	(442,227)	(344,259)	(2,512,225)	(1,438,398)
Return of capital	\$ (93,533)	(188,611)	(290,315)	(220,295)	(3,740)	-	(14,165)	-
	\$ (15,917,139)	(34,524,367)	(290,315)	(428,171)	(878,395)	(1,968,372)	(4,163,990)	(5,186,853)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 238,146,135	154,574,674	754,248	359,227	1,346,250	(6,529,428)	63,086,114	40,690,444
Net Assets Attributable to Holders of Redeemable Units at end of period	\$1,000,433,406	762,287,271	5,522,485	4,768,237	39,542,805	38,196,555	153,013,167	89,927,053
Redeemable Unit Transactions								
Balance - beginning of period	64,662,840	47,613,541	335,290	274,044	4,037,886	4,379,929	7,328,804	3,699,636
Units issued	26,006,337	24,872,715	122,277	110,679	93,410	165,720	6,053,608	5,452,541
Units issued on reinvestment of distributions	1,204,599	2,977,633	7,750	9,593	81,536	209,633	287,832	409,292
Units redeemed	(15,528,405)	(10,801,049)	(101,621)	(59,026)	(462,634)	(717,396)	(2,453,476)	(2,232,665)
Balance - end of period	76,345,371	64,662,840	363,696	335,290	3,750,198	4,037,886	11,216,768	7,328,804

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

Sun Life Granite Balanced Portfolio (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series F5		Series I		Series O		Total	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 392,586	-	2,033,933,803	1,757,560,114	101,604,365	92,872,585	3,031,109,870	2,556,516,898
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 52,531	(6,558)	328,386,484	(24,662,677)	15,541,279	(1,405,699)	469,266,880	(54,693,650)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 391,724	421,022	362,428,824	358,288,511	28,618,515	34,163,120	807,841,754	787,411,090
Redemption of redeemable units	\$ (235,819)	(19,460)	(79,500,704)	(57,252,145)	(26,706,585)	(23,849,701)	(344,383,934)	(257,311,706)
Reinvestment of distributions to holders of redeemable units	\$ 19,410	22,902	91,824,340	132,065,630	3,928,529	6,322,479	116,606,414	179,884,370
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 175,315	424,464	374,752,460	433,101,996	5,840,459	16,635,898	580,064,234	709,983,754
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	(16,477)	(28,825,920)	(85,739,537)	(1,309,057)	(4,307,132)	(43,018,082)	(127,616,486)
From net investment income	\$ -	(8,843)	(62,657,126)	(46,326,093)	(2,700,431)	(2,191,287)	(73,322,538)	(52,671,740)
Return of capital	\$ (21,189)	-	(341,313)	-	(11,323)	-	(775,578)	(408,906)
	\$ (21,189)	(25,320)	(91,824,359)	(132,065,630)	(4,020,811)	(6,498,419)	(117,116,198)	(180,697,132)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 206,657	392,586	611,314,585	276,373,689	17,360,927	8,731,780	932,214,916	474,592,972
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 599,243	392,586	2,645,248,388	2,033,933,803	118,965,292	101,604,365	3,963,324,786	3,031,109,870
Redeemable Unit Transactions								
Balance - beginning of period	28,189	-	162,063,269	129,406,059	10,050,468	8,489,898	248,506,746	193,863,107
Units issued	26,036	27,870	26,372,870	26,085,622	2,580,889	3,078,238	61,255,427	59,793,385
Units issued on reinvestment of distributions	1,299	1,616	6,520,828	10,731,372	346,352	637,775	8,450,196	14,976,914
Units redeemed	(15,772)	(1,297)	(5,785,521)	(4,159,784)	(2,415,375)	(2,155,443)	(26,762,804)	(20,126,660)
Balance - end of period	39,752	28,189	189,171,446	162,063,269	10,562,334	10,050,468	291,449,565	248,506,746

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

Sun Life Granite Balanced Portfolio (continued)

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	469,266,880	(54,693,650)
Adjustments for:		
Net realized (gain) loss on sale of investments	(67,363,305)	(89,599,080)
Change in unrealized (appreciation) depreciation in value of investments	(315,924,344)	229,270,945
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	(102,166,841)	(97,690,755)
Change in margin	-	-
Purchases of investments	(1,782,479,777)	(1,712,902,523)
Proceeds from sale of investments	1,348,190,352	1,160,952,837
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	(82,456)	(498,359)
Change in distributions receivable from underlying funds	-	26,160,271
Change in management fees payable	225,499	155,568
Change in other payables and accrued expenses	90,926	166,713
Net Cash Provided by (Used in) Operating Activities	(450,243,066)	(538,678,033)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(505,608)	(812,762)
Proceeds from redeemable units issued	809,077,740	788,849,327
Redemption of redeemable units	(343,297,946)	(257,638,638)
Net Cash Provided by (Used in) Financing Activities	465,274,186	530,397,927
Net increase (decrease) in cash	15,031,120	(8,280,106)
Cash (bank indebtedness) at beginning of period	1,250,600	9,530,706
Cash (bank indebtedness) at end of period	16,281,720	1,250,600
Dividends received, net of withholding taxes	6,577,681	4,248,424
Interest received, net of withholding taxes	143,529	73,152
Interest paid	-	-

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

Sun Life Granite Balanced Portfolio (continued)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
iShares Core S&P 500 ETF	842,410	315,097,682	353,105,203	
iShares Core S&P 500 Index ETF (CAD-Hedged)	1,541,843	55,146,844	54,851,065	
		370,244,526	407,956,268	10.29
MUTUAL FUNDS				
ABSL Umbrella UCITS Fund, Class E	229,291	38,448,766	43,739,443	
Beutel Goodman Canadian Equity Fund, Class I	3,629,657	140,242,235	149,064,944	
PH&N Bond Fund, Series O	44,983,289	467,200,584	468,334,516	
RBC Emerging Markets Bond Fund, Series O	15,954,008	187,037,855	185,604,145	
RBC High Yield Bond Fund, Series O	3,607,223	38,567,057	39,292,402	
Sun Life BlackRock Canadian Composite Equity Fund, Series I	23,807,138	260,735,342	280,509,983	
Sun Life BlackRock Canadian Universe Bond Fund, Series I	32,645,111	345,947,182	349,727,069	
Sun Life Excel Emerging Markets Fund, Series I	10,874,220	123,715,336	136,327,916	
Sun Life Granite Tactical Completion Fund, Series I	33,261,319	336,408,859	328,395,654	
Sun Life JPMorgan International Equity Fund, Series I	14,047,242	141,859,141	153,613,615	
Sun Life MFS Canadian Equity Growth Fund, Series I	2,591,372	130,814,679	150,400,394	
Sun Life MFS International Growth Fund, Series I	8,134,059	141,143,781	153,463,657	
Sun Life MFS International Value Fund, Series I	5,860,094	132,631,940	154,295,699	
Sun Life MFS U.S. Growth Fund, Series I	3,191,097	107,145,853	147,886,617	
Sun Life MFS U.S. Value Fund, Series I	2,138,075	59,214,941	67,706,839	
Sun Life NWQ Flexible Income Fund, Series I	9,909,633	97,634,845	98,420,495	
Sun Life Real Assets Fund, Series I	20,575,927	182,888,470	194,695,590	
Sun Life Ryan Labs U.S. Core Fixed Income Fund, Series I	17,104,066	171,374,522	173,881,649	
Sun Life Schroder Global Mid Cap Fund, Series I	18,176,049	203,518,295	220,500,922	
Templeton Global Bond Fund (Hedged), Series O	5,676,765	47,137,191	43,851,871	
		3,353,666,874	3,539,713,420	89.32
Transaction Costs		(26,563)		
Total Investments		3,723,884,837	3,947,669,688	99.61
Other Assets less Liabilities			15,655,098	0.39
Total Net Assets			3,963,324,786	100.00

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Granite Balanced Portfolio (the "Portfolio") expose it to a variety of financial risks, which are described below. The Portfolio's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Portfolio are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Portfolio is exposed indirectly to credit risk as a result of its investment in underlying funds.

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

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

Sun Life Granite Balanced Portfolio (continued)

(ii) Interest rate risk

The Portfolio is exposed indirectly to interest rate risk as a result of its investment in underlying funds.

(iii) Other market risk

The Portfolio is exposed indirectly to other market risk as a result of its investment in underlying funds.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the Portfolio's investments are considered readily realizable and highly liquid; therefore, the Portfolio'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 Portfolio's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Exchange-Traded Funds		
U.S. Equities	10.3	9.6
Mutual Funds		
Canadian Fixed Income	20.5	19.4
International Equities	12.8	11.4
Tactical Balanced	10.8	9.2
Canadian Equities	10.9	14.0
U.S. Equities	5.4	8.0
U.S. Fixed Income	4.4	5.6
High Yield Fixed Income	1.0	3.5
Global Fixed Income	1.1	2.5
Global Equities	4.9	2.1
Canadian Focused Equities	3.8	4.2
Real Estate Equities	-	1.2
Emerging Markets Equities	3.4	3.9
Emerging Markets Bonds	4.7	-
Global Small/Mid Cap Equities	5.6	3.4
Canadian Money Market	-	2.0
Other Assets less Liabilities	0.4	-
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Portfolio's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Exchange-Traded Funds	407,956,268	-	-	407,956,268
Mutual Funds	3,539,713,420	-	-	3,539,713,420

	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Exchange-Traded Funds	291,345,287	-	-	291,345,287
Mutual Funds	2,739,841,675	-	-	2,739,841,675

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

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

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$51,953 (\$145,264 for the period ended December 31, 2018).

Taxation of the Portfolio

The Portfolio had no accumulated capital losses.

The Portfolio had no accumulated non-capital losses.

The Portfolio currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

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

Sun Life Granite Balanced Portfolio (continued)

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the “Manager”) is the issuer of the Portfolio. Investment by the Manager in the Portfolio is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Portfolio:

December 31, 2019		
	Units	Market Value (\$)
Series F5	-	-
December 31, 2018		
	Units	Market Value (\$)
Series F5	727	10,121

The following are transactions in the Portfolio by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Portfolio:

December 31, 2019			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	25	11,677	599
December 31, 2018			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	10,016	-	850

Interests in Underlying Funds

The Portfolio invests in redeemable units or shares of other investment funds (“underlying funds”) to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Portfolio, along with other investors, which entitles unitholders to a proportionate share of the underlying fund’s net assets. The Portfolio does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Portfolio’s interests in underlying funds are reported at fair value in “investments” in its Statements of Financial Position and its Schedule of Investments, which represents the Portfolio’s maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, the Portfolio had interests in underlying funds as noted in the following tables:

Underlying Fund	As at December 31, 2019	
	Percentage of Net Assets (%)	Percentage of Ownership Interest (%)
ABSL Umbrella UCITS Fund, Class E	1	20
Sun Life BlackRock Canadian Universe Bond Fund, Series I	9	21
Sun Life Granite Tactical Completion Fund, Series I	8	37
Sun Life Real Assets Fund, Series I	5	21
Sun Life JPMorgan International Equity Fund, Series I	4	20
Sun Life MFS Canadian Equity Growth Fund, Series I	4	33
Sun Life NWQ Flexible Income Fund, Series I	2	21
Sun Life Ryan Labs U.S. Core Fixed Income Fund, Series I	4	21
Sun Life Schroder Global Mid Cap Fund, Series I	6	23
Templeton Global Bond Fund (Hedged), Series O	1	22

Underlying Fund	As at December 31, 2018	
	Percentage of Net Assets (%)	Percentage of Ownership Interest (%)
Sun Life BlackRock Canadian Universe Bond Fund, Series I	8	21
Sun Life Granite Tactical Completion Fund, Series I	8	36
Sun Life Real Assets Fund, Series I	2	21
Sun Life MFS Canadian Equity Growth Fund, Series I	4	34
Sun Life MFS International Growth Fund, Series I	4	21
Sun Life Ryan Labs U.S. Core Fixed Income Fund, Series I	6	24
Sun Life Schroder Global Mid Cap Fund, Series I	3	26

Establishment of the Portfolio

The origin dates on the series of units of the Portfolio are shown below:

	Date of creation	Date available for sale
Series A Units	January 11, 2012	January 17, 2012
Series T5 Units	January 11, 2012	January 17, 2012
Series D Units	July 29, 2016	July 29, 2016
Series F Units	January 11, 2012	January 17, 2012
Series F5 Units	February 09, 2018	April 06, 2018
Series I Units	January 11, 2012	January 17, 2012
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life Granite Conservative Portfolio

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	1,622,324,079	1,267,667,440
Short-term investments	-	-
Cash	7,692,739	1,179,860
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	-
Accrued interest	2,569	-
Dividends receivable	385,130	166,620
Distributions receivable from underlying funds	-	-
Subscriptions receivable	4,136,666	725,244
	1,634,541,183	1,269,739,164
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	59,599	42,347
Redemptions payable	211,704	675,395
Distributions payable	429	-
Due to investment dealers	5,053,201	795,725
Management fees payable	318,758	228,207
Total liabilities (excluding net assets attributable to holders of redeemable units)	5,643,691	1,741,674
Net Assets Attributable to Holders of Redeemable Units	1,628,897,492	1,267,997,490
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	563,089,348	451,065,142
Series T5	7,632,774	5,601,986
Series F	83,299,274	54,446,961
Series F5	1,280,675	543,007
Series I	914,253,751	702,516,440
Series O	59,341,670	53,823,954
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	11.51	10.74
Series T5	13.52	13.07
Series F	11.67	10.89
Series F5	14.78	14.15
Series I	12.07	11.23
Series O	10.58	9.86

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	1,766,211	871,934
Interest income for distribution purposes	80,446	58,591
Distributions from underlying funds	46,999,183	41,026,865
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	14,361,537	19,347,748
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	78,480,661	(64,709,002)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	141,688,038	(3,403,864)
Net gain (loss) on foreign exchange	(205,134)	144,778
Other income	29,355	9,219
Total income (loss)	141,512,259	(3,249,867)
Expenses (note 5)		
Management fees	9,032,492	7,745,087
Fixed annual administration fees	1,630,235	1,404,974
Independent review committee fees	7,532	10,167
Withholding tax	201,515	130,790
Transaction costs (note 2)	15,506	46,421
Total operating expenses	10,887,280	9,337,439
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	130,624,979	(12,587,306)
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	130,624,979	(12,587,306)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	40,268,458	(9,547,119)
Series T5	508,934	(162,321)
Series F	5,909,236	(652,073)
Series F5	71,125	(9,945)
Series I	78,165,269	(1,998,386)
Series O	5,701,957	(217,462)
Weighted Average Number of Units Outstanding		
Series A	44,680,278	39,021,137
Series T5	484,529	498,502
Series F	6,014,902	3,915,051
Series F5	66,264	18,106
Series I	67,283,508	59,833,301
Series O	5,479,042	5,240,212

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

Sun Life Granite Conservative Portfolio (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	0.90	(0.24)
Series T5	1.05	(0.33)
Series F	0.98	(0.17)
Series F5	1.07	(0.55)
Series I	1.16	(0.03)
Series O	1.04	(0.04)

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

For the periods ended December 31

	Series A		Series T5		Series F		Series F5	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 451,065,142	419,009,553	5,601,986	6,876,620	54,446,961	35,284,000	543,007	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 40,268,458	(9,547,119)	508,934	(162,321)	5,909,236	(652,073)	71,125	(9,945)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 215,048,632	177,658,177	3,131,060	2,045,361	48,448,648	40,323,071	776,419	815,915
Redemption of redeemable units	\$ (143,291,334)	(136,016,260)	(1,522,012)	(3,037,756)	(25,402,466)	(20,350,873)	(65,472)	(240,548)
Reinvestment of distributions to holders of redeemable units	\$ 7,344,393	14,843,442	235,536	259,920	1,724,678	2,162,878	3,910	4,159
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 79,101,691	56,485,359	1,844,584	(732,475)	24,770,860	22,135,076	714,857	579,526
Distributions to Holders of Redeemable Units								
From capital gains	\$ (1,545,798)	(10,487,999)	-	(131,685)	(228,167)	(1,248,471)	-	(12,997)
From net investment income	\$ (5,772,323)	(4,362,777)	(62,914)	(248,153)	(1,595,509)	(1,060,419)	(9,415)	(13,428)
Return of capital	\$ (27,822)	(31,875)	(259,816)	-	(4,107)	(11,152)	(38,899)	(149)
	\$ (7,345,943)	(14,882,651)	(322,730)	(379,838)	(1,827,783)	(2,320,042)	(48,314)	(26,574)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 112,024,206	32,055,589	2,030,788	(1,274,634)	28,852,313	19,162,961	737,668	543,007
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 563,089,348	451,065,142	7,632,774	5,601,986	83,299,274	54,446,961	1,280,675	543,007
Redeemable Unit Transactions								
Balance - beginning of period	42,009,279	36,928,379	428,482	486,398	5,002,003	3,062,011	38,376	-
Units issued	18,866,186	15,757,128	230,768	149,500	4,178,330	3,508,522	52,378	54,332
Units issued on reinvestment of distributions	634,688	1,395,695	17,368	19,291	147,029	200,680	264	289
Units redeemed	(12,592,924)	(12,071,923)	(112,127)	(226,707)	(2,189,050)	(1,769,210)	(4,393)	(16,245)
Balance - end of period	48,917,229	42,009,279	564,491	428,482	7,138,312	5,002,003	86,625	38,376

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

Sun Life Granite Conservative Portfolio (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series I		Series O		Total	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 702,516,440	694,930,187	53,823,954	51,084,775	1,267,997,490	1,207,185,135
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 78,165,269	(1,998,386)	5,701,957	(217,462)	130,624,979	(12,587,306)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 194,769,309	128,034,575	25,078,904	22,829,867	487,252,972	371,706,966
Redemption of redeemable units	\$ (61,197,148)	(118,449,936)	(25,282,938)	(19,905,826)	(256,761,370)	(298,001,199)
Reinvestment of distributions to holders of redeemable units	\$ 26,717,351	35,619,715	1,688,665	2,638,619	37,714,533	55,528,733
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 160,289,512	45,204,354	1,484,631	5,562,660	268,206,135	129,234,500
Distributions to Holders of Redeemable Units						
From capital gains	\$ (2,562,220)	(16,437,457)	(167,419)	(1,236,818)	(4,503,604)	(29,555,427)
From net investment income	\$ (24,109,135)	(18,967,354)	(1,498,440)	(1,354,026)	(33,047,736)	(26,006,157)
Return of capital	\$ (46,115)	(214,904)	(3,013)	(15,175)	(379,772)	(273,255)
	\$ (26,717,470)	(35,619,715)	(1,668,872)	(2,606,019)	(37,931,112)	(55,834,839)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 211,737,311	7,586,253	5,517,716	2,739,179	360,900,002	60,812,355
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 914,253,751	702,516,440	59,341,670	53,823,954	1,628,897,492	1,267,997,490
Redeemable Unit Transactions						
Balance - beginning of period	62,532,989	58,523,231	5,461,046	4,904,444	115,472,175	103,904,463
Units issued	16,154,671	10,756,925	2,380,485	2,191,859	41,862,818	32,418,266
Units issued on reinvestment of distributions	2,203,002	3,204,480	158,704	270,384	3,161,055	5,090,819
Units redeemed	(5,113,567)	(9,951,647)	(2,393,912)	(1,905,641)	(22,405,973)	(25,941,373)
Balance - end of period	75,777,095	62,532,989	5,606,323	5,461,046	138,090,075	115,472,175

Statements of Cash Flows

For the periods ended December 31

	2019	2018		2019	2018
	(\$)	(\$)		(\$)	(\$)
Cash Flows from Operating Activities			Net Cash Provided by (Used in) Operating Activities	(219,887,460)	(81,415,223)
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	130,624,979	(12,587,306)	Cash Flows from Financing Activities		
Adjustments for:			Distributions paid to holders of redeemable units, net of reinvested distributions	(216,150)	(306,106)
Net realized (gain) loss on sale of investments	(14,361,537)	(19,347,748)	Proceeds from redeemable units issued	483,841,550	372,806,450
Change in unrealized (appreciation) depreciation in value of investments	(78,480,661)	64,709,002	Redemption of redeemable units	(257,225,061)	(297,780,662)
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-	Net Cash Provided by (Used in) Financing Activities	226,400,339	74,719,682
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-	Net increase (decrease) in cash	6,512,879	(6,695,541)
Change in unrealized (appreciation) depreciation in option contracts	-	-	Cash (bank indebtedness) at beginning of period	1,179,860	7,875,401
Change in unrealized (appreciation) depreciation in value of swaps	-	-	Cash (bank indebtedness) at end of period	7,692,739	1,179,860
Non-cash income distributions from underlying funds	(46,999,183)	(41,026,865)	Dividends received, net of withholding taxes	1,346,186	574,524
Change in margin	-	-	Interest received, net of withholding taxes	77,877	58,591
Purchases of investments	(743,078,234)	(569,872,633)	Interest paid	-	-
Proceeds from sale of investments	532,504,946	486,191,248			
Purchases of short-term investments	-	-			
Proceeds from sale of short-term investments	-	-			
Change in dividends and interest receivable	(221,079)	(166,620)			
Change in distributions receivable from underlying funds	-	10,572,029			
Change in management fees payable	90,551	58,630			
Change in other payables and accrued expenses	32,758	55,040			

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

Sun Life Granite Conservative Portfolio (continued)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
iShares Core S&P 500 ETF	112,344	43,791,749	47,090,195	
iShares Core S&P 500 Index ETF (CAD-Hedged)	1,038,591	37,285,417	36,947,875	
		81,077,166	84,038,070	5.16
MUTUAL FUNDS				
ABSL Umbrella UCITS Fund, Class E	40,593	7,122,097	7,743,423	
Beutel Goodman Canadian Equity Fund, Class I	691,464	27,087,172	28,397,463	
PH&N Bond Fund, Series O	34,908,875	364,361,747	363,446,772	
RBC Emerging Markets Bond Fund, Series O	7,013,497	82,397,681	81,592,923	
RBC High Yield Bond Fund, Series O	2,015,986	21,548,787	21,959,527	
Sun Life BlackRock Canadian Composite Equity Fund, Series I	4,346,350	48,117,205	51,211,298	
Sun Life BlackRock Canadian Universe Bond Fund, Series I	29,510,906	314,048,352	316,150,333	
Sun Life Excel Emerging Markets Fund, Series I	1,945,745	23,340,933	24,393,412	
Sun Life Granite Tactical Completion Fund, Series I	13,632,759	138,629,904	134,598,952	
Sun Life JPMorgan International Equity Fund, Series I	3,363,322	34,836,761	36,779,606	
Sun Life MFS Canadian Equity Growth Fund, Series I	517,209	26,760,504	30,018,229	
Sun Life MFS International Growth Fund, Series I	1,928,595	34,661,919	36,386,423	
Sun Life MFS International Value Fund, Series I	1,388,170	33,581,219	36,550,381	
Sun Life MFS U.S. Growth Fund, Series I	842,927	31,148,279	39,064,171	
Sun Life MFS U.S. Value Fund, Series I	206,152	6,085,222	6,528,245	
Sun Life Money Market Fund, Series I	2,095,949	20,959,491	20,959,491	
Sun Life NWQ Flexible Income Fund, Series I	5,857,012	57,578,388	58,170,669	
Sun Life Real Assets Fund, Series I	3,361,927	29,979,800	31,811,558	
Sun Life Ryan Labs U.S. Core Fixed Income Fund, Series I	12,716,957	127,721,201	129,281,857	
Sun Life Schroder Global Mid Cap Fund, Series I	3,883,323	43,733,487	47,110,148	
Templeton Global Bond Fund (Hedged), Series O	4,677,290	38,733,222	36,131,128	
		1,512,433,371	1,538,286,009	94.44
Transaction Costs		(11,876)		
Total Investments		1,593,498,661	1,622,324,079	99.60
Other Assets less Liabilities			6,573,413	0.40
Total Net Assets			1,628,897,492	100.00

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Granite Conservative Portfolio (the "Portfolio") expose it to a variety of financial risks, which are described below. The Portfolio's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Portfolio are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Portfolio is exposed indirectly to credit risk as a result of its investment in underlying funds.

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

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

Sun Life Granite Conservative Portfolio (continued)

(ii) Interest rate risk

The Portfolio is exposed indirectly to interest rate risk as a result of its investment in underlying funds.

(iii) Other market risk

The Portfolio is exposed indirectly to other market risk as a result of its investment in underlying funds.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the Portfolio's investments are considered readily realizable and highly liquid; therefore, the Portfolio'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 Portfolio's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Exchange-Traded Funds		
U.S. Equities	5.2	3.0
Mutual Funds		
Canadian Fixed Income	41.8	41.1
Tactical Balanced	11.9	9.9
Global Fixed Income	2.2	3.7
High Yield Fixed Income	1.3	4.7
International Equities	7.2	5.5
Canadian Equities	4.8	7.0
U.S. Equities	2.8	3.7
Canadian Money Market	1.3	5.4
Global Equities	2.0	1.1
Canadian Focused Equities	1.8	2.1
U.S. Fixed Income	7.9	9.5
Global Small/Mid Cap Equities	2.9	1.4
Real Estate Equities	-	0.7
Emerging Markets Equities	1.5	1.2
Emerging Markets Bonds	5.0	-
Other Assets less Liabilities	0.4	-
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Portfolio's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Exchange-Traded Funds	84,038,070	-	-	84,038,070
Mutual Funds	1,538,286,009	-	-	1,538,286,009

	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Exchange-Traded Funds	38,462,305	-	-	38,462,305
Mutual Funds	1,229,205,135	-	-	1,229,205,135

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

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

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$15,506 (\$46,421 for the period ended December 31, 2018).

Taxation of the Portfolio

The Portfolio had no accumulated capital losses.

The Portfolio had no accumulated non-capital losses.

The Portfolio currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

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

Sun Life Granite Conservative Portfolio (continued)

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the “Manager”) is the issuer of the Portfolio. Investment by the Manager in the Portfolio is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Portfolio:

December 31, 2019		
	Units	Market Value (\$)
Series F5	753	11,139

December 31, 2018		
	Units	Market Value (\$)
Series F5	716	10,135

The following are transactions in the Portfolio by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Portfolio:

December 31, 2019			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	27	-	519

December 31, 2018			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	10,016	-	707

Interests in Underlying Funds

The Portfolio invests in redeemable units or shares of other investment funds (“underlying funds”) to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Portfolio, along with other investors, which entitles unitholders to a proportionate share of the underlying fund’s net assets. The Portfolio does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Portfolio’s interests in underlying funds are reported at fair value in “investments” in its Statements of Financial Position and its Schedule of Investments, which represents the Portfolio’s maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Establishment of the Portfolio

The origin dates on the series of units of the Portfolio are shown below:

	Date of creation	Date available for sale
Series A Units	January 11, 2012	January 17, 2012
Series T5 Units	January 11, 2012	January 17, 2012
Series F Units	January 11, 2012	January 17, 2012
Series F5 Units	February 09, 2018	February 13, 2018
Series I Units	January 11, 2012	January 17, 2012
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life Granite Enhanced Income Portfolio

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	301,766,694	238,009,002
Short-term investments	-	-
Cash	3,741,965	1,706,757
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	210,558	2,357
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	1,240,375
Accrued interest	-	-
Dividends receivable	140,974	46,254
Distributions receivable from underlying funds	-	-
Subscriptions receivable	493,482	49,998
	306,353,673	241,054,743
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	47,836	301,737
Unrealized depreciation on swaps	-	-
Accrued expenses	17,242	11,773
Redemptions payable	181,756	80,519
Distributions payable	-	-
Due to investment dealers	242,385	-
Management fees payable	128,704	85,441
Total liabilities (excluding net assets attributable to holders of redeemable units)	617,923	479,470
Net Assets Attributable to Holders of Redeemable Units	305,735,750	240,575,273
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	198,868,649	144,399,477
Series F	19,666,336	14,297,623
Series I	71,559,012	65,298,356
Series O	15,641,753	16,579,817
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	8.96	8.49
Series F	9.75	9.09
Series I	10.65	9.78
Series O	9.79	9.05

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	1,419,831	1,257,087
Interest income for distribution purposes	46,490	56,673
Distributions from underlying funds	9,947,440	10,091,876
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	1,690,552	569,356
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	81,990	(1,498,963)
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	24,773,503	(18,494,548)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	462,102	(824,144)
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	38,421,908	(8,842,663)
Net gain (loss) on foreign exchange	(175,222)	106,428
Other income	2,619	6,385
Total income (loss)	38,249,305	(8,729,850)
Expenses (note 5)		
Management fees	3,539,232	2,915,873
Fixed annual administration fees	462,242	389,611
Independent review committee fees	2,381	3,198
Withholding tax	144,474	169,928
Transaction costs (note 2)	17,002	12,485
Total operating expenses	4,165,331	3,491,095
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	34,083,974	(12,220,945)
Finance Cost		
Interest expense	(60)	(1,144)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	34,083,914	(12,222,089)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	20,002,520	(8,519,964)
Series F	2,081,128	(679,121)
Series I	9,624,512	(2,395,125)
Series O	2,375,754	(627,879)
Weighted Average Number of Units Outstanding		
Series A	19,498,858	15,561,382
Series F	1,680,569	1,319,657
Series I	6,543,835	6,269,810
Series O	1,747,010	1,806,943
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	1.03	(0.55)
Series F	1.24	(0.51)
Series I	1.47	(0.38)
Series O	1.36	(0.35)

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

Sun Life Granite Enhanced Income Portfolio (continued)

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

For the periods ended December 31

	Series A		Series F		Series I	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 144,399,477	130,362,629	14,297,623	10,797,111	65,298,356	62,601,952
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 20,002,520	(8,519,964)	2,081,128	(679,121)	9,624,512	(2,395,125)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 84,005,637	62,570,872	9,215,119	11,400,242	7,311,280	14,535,972
Redemption of redeemable units	\$ (47,145,700)	(38,154,559)	(5,627,312)	(6,830,209)	(10,675,136)	(9,444,443)
Reinvestment of distributions to holders of redeemable units	\$ 9,457,256	7,584,334	722,533	425,625	3,913,839	3,770,069
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 46,317,193	32,000,647	4,310,340	4,995,658	549,983	8,861,598
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	-	-	-	-	-
From net investment income	\$ (3,650,860)	(2,540,826)	(315,385)	(223,783)	(1,204,912)	(1,000,876)
Return of capital	\$ (8,199,681)	(6,903,009)	(707,370)	(592,242)	(2,708,927)	(2,769,193)
	\$ (11,850,541)	(9,443,835)	(1,022,755)	(816,025)	(3,913,839)	(3,770,069)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 54,469,172	14,036,848	5,368,713	3,500,512	6,260,656	2,696,404
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 198,868,649	144,399,477	19,666,336	14,297,623	71,559,012	65,298,356
Redeemable Unit Transactions						
Balance - beginning of period	17,009,573	13,548,039	1,572,760	1,064,384	6,673,835	5,816,399
Units issued	9,422,340	6,796,369	954,726	1,177,285	695,507	1,400,212
Units issued on reinvestment of distributions	1,060,514	835,953	74,933	44,383	374,584	365,311
Units redeemed	(5,285,960)	(4,170,788)	(585,716)	(713,292)	(1,026,838)	(908,087)
Balance - end of period	22,206,467	17,009,573	2,016,703	1,572,760	6,717,088	6,673,835

	Series O		Total	
	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 16,579,817	15,783,786	240,575,273	219,545,478
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 2,375,754	(627,879)	34,083,914	(12,222,089)
Redeemable Unit Transactions				
Proceeds from redeemable units issued	\$ 2,751,744	7,099,922	103,283,780	95,607,008
Redemption of redeemable units	\$ (5,865,092)	(5,460,888)	(69,313,240)	(59,890,099)
Reinvestment of distributions to holders of redeemable units	\$ 839,909	873,908	14,933,537	12,653,936
Capitalized distributions	\$ -	-	-	-
	\$ (2,273,439)	2,512,942	48,904,077	48,370,845
Distributions to Holders of Redeemable Units				
From capital gains	\$ -	-	-	-
From net investment income	\$ (320,290)	(289,116)	(5,491,447)	(4,054,601)
Return of capital	\$ (720,089)	(799,916)	(12,336,067)	(11,064,360)
	\$ (1,040,379)	(1,089,032)	(17,827,514)	(15,118,961)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (938,064)	796,031	65,160,477	21,029,795
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 15,641,753	16,579,817	305,735,750	240,575,273
Redeemable Unit Transactions				
Balance - beginning of period	1,832,553	1,576,612	27,088,721	22,005,434
Units issued	285,993	728,958	11,358,566	10,102,824
Units issued on reinvestment of distributions	87,246	91,260	1,597,277	1,336,907
Units redeemed	(608,121)	(564,277)	(7,506,635)	(6,356,444)
Balance - end of period	1,597,671	1,832,553	32,537,929	27,088,721

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

Sun Life Granite Enhanced Income Portfolio (continued)

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	34,083,914	(12,222,089)
Adjustments for:		
Net realized (gain) loss on sale of investments	(1,690,552)	(569,356)
Change in unrealized (appreciation) depreciation in value of investments	(24,773,503)	18,494,548
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	(462,102)	824,144
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	(9,947,440)	(10,091,876)
Change in margin	-	-
Purchases of investments	(229,577,895)	(128,206,793)
Proceeds from sale of investments	203,697,456	97,409,881
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	(94,720)	47,737
Change in distributions receivable from underlying funds	-	1,354,103
Change in management fees payable	43,263	22,975
Change in other payables and accrued expenses	22,471	14,799
Net Cash Provided by (Used in) Operating Activities	(28,699,108)	(32,921,927)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(2,893,977)	(2,465,025)
Proceeds from redeemable units issued	102,840,296	95,836,949
Redemption of redeemable units	(69,212,003)	(59,900,001)
Net Cash Provided by (Used in) Financing Activities	30,734,316	33,471,923
Net increase (decrease) in cash	2,035,208	549,996
Cash (bank indebtedness) at beginning of period	1,706,757	1,156,761
Cash (bank indebtedness) at end of period	3,741,965	1,706,757
Dividends received, net of withholding taxes	1,180,637	1,134,896
Interest received, net of withholding taxes	46,490	56,673
Interest paid	(60)	(1,144)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Energy				
Caltex Australia Ltd.	2,674	66,020	82,753	
Galp Energia SGPS SA	2,037	40,303	44,179	
JXTG Holdings Inc.	11,900	70,617	70,699	
Repsol SA	13,796	302,747	279,735	
Repsol SA, Rights	13,796	-	8,494	
Royal Dutch Shell PLC, Class B	8,297	348,701	319,198	
Suncor Energy Inc.	5,745	240,826	244,507	
Valero Energy Corp.	6,867	729,049	833,931	
	1,798,263	1,883,496	0.62	
Industrials				
3M Co.	1,583	359,905	362,146	
ACS Actividades de Construccion y Servicios SA	6,074	324,728	315,194	
Adecco Group AG	3,008	215,983	246,602	
Aena SA	147	36,572	36,483	
Andritz AG	1,643	82,323	91,836	
BAE Systems PLC	4,450	36,199	43,176	
CIMIC Group Ltd.	2,866	113,571	86,579	
ComfortDelGro Corp., Ltd.	25,300	62,838	58,069	
Cummins Inc.	3,251	677,825	754,447	
Delta Air Lines Inc.	5,200	376,310	394,336	
East Japan Railway Co.	700	89,368	82,340	
Expeditors International of Washington Inc.	4,127	401,543	417,538	
Hitachi Construction Machinery Co., Ltd.	1,300	42,820	50,957	
Hochtief AG	641	106,713	106,087	
Ingersoll-Rand PLC	939	144,006	161,850	
ITOCHU Corp.	5,000	122,188	151,213	
Johnson Controls International PLC	4,277	226,089	225,785	
Kajima Corp.	3,500	66,919	60,891	
Komatsu Ltd.	1,800	58,440	56,745	
Manpowergroup Inc.	648	81,883	81,592	
Mitsubishi Corp.	3,200	113,192	110,732	
Nippon Express Co., Ltd.	600	49,322	45,963	
Obayashi Corp.	2,700	41,167	39,209	
PACCAR Inc.	878	79,469	90,059	
Robert Half International Inc.	1,659	124,008	135,855	
Secom Co., Ltd.	400	45,204	46,665	
Siemens AG	2,317	341,081	393,047	
Sumitomo Corp.	2,200	43,220	42,632	
Yangzijiang Shipbuilding Holdings Ltd.	53,500	50,829	57,785	
	4,513,715	4,745,813	1.55	
Consumer Discretionary				
Barratt Developments PLC	25,500	255,175	327,051	
Best Buy Co Inc.	7,801	690,580	888,179	
Bridgestone Corp.	2,600	132,071	126,268	
Canadian Tire Corp., Ltd., Class A	1,008	141,291	140,868	
Continental AG	798	136,835	133,883	
Darden Restaurants Inc.	1,483	232,991	209,635	
Electrolux AB	5,179	175,873	164,936	
Flight Centre Travel Group Ltd.	1,186	48,116	47,633	
Home Depot Inc.	1,306	364,920	369,838	
Honda Motor Co., Ltd.	4,000	137,653	147,913	
Kingfisher PLC	24,108	87,239	89,869	
Kohl's Corp.	7,517	554,529	496,643	
Magna International Inc.	1,133	70,368	80,670	

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

Sun Life Granite Enhanced Income Portfolio (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Nikon Corp.	2,500	45,704	40,093	
Ryohin Keikaku Co., Ltd.	1,400	34,396	42,699	
Sekisui House Ltd.	5,200	113,434	144,789	
Tapestry Inc.	2,379	81,514	83,201	
Yamaha Motor Co., Ltd.	1,700	38,495	44,688	
	3,341,184	3,578,856	1.17	
Consumer Staples				
British American Tobacco PLC	4,095	203,731	227,324	
Colgate-Palmolive Co.	2,993	273,875	267,179	
Coca-Cola European Partners PLC	1,022	77,101	66,423	
General Mills Inc.	3,369	232,568	233,990	
Imperial Tobacco Group PLC	8,693	336,666	279,104	
Japan Tobacco Inc.	3,400	106,570	98,686	
Kao Corp.	1,300	131,448	139,996	
Kimberly-Clark Corp.	844	144,375	150,542	
Kirin Holdings Co., Ltd.	1,400	42,291	39,926	
Loblaw Companies Ltd.	976	68,679	65,392	
Molson Coors Brewing Co.	6,579	473,887	459,837	
Reckitt Benckiser Group PLC	532	58,361	56,013	
Sundrug Co., Ltd.	900	33,436	42,473	
Swedish Match AB	2,171	134,949	145,197	
Sysco Corp.	1,655	166,215	183,579	
Unilever PLC	2,159	176,154	161,354	
	2,660,306	2,617,015	0.86	
Materials				
BHP Group Ltd.	1,913	67,884	67,869	
BHP Group PLC	3,480	100,287	106,220	
FMC Corp.	1,683	187,901	217,850	
Fortescue Metals Group Ltd.	9,705	75,222	94,570	
LyondellBasell Industries NV	6,037	648,321	739,633	
Mitsubishi Chemical Holdings Corp.	4,000	36,359	39,019	
Rio Tinto PLC	5,852	470,588	470,389	
Showa Denko KK	4,000	148,046	138,368	
UPM-Kymmene OYJ	4,705	170,220	211,691	
	1,904,828	2,085,609	0.68	
Health Care				
Abbvie Inc.	7,400	755,618	849,624	
Agilent Technologies Inc.	819	74,762	90,602	
AmerisourceBergen Corp.	5,689	647,076	627,209	
Amgen Inc.	500	124,187	156,303	
Astellas Pharma Inc.	8,300	157,731	185,202	
Bristol-Myers Squibb Co.	3,839	273,794	319,552	
Cochlear Ltd.	313	55,440	64,119	
Coloplast A/S	739	113,284	118,963	
CSL Ltd.	223	45,066	56,055	
Gilead Sciences Inc.	8,583	742,546	723,232	
HCA Healthcare Inc.	1,656	280,922	317,409	
Hoya Corp.	600	53,864	74,816	
McKesson Corp.	1,573	297,419	282,143	
Novartis AG	397	45,445	48,857	
Novo Nordisk A/S	6,509	438,761	490,241	
Quest Diagnostics Inc.	3,004	379,169	415,993	
Roche Holding AG	884	319,187	371,712	
Sanofi	688	78,115	89,750	
Sonova Holding AG	184	56,457	54,578	
UnitedHealth Group Inc.	524	171,719	199,758	
	5,110,562	5,536,118	1.81	

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Financials				
Ameriprise Financial Inc.	347	61,979	74,956	
Assicurazioni Generali SpA	13,317	321,247	356,574	
Australia & New Zealand Banking Group Ltd.	2,445	62,190	54,894	
AXA Equitable Holdings Inc.	2,493	67,583	80,109	
BNP Paribas SA	2,493	156,243	191,711	
Canadian Imperial Bank of Commerce	7,587	792,949	819,851	
Commonwealth Bank of Australia	1,401	98,041	102,039	
Franklin Resources Inc.	2,681	96,719	90,322	
HSBC Holdings PLC	5,908	64,241	60,073	
Julius Baer Group Ltd.	979	51,128	65,459	
KBC Group NV	3,581	308,156	349,551	
Legal & General Group PLC	44,946	195,232	233,949	
Macquarie Group Ltd.	598	71,363	75,143	
Manulife Financial Corp.	4,929	111,552	129,928	
Mitsubishi UFJ Financial Group Inc.	6,300	42,022	44,593	
Morgan Stanley	6,382	357,738	423,061	
MS&AD Insurance Group Holdings Inc.	1,400	58,167	60,323	
National Australia Bank Ltd.	4,713	113,433	105,814	
National Bank of Canada	2,138	130,004	154,107	
Northern Trust Corp.	4,183	495,272	576,277	
ORIX Corp.	4,900	93,498	105,886	
Partners Group Holding AG	51	49,120	60,606	
Power Financial Corp.	2,882	87,575	100,697	
Prudential Financial Inc.	3,683	447,022	447,695	
QBE Insurance Group Ltd.	5,782	65,015	67,885	
Skandinaviska Enskilda Banken AB	21,363	256,023	260,658	
Sumitomo Mitsui Financial Group Inc.	2,300	106,533	110,820	
The Bank of Montreal	4,075	402,445	410,108	
The Bank of Nova Scotia	5,371	373,461	393,963	
Tokio Marine Holdings Inc.	800	53,085	58,411	
UBS Group AG	15,670	238,626	256,533	
Westpac Banking Corp.	4,044	101,836	89,319	
	5,929,498	6,411,315	2.10	
Real Estate				
Daito Trust Construction Co., Ltd.	800	139,748	128,678	
Daiwa House Industry Co., Ltd.	1,400	59,813	56,631	
Kimco Realty Corp.	14,431	346,597	387,554	
Klepierre	4,359	199,107	214,778	
Simon Property Group Inc.	2,414	494,204	466,297	
Stockland	15,818	62,232	66,615	
Sun Hung Kai Properties Ltd.	2,500	46,946	49,636	
Vicinity Centres	22,403	54,321	50,850	
Wharf Real Estate Investment Co., Ltd.	11,000	84,529	87,048	
	1,487,497	1,508,087	0.49	
Communication Services				
Comcast Corporation, Class A	7,973	462,859	464,943	
ITV PLC	42,231	83,938	109,546	
Kakaku.com Inc.	1,700	44,986	56,656	
KDDI Corp.	3,200	108,220	124,211	
Nintendo Co., Ltd.	200	99,659	104,933	
NTT DOCOMO Inc.	3,400	105,519	123,252	
Omnicom Group Inc.	7,140	732,806	750,146	
Publicis Groupe SA	1,866	126,202	109,624	
Quebecor Inc., Class B	2,450	81,985	81,193	

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

Sun Life Granite Enhanced Income Portfolio (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Swisscom AG	338	221,413	232,017	
Telecom Italia SpA, DI RISP EUR0.55	70,305	56,094	55,855	
The Interpublic Group of Companies Inc.	18,618	526,975	557,700	
Verizon Communications Inc.	6,368	494,269	507,022	
	3,144,925	3,277,098	1.07	
Information Technology				
Apple Inc.	847	215,235	322,529	
ASM Pacific Technology Ltd.	3,800	53,785	68,364	
Atos SE	1,692	172,189	183,041	
Automatic Data Processing Inc.	934	200,885	206,503	
Broadcom Inc.	2,018	757,495	826,973	
Broadridge Financial Solutions Inc.	2,608	431,111	417,802	
Brother Industries Ltd.	2,800	66,163	75,875	
Citrix Systems Inc.	1,432	184,923	205,935	
Cognizant Technology Solutions Corp.	1,018	90,970	81,872	
Computershare Ltd.	3,850	61,568	58,889	
Hewlett Packard Enterprise Co.	37,134	723,027	763,713	
Hitachi High-Technologies Corp.	1,000	57,629	92,356	
Hitachi Ltd.	1,100	57,304	60,719	
Intel Corp.	1,787	116,720	138,690	
International Business Machines Corp.	4,634	831,269	805,464	
Lam Research Corp.	320	83,923	121,334	
Microsoft Corp.	5,377	921,419	1,099,581	
NetApp Inc.	4,390	363,427	354,372	
NXP Semiconductors NV	343	47,904	56,603	
Oracle Corp.	3,708	260,778	254,746	
Otsuka Corp.	700	35,673	36,543	
Seagate Technology PLC	3,789	229,090	292,346	
Texas Instruments Inc.	1,068	155,125	177,672	
Tokyo Electron Ltd.	300	64,024	85,644	
Western Union Co.	11,283	329,388	391,824	
	6,511,024	7,179,390	2.34	
Utilities				
Chubu Electric Power Co Inc.	2,000	38,355	36,787	
CK Infrastructure Holdings Ltd.	5,000	44,937	46,141	
Iberdrola SA	24,277	297,728	324,400	
OGE Energy Corp.	6,510	371,234	375,408	
Public Service Enterprise Group Inc.	3,041	240,292	232,858	
Red Electrica Corp SA	3,031	85,744	79,084	
	1,078,290	1,094,678	0.36	
Total Equities	37,480,092	39,917,475	13.05	
EXCHANGE-TRADED FUNDS				
iShares Core S&P 500 Index ETF (CAD-Hedged)	186,212	6,603,595	6,624,492	
iShares iBoxx \$ Investment Grade Corporate Bond ETF	68,165	10,892,556	11,310,744	
	17,496,151	17,935,236	5.87	

	Number of Units	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Dynamic Equity Income Fund, Series O	4,856,759	36,253,868	39,873,989	
RBC Emerging Markets Bond Fund, Series O	2,925,047	34,026,332	34,029,114	
RBC High Yield Bond Fund, Series O	2,590,322	27,742,250	28,215,605	
Sun Life Granite Tactical Completion Fund, Series I	2,437,934	24,945,850	24,070,212	
Sun Life MFS Canadian Bond Fund, Series I	1,560,205	21,389,352	21,235,172	
Sun Life MFS Low Volatility Global Equity Fund, Series I	1,663,936	20,833,517	22,476,615	
Sun Life NWQ Flexible Income Fund, Series I	2,921,411	28,768,176	29,014,866	
Sun Life Real Assets Fund, Series I	4,755,547	42,777,546	44,998,410	
	236,736,891	243,913,983	79.78	
Transaction Costs		(8,560)		
Total Investments	291,704,574	301,766,694	98.70	
Unrealized appreciation/(depreciation) on currency forward contracts ⁽¹⁾				
			162,722	0.05
Other Assets less Liabilities			3,806,334	1.25
Total Net Assets			305,735,750	100.00

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

Sun Life Granite Enhanced Income Portfolio (continued)

Schedule of Investments (continued)

(1) Unrealized appreciation/(depreciation) on currency forward contracts

Counterparty	Credit Rating For Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
Royal Bank of Canada	A-1+	31-Jan-2020	CAD	865,031	USD	(657,337)	12,755
Royal Bank of Canada	A-1+	31-Jan-2020	CAD	13,418,770	USD	(10,196,959)	197,803
							210,558
Royal Bank of Canada	A-1+	31-Jan-2020	USD	2,583,564	CAD	(3,397,577)	(47,836)
							(47,836)
							162,722

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Granite Enhanced Income Portfolio (the "Portfolio") expose it to a variety of financial risks, which are described below. The Portfolio's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Portfolio are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the Portfolio 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 Portfolio is exposed indirectly to credit risk as a result of its investment in underlying funds.

The Portfolio invests in financial assets which 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 Portfolio to credit risk as at December 31, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	0.07	0.24
Total	0.07	0.24

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

(ii) Interest rate risk

The Portfolio is exposed indirectly to interest rate risk as a result of its investment in underlying funds.

(iii) Other market risk

The Portfolio is exposed indirectly to other market risk as a result of its investment in underlying funds.

The Portfolio is also directly exposed to other market risk as a result of its investment in equity securities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Portfolio would have increased or decreased respectively by \$1,995,874 (\$nil as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

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

Sun Life Granite Enhanced Income Portfolio (continued)

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the Portfolio's investments are considered readily realizable and highly liquid; therefore, the Portfolio'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 Portfolio's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Equities		
Energy	0.6	-
Industrials	1.5	-
Consumer Discretionary	1.2	-
Consumer Staples	0.9	-
Materials	0.7	-
Health Care	1.8	-
Financials	2.1	-
Real Estate	0.5	-
Communication Services	1.1	-
Information Technology	2.3	-
Utilities	0.4	-
Exchange-Traded Funds		
U.S. Fixed Income	3.7	2.4
U.S. Equities	2.2	-
Global Equities	-	3.8
Real Estate Equities	-	3.8
Canadian Equities	-	1.9
Mutual Funds		
Global Equities	22.0	17.4
Canadian Fixed Income	18.1	6.6
U.S. Fixed Income	-	5.9
High Yield Fixed Income	9.2	18.5
Tactical Balanced	17.4	17.3
Canadian Focused Equities	-	3.9
Canadian Dividend & Income Equities	13.0	15.2
Energy Equities	-	2.2
Derivative Assets (Liabilities)	0.1	(0.1)
Other Assets less Liabilities	1.2	1.2
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Portfolio's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Equities	39,917,475	-	-	39,917,475
Exchange-Traded Funds	17,935,236	-	-	17,935,236
Mutual Funds	243,913,983	-	-	243,913,983
Currency Forward Contracts	-	210,558	-	210,558
Financial Liabilities				
Currency Forward Contracts	-	47,836	-	47,836
December 31, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Financial Assets				
Exchange-Traded Funds	28,723,693	-	-	28,723,693
Mutual Funds	209,285,309	-	-	209,285,309
Currency Forward Contracts	-	2,357	-	2,357
Financial Liabilities				
Currency Forward Contracts	-	301,737	-	301,737

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Common stock

The Portfolio's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Portfolio may not trade frequently and therefore 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.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

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

Sun Life Granite Enhanced Income Portfolio (continued)

Mutual Funds

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

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$17,002 (\$12,485 for the period ended December 31, 2018).

Taxation of the Portfolio

The Portfolio had no accumulated capital losses.

The Portfolio had no accumulated non-capital losses.

The Portfolio currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Interests in Underlying Funds

The Portfolio invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Portfolio, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Portfolio does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Portfolio's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Portfolio's maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, the Portfolio had interests in underlying funds as noted in the following tables:

Underlying Fund	As at December 31, 2019	
	Percentage of Net Assets (%)	Percentage of Ownership Interest (%)
Sun Life MFS Low Volatility Global Equity Fund, Series I	7	34

Underlying Fund	As at December 31, 2018	
	Percentage of Net Assets (%)	Percentage of Ownership Interest (%)
Sun Life Dynamic Energy Fund, Series I	2	60

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Portfolio's Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

	Amounts Eligible for Offset			Net (\$)
	Gross Assets/ (Liabilities) (\$)	Financial Instruments (\$)	Collateral received/ paid (\$)	
December 31, 2019				
Derivative assets - Forward Contracts	210,558	(47,836)	-	162,722
Total	210,558	(47,836)	-	162,722
Derivative liabilities - Forward Contracts	(47,836)	47,836	-	-
Total	(47,836)	47,836	-	-
December 31, 2018				
Derivative assets - Forward Contracts	2,357	(2,357)	-	-
Total	2,357	(2,357)	-	-
Derivative liabilities - Forward Contracts	(301,737)	2,357	-	(299,380)
Total	(301,737)	2,357	-	(299,380)

Establishment of the Portfolio

The origin dates on the series of units of the Portfolio are shown below:

	Date of creation	Date available for sale
Series A Units	January 11, 2013	January 17, 2013
Series F Units	January 11, 2013	January 17, 2013
Series I Units	January 11, 2013	January 17, 2013
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life Granite Growth Portfolio

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	1,218,201,486	888,385,253
Short-term investments	-	-
Cash	6,444,561	2,062,666
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	-
Accrued interest	7,664	12,771
Dividends receivable	138,437	232,773
Distributions receivable from underlying funds	-	-
Subscriptions receivable	2,215,821	473,711
	1,227,007,969	891,167,174
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	43,533	26,980
Redemptions payable	514,076	251,740
Distributions payable	16	265
Due to investment dealers	2,384,596	587,385
Management fees payable	302,031	184,462
Total liabilities (excluding net assets attributable to holders of redeemable units)	3,244,252	1,050,832
Net Assets Attributable to Holders of Redeemable Units	1,223,763,717	890,116,342
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	421,537,851	296,857,073
Series T5	289,832	166,732
Series T8	557,838	347,578
Series F	61,702,536	29,620,491
Series F5	66,315	57,515
Series F8	11,873	10,111
Series I	706,495,809	533,904,594
Series O	33,101,663	29,152,248
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	14.24	12.48
Series T5	16.83	15.34
Series T8	13.30	12.53
Series F	14.62	12.80
Series F5	15.05	13.57
Series F8	14.52	13.43
Series I	15.24	13.31
Series O	11.65	10.18

Approved on behalf of Trustee

“signed” Jordy Chilcott
President

“signed” Kari Holdsworth
Chief Financial Officer

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

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	3,050,161	2,298,783
Interest income for distribution purposes	51,217	32,026
Distributions from underlying funds	28,314,128	28,988,638
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	25,594,597	32,929,784
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	119,203,199	(81,647,136)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	176,213,302	(17,397,905)
Net gain (loss) on foreign exchange	(207,031)	147,869
Other income	20,309	6,579
Total income (loss)	176,026,580	(17,243,457)
Expenses (note 5)		
Management fees	8,050,893	5,906,823
Fixed annual administration fees	1,146,127	859,071
Independent review committee fees	5,044	5,953
Withholding tax	417,059	327,988
Transaction costs (note 2)	15,992	52,134
Total operating expenses	9,635,115	7,151,969
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	166,391,465	(24,395,426)
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	166,391,465	(24,395,426)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	50,926,358	(12,375,069)
Series T5	33,439	(6,474)
Series T8	62,990	(14,606)
Series F	6,783,235	(956,464)
Series F5	9,872	818
Series F8	1,761	109
Series I	103,320,307	(10,436,804)
Series O	5,253,503	(606,936)
Weighted Average Number of Units Outstanding		
Series A	26,608,442	19,708,907
Series T5	15,459	7,904
Series T8	37,232	19,873
Series F	3,378,859	1,653,678
Series F5	4,327	800
Series F8	781	691
Series I	42,783,273	34,553,585
Series O	2,777,386	2,454,860

Sun Life Granite Growth Portfolio (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	1.91	(0.63)
Series T5	2.16	(0.82)
Series T8	1.69	(0.73)
Series F	2.01	(0.58)
Series F5	2.28	1.02
Series F8	2.25	0.16
Series I	2.41	(0.30)
Series O	1.89	(0.25)

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

For the periods ended December 31

	Series A		Series T5		Series T8		Series F	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 296,857,073	224,800,886	166,732	112,097	347,578	157,260	29,620,491	15,555,509
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 50,926,358	(12,375,069)	33,439	(6,474)	62,990	(14,606)	6,783,235	(956,464)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 146,885,708	128,440,789	126,721	95,052	295,374	259,069	35,801,296	20,431,361
Redemption of redeemable units	\$ (73,137,852)	(43,988,347)	(34,674)	(33,766)	(126,169)	(33,454)	(10,502,837)	(5,397,006)
Reinvestment of distributions to holders of redeemable units	\$ 6,233,404	15,817,810	12,256	15,025	19,209	20,244	1,610,140	1,922,072
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 79,981,260	100,270,252	104,303	76,311	188,414	245,859	26,908,599	16,956,427
Distributions to Holders of Redeemable Units								
From capital gains	\$ (5,080,263)	(15,790,749)	-	(8,882)	-	(18,997)	(742,356)	(1,580,469)
From net investment income	\$ (1,088,583)	(48,247)	-	(9)	-	(18)	(858,959)	(354,512)
Return of capital	\$ (57,994)	-	(14,642)	(6,311)	(41,144)	(21,920)	(8,474)	-
	\$ (6,226,840)	(15,838,996)	(14,642)	(15,202)	(41,144)	(40,935)	(1,609,789)	(1,934,981)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 124,680,778	72,056,187	123,100	54,635	210,260	190,318	32,082,045	14,064,982
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 421,537,851	296,857,073	289,832	166,732	557,838	347,578	61,702,536	29,620,491
Redeemable Unit Transactions								
Balance - beginning of period	23,794,363	16,391,988	10,867	6,343	27,737	10,585	2,313,225	1,104,049
Units issued	10,714,733	9,294,661	7,775	5,509	22,195	17,990	2,529,037	1,431,722
Units issued on reinvestment of distributions	434,250	1,298,958	738	946	1,445	1,509	109,205	153,803
Units redeemed	(5,334,914)	(3,191,244)	(2,155)	(1,931)	(9,445)	(2,347)	(732,055)	(376,349)
Balance - end of period	29,608,432	23,794,363	17,225	10,867	41,932	27,737	4,219,412	2,313,225

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

Sun Life Granite Growth Portfolio (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series F5		Series F8		Series I		Series O	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 57,515	-	10,111	-	533,904,594	456,558,091	29,152,248	23,963,664
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 9,872	818	1,761	109	103,320,307	(10,436,804)	5,253,503	(606,936)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 53,540	60,000	-	10,000	107,244,088	115,466,983	9,641,896	11,460,892
Redemption of redeemable units	\$ (53,540)	-	-	-	(37,973,184)	(27,683,676)	(10,945,988)	(5,665,365)
Reinvestment of distributions to holders of redeemable units	\$ 2,456	1,100	927	1,233	23,763,439	39,014,602	1,077,306	2,104,974
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 2,456	61,100	927	11,233	93,034,343	126,797,909	(226,786)	7,900,501
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	(3,244)	-	(528)	(8,557,150)	(28,479,695)	(403,036)	(1,563,654)
From net investment income	\$ -	(1,159)	-	(703)	(15,065,169)	(10,464,205)	(669,665)	(541,327)
Return of capital	\$ (3,528)	-	(926)	-	(141,116)	(70,702)	(4,601)	-
	\$ (3,528)	(4,403)	(926)	(1,231)	(23,763,435)	(39,014,602)	(1,077,302)	(2,104,981)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 8,800	57,515	1,762	10,111	172,591,215	77,346,503	3,949,415	5,188,584
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 66,315	57,515	11,873	10,111	706,495,809	533,904,594	33,101,663	29,152,248
Redeemable Unit Transactions								
Balance - beginning of period	4,238	-	753	-	40,125,468	31,247,055	2,864,436	2,144,400
Units issued	3,601	4,160	-	667	7,259,012	7,736,561	855,126	1,009,108
Units issued on reinvestment of distributions	168	78	65	86	1,546,736	3,006,906	91,676	212,097
Units redeemed	(3,602)	-	-	-	(2,559,426)	(1,865,054)	(970,586)	(501,169)
Balance - end of period	4,405	4,238	818	753	46,371,790	40,125,468	2,840,652	2,864,436

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 890,116,342	721,147,507
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 166,391,465	(24,395,426)
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 300,048,623	276,224,146
Redemption of redeemable units	\$ (132,774,244)	(82,801,614)
Reinvestment of distributions to holders of redeemable units	\$ 32,719,137	58,897,060
Capitalized distributions	\$ -	-
	\$ 199,993,516	252,319,592
Distributions to Holders of Redeemable Units		
From capital gains	\$ (14,782,805)	(47,446,218)
From net investment income	\$ (17,682,376)	(11,410,180)
Return of capital	\$ (272,425)	(98,933)
	\$ (32,737,606)	(58,955,331)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 333,647,375	168,968,835
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 1,223,763,717	890,116,342
Redeemable Unit Transactions		
Balance - beginning of period	69,141,087	50,904,420
Units issued	21,391,479	19,500,378
Units issued on reinvestment of distributions	2,184,283	4,674,383
Units redeemed	(9,612,183)	(5,938,094)
Balance - end of period	83,104,666	69,141,087

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

Sun Life Granite Growth Portfolio (continued)

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	166,391,465	(24,395,426)
Adjustments for:		
Net realized (gain) loss on sale of investments	(25,594,597)	(32,929,784)
Change in unrealized (appreciation) depreciation in value of investments	(119,203,199)	81,647,136
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	(28,314,128)	(28,988,638)
Change in margin	-	-
Purchases of investments	(594,844,812)	(607,528,542)
Proceeds from sale of investments	439,921,722	406,866,026
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	99,443	(245,544)
Change in distributions receivable from underlying funds	-	7,894,468
Change in management fees payable	117,569	68,311
Change in other payables and accrued expenses	32,545	60,411
Net Cash Provided by (Used in) Operating Activities	(161,393,992)	(197,551,582)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(18,718)	(58,006)
Proceeds from redeemable units issued	298,306,513	277,595,511
Redemption of redeemable units	(132,511,908)	(82,648,894)
Net Cash Provided by (Used in) Financing Activities	165,775,887	194,888,611
Net increase (decrease) in cash	4,381,895	(2,662,971)
Cash (bank indebtedness) at beginning of period	2,062,666	4,725,637
Cash (bank indebtedness) at end of period	6,444,561	2,062,666
Dividends received, net of withholding taxes	2,727,438	1,738,022
Interest received, net of withholding taxes	56,324	19,255
Interest paid	-	-

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

Sun Life Granite Growth Portfolio (continued)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
iShares Core S&P 500 ETF	378,562	139,996,711	158,678,329	
iShares Core S&P 500 Index ETF (CAD-Hedged)	373,328	13,328,729	13,281,144	
		153,325,440	171,959,473	14.05
MUTUAL FUNDS				
ABSL Umbrella UCITS Fund, Class E	84,951	14,051,933	16,205,106	
Beutel Goodman Canadian Equity Fund, Class I	1,538,311	60,273,528	63,176,291	
PH&N Bond Fund, Series O	6,268,787	64,989,194	65,266,226	
RBC Emerging Markets Bond Fund, Series O	4,448,667	52,086,818	51,754,456	
RBC High Yield Bond Fund, Series O	567,995	6,090,862	6,187,000	
Sun Life BlackRock Canadian Composite Equity Fund, Series I	10,117,339	111,296,312	119,208,562	
Sun Life BlackRock Canadian Universe Bond Fund, Series I	2,676,684	28,311,942	28,675,311	
Sun Life Excel Emerging Markets Fund, Series I	4,126,160	46,840,097	51,728,839	
Sun Life Granite Tactical Completion Fund, Series I	10,077,184	102,071,167	99,494,054	
Sun Life JPMorgan International Equity Fund, Series I	5,955,993	60,033,355	65,131,766	
Sun Life MFS Canadian Equity Growth Fund, Series I	1,075,580	54,920,669	62,425,477	
Sun Life MFS International Growth Fund, Series I	3,452,164	59,404,135	65,131,293	
Sun Life MFS International Value Fund, Series I	2,477,955	55,166,648	65,244,302	
Sun Life MFS U.S. Growth Fund, Series I	1,202,918	39,916,294	55,747,421	
Sun Life MFS U.S. Value Fund, Series I	995,569	27,619,849	31,526,892	
Sun Life NWQ Flexible Income Fund, Series I	1,757,044	17,247,238	17,450,610	
Sun Life Real Assets Fund, Series I	8,827,653	78,571,927	83,529,901	
Sun Life Ryan Labs U.S. Core Fixed Income Fund, Series I	521,901	5,250,624	5,305,701	
Sun Life Schroder Global Mid Cap Fund, Series I	7,555,033	84,968,126	91,653,124	
Templeton Global Bond Fund (Hedged), Series O	181,193	1,490,650	1,399,681	
		970,601,368	1,046,242,013	85.50
Transaction Costs		(8,731)		
Total Investments		1,123,918,077	1,218,201,486	99.55
Other Assets less Liabilities			5,562,231	0.45
Total Net Assets			1,223,763,717	100.00

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Granite Growth Portfolio (the "Portfolio") expose it to a variety of financial risks, which are described below. The Portfolio's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Portfolio are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Portfolio is exposed indirectly to credit risk as a result of its investment in underlying funds.

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

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

Sun Life Granite Growth Portfolio (continued)

(ii) Interest rate risk

The Portfolio is exposed indirectly to interest rate risk as a result of its investment in underlying funds.

(iii) Other market risk

The Portfolio is exposed indirectly to other market risk as a result of its investment in underlying funds.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the Portfolio's investments are considered readily realizable and highly liquid; therefore, the Portfolio'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 Portfolio's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Exchange-Traded Funds		
U.S. Equities	14.0	13.7
Mutual Funds		
International Equities	17.2	16.3
Canadian Equities	15.1	18.2
Tactical Balanced	9.5	8.7
Canadian Fixed Income	7.6	6.8
Global Equities	6.8	2.6
U.S. Equities	7.2	10.7
Real Estate Equities	-	1.4
Canadian Focused Equities	5.1	5.6
High Yield Fixed Income	0.5	2.4
Emerging Markets Equities	4.2	4.8
Emerging Markets Bonds	4.2	-
U.S. Fixed Income	0.4	1.7
Global Fixed Income	0.1	1.6
Global Small/Mid Cap Equities	7.6	4.3
Canadian Money Market	-	1.0
Other Assets less Liabilities	0.5	0.2
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Portfolio's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Exchange-Traded Funds	171,959,473	-	-	171,959,473
Mutual Funds	1,046,242,013	-	-	1,046,242,013

	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Exchange-Traded Funds	121,802,213	-	-	121,802,213
Mutual Funds	766,583,040	-	-	766,583,040

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

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

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$15,992 (\$52,134 for the period ended December 31, 2018).

Taxation of the Portfolio

The Portfolio had no accumulated capital losses.

The Portfolio had no accumulated non-capital losses.

The Portfolio currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

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

Sun Life Granite Growth Portfolio (continued)

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the “Manager”) is the issuer of the Portfolio. Investment by the Manager in the Portfolio is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Portfolio:

	December 31, 2019	
	Units	Market Value (\$)
Series F5	789	11,874
Series F8	818	11,873

	December 31, 2018	
	Units	Market Value (\$)
Series F5	745	10,111
Series F8	753	10,111

The following are transactions in the Portfolio by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Portfolio:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	28	-	617
Series F8	28	-	895

	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	10,017	-	1,082
Series F8	10,017	-	1,214

Interests in Underlying Funds

The Portfolio invests in redeemable units or shares of other investment funds (“underlying funds”) to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Portfolio, along with other investors, which entitles unitholders to a proportionate share of the underlying fund’s net assets. The Portfolio does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Portfolio’s interests in underlying funds are reported at fair value in “investments” in its Statements of Financial Position and its Schedule of Investments, which represents the Portfolio’s maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Establishment of the Portfolio

The origin dates on the series of units of the Portfolio are shown below:

	Date of creation	Date available for sale
Series A Units	January 11, 2012	January 17, 2012
Series T5 Units	January 11, 2012	January 17, 2012
Series T8 Units	January 11, 2012	January 17, 2012
Series F Units	January 11, 2012	January 17, 2012
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	January 11, 2012	January 17, 2012
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life Granite Income Portfolio

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	192,429,971	173,092,545
Short-term investments	-	-
Cash	3,572,284	2,992,599
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	347,954	2,014
Unrealized appreciation on swaps	-	-
Due from investment dealers	13,931	102,273
Accrued interest	-	-
Dividends receivable	39,413	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	164,927	6,226
	196,568,480	176,195,657
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	245,561
Unrealized depreciation on swaps	-	-
Accrued expenses	8,492	7,091
Redemptions payable	59,856	119,252
Distributions payable	4	-
Due to investment dealers	60,324	511,274
Management fees payable	46,724	38,925
Total liabilities (excluding net assets attributable to holders of redeemable units)	175,400	922,103
Net Assets Attributable to Holders of Redeemable Units	196,393,080	175,273,554
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	85,540,098	78,605,387
Series T5	70,087	81,233
Series F	8,588,979	7,945,149
Series F5	11,401	150,800
Series I	86,627,583	72,432,809
Series O	15,554,932	16,058,176
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	9.68	9.09
Series T5	14.19	13.30
Series F	10.30	9.56
Series F5	15.38	14.28
Series I	11.14	10.21
Series O	10.31	9.50

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	1,019,783	946,929
Interest income for distribution purposes	52,879	47,710
Distributions from underlying funds	6,214,400	6,988,490
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	1,838,728	76,588
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	300,394	(1,276,862)
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	14,271,733	(9,868,160)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	591,501	(709,495)
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	24,289,418	(3,794,800)
Net gain (loss) on foreign exchange	(127,692)	97,683
Other income	2,591	6,128
Total income (loss)	24,164,317	(3,690,989)
Expenses (note 5)		
Management fees	1,421,797	1,427,850
Fixed annual administration fees	248,339	253,432
Independent review committee fees	1,269	2,023
Withholding tax	106,143	142,025
Transaction costs (note 2)	21,869	4,934
Total operating expenses	1,799,417	1,830,264
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	22,364,900	(5,521,253)
Finance Cost		
Interest expense	(28)	(12)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	22,364,872	(5,521,265)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	9,330,094	(3,272,652)
Series T5	9,643	(3,187)
Series F	967,951	(247,541)
Series F5	14,984	(4,912)
Series I	10,081,208	(1,614,123)
Series O	1,960,992	(378,850)
Weighted Average Number of Units Outstanding		
Series A	8,734,422	8,709,810
Series T5	6,115	5,766
Series F	780,032	796,632
Series F5	6,988	5,065
Series I	7,221,683	6,963,279
Series O	1,508,293	1,821,381

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

Sun Life Granite Income Portfolio (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	1.07	(0.38)
Series T5	1.58	(0.55)
Series F	1.24	(0.31)
Series F5	2.14	(0.97)
Series I	1.40	(0.23)
Series O	1.30	(0.21)

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

For the periods ended December 31

	Series A		Series T5		Series F		Series F5	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 78,605,387	85,953,916	81,233	71,619	7,945,149	7,628,034	150,800	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 9,330,094	(3,272,652)	9,643	(3,187)	967,951	(247,541)	14,984	(4,912)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 26,814,672	26,247,958	1,444	16,253	3,760,779	3,012,574	-	160,000
Redemption of redeemable units	\$ (29,088,708)	(30,181,103)	(19,497)	-	(4,012,847)	(2,322,021)	(150,268)	-
Reinvestment of distributions to holders of redeemable units	\$ 4,087,438	4,049,822	1,356	1,425	306,860	332,920	612	620
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 1,813,402	116,677	(16,697)	17,678	54,792	1,023,473	(149,656)	160,620
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	-	-	(402)	-	(39,154)	-	(749)
From net investment income	\$ (2,153,427)	(2,670,978)	-	-	(194,006)	(195,528)	-	(1,604)
Return of capital	\$ (2,055,358)	(1,521,576)	(4,092)	(4,475)	(184,907)	(224,135)	(4,727)	(2,555)
	\$ (4,208,785)	(4,192,554)	(4,092)	(4,877)	(378,913)	(458,817)	(4,727)	(4,908)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 6,934,711	(7,348,529)	(11,146)	9,614	643,830	317,115	(139,399)	150,800
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 85,540,098	78,605,387	70,087	81,233	8,588,979	7,945,149	11,401	150,800
Redeemable Unit Transactions								
Balance - beginning of period	8,649,392	8,637,095	6,107	4,868	830,791	730,732	10,561	-
Units issued	2,803,327	2,747,422	105	1,136	369,923	298,518	-	10,519
Units issued on reinvestment of distributions	426,920	425,498	97	103	30,250	33,493	40	42
Units redeemed	(3,038,938)	(3,160,623)	(1,370)	-	(397,244)	(231,952)	(9,860)	-
Balance - end of period	8,840,701	8,649,392	4,939	6,107	833,720	830,791	741	10,561

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

Sun Life Granite Income Portfolio (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series I		Series O		Total	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 72,432,809	73,323,133	16,058,176	19,498,326	175,273,554	186,475,028
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 10,081,208	(1,614,123)	1,960,992	(378,850)	22,364,872	(5,521,265)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 14,156,177	15,264,512	2,756,163	5,286,227	47,489,235	49,987,524
Redemption of redeemable units	\$ (10,042,611)	(14,540,713)	(5,202,948)	(8,325,831)	(48,516,879)	(55,369,668)
Reinvestment of distributions to holders of redeemable units	\$ 3,469,903	4,003,060	703,742	992,783	8,569,911	9,380,630
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 7,583,469	4,726,859	(1,743,043)	(2,046,821)	7,542,267	3,998,486
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	(742,379)	-	(79,265)	-	(861,949)
From net investment income	\$ (1,774,773)	(1,283,113)	(368,873)	(439,776)	(4,491,079)	(4,590,999)
Return of capital	\$ (1,695,130)	(1,977,568)	(352,320)	(495,438)	(4,296,534)	(4,225,747)
	\$ (3,469,903)	(4,003,060)	(721,193)	(1,014,479)	(8,787,613)	(9,678,695)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 14,194,774	(890,324)	(503,244)	(3,440,150)	21,119,526	(11,201,474)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 86,627,583	72,432,809	15,554,932	16,058,176	196,393,080	175,273,554
Redeemable Unit Transactions						
Balance - beginning of period	7,092,944	6,654,500	1,690,981	1,894,893	18,280,776	17,922,088
Units issued	1,293,565	1,417,361	271,456	525,728	4,738,376	5,000,684
Units issued on reinvestment of distributions	318,188	378,664	69,608	100,618	845,103	938,418
Units redeemed	(929,827)	(1,357,581)	(523,652)	(830,258)	(4,900,891)	(5,580,414)
Balance - end of period	7,774,870	7,092,944	1,508,393	1,690,981	18,963,364	18,280,776

Statements of Cash Flows

For the periods ended December 31

	2019	2018		2019	2018
	(\$)	(\$)		(\$)	(\$)
Cash Flows from Operating Activities			Net Cash Provided by (Used in) Operating Activities	2,043,124	6,691,987
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	22,364,872	(5,521,265)	Cash Flows from Financing Activities		
Adjustments for:			Distributions paid to holders of redeemable units, net of reinvested distributions	(217,698)	(298,065)
Net realized (gain) loss on sale of investments	(1,838,728)	(76,588)	Proceeds from redeemable units issued	47,330,534	50,001,040
Change in unrealized (appreciation) depreciation in value of investments	(14,271,733)	9,868,160	Redemption of redeemable units	(48,576,275)	(55,623,921)
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-	Net Cash Provided by (Used in) Financing Activities	(1,463,439)	(5,920,946)
Change in unrealized (appreciation) depreciation in currency forward contracts	(591,501)	709,495	Net increase (decrease) in cash	579,685	771,041
Change in unrealized (appreciation) depreciation in option contracts	-	-	Cash (bank indebtedness) at beginning of period	2,992,599	2,221,558
Change in unrealized (appreciation) depreciation in value of swaps	-	-	Cash (bank indebtedness) at end of period	3,572,284	2,992,599
Non-cash income distributions from underlying funds	(6,214,400)	(6,988,490)	Dividends received, net of withholding taxes	874,227	860,376
Change in margin	-	-	Interest received, net of withholding taxes	52,879	57,591
Purchases of investments	(99,214,179)	(81,946,383)	Interest paid	(28)	(12)
Proceeds from sale of investments	101,817,137	89,434,184			
Purchases of short-term investments	-	-			
Proceeds from sale of short-term investments	-	-			
Change in dividends and interest receivable	(39,413)	65,353			
Change in distributions receivable from underlying funds	-	1,138,016			
Change in management fees payable	7,799	4,544			
Change in other payables and accrued expenses	23,270	4,961			

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

Sun Life Granite Income Portfolio (continued)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Energy				
Caltex Australia Ltd.	1,049	26,161	32,464	
Galp Energia SGPS SA	805	15,927	17,459	
JXTG Holdings Inc.	4,700	27,997	27,923	
Repsol SA	5,660	127,252	114,765	
Repsol SA, Rights,	5,660	-	3,485	
Royal Dutch Shell PLC, Class B	3,206	136,717	123,339	
Suncor Energy Inc.	2,307	98,484	98,186	
Valero Energy Corp.	2,713	296,711	329,468	
	729,249		747,089	0.38
Industrials				
3M Co.	626	145,483	143,211	
ACS Actividades de Construccion y Servicios SA	2,400	129,354	124,541	
Adecco Group AG	1,188	85,439	97,395	
Aena SA	63	15,694	15,635	
Andritz AG	649	32,519	36,276	
BAE Systems PLC	1,905	15,800	18,483	
CIMIC Group Ltd.	1,133	47,301	34,227	
ComfortDelGro Corp., Ltd.	9,500	23,920	21,805	
Cummins Inc.	1,285	270,918	298,205	
Delta Air Lines Inc.	2,055	148,800	155,838	
East Japan Railway Co.	200	25,386	23,526	
Expeditors International of Washington Inc.	1,631	159,035	165,012	
Hitachi Construction Machinery Co., Ltd.	500	17,154	19,599	
Hochtief AG	253	42,117	41,872	
Ingersoll-Rand PLC	371	55,805	63,947	
ITOCHU Corp.	1,900	46,143	57,461	
Johnson Controls International PLC	1,690	88,029	89,216	
Kajima Corp.	1,500	29,177	26,096	
Komatsu Ltd.	700	22,727	22,068	
Manpowergroup Inc.	256	32,348	32,234	
Mitsubishi Corp.	1,300	46,595	44,985	
Nippon Express Co., Ltd.	200	16,417	15,321	
Obayashi Corp.	1,100	16,758	15,974	
PACCAR Inc.	347	31,407	35,593	
Robert Half International Inc.	656	49,038	53,720	
Secom Co., Ltd.	100	11,130	11,666	
Siemens AG	895	132,444	151,824	
Sumitomo Corp.	800	15,802	15,503	
Yangzijiang Shipbuilding Holdings Ltd.	21,100	20,047	22,790	
	1,772,787		1,854,023	0.94
Consumer Discretionary				
Barratt Developments PLC	10,077	101,702	129,243	
Best Buy Co Inc.	3,083	278,028	351,013	
Bridgestone Corp.	1,000	51,195	48,565	
Canadian Tire Corp., Ltd., Class A	429	60,623	59,953	
Continental AG	315	54,014	52,848	
Darden Restaurants Inc.	586	92,066	82,836	
Electrolux AB	2,047	70,142	65,191	
Flight Centre Travel Group Ltd.	468	18,939	18,796	
Home Depot Inc.	516	145,037	146,123	
Honda Motor Co., Ltd.	1,600	56,089	59,165	
Kingfisher PLC	9,527	34,413	35,514	
Kohl's Corp.	2,970	227,469	196,226	
Magna International Inc.	476	30,080	33,891	

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Nikon Corp.	1,000	18,280	16,037	
Ryohin Keikaku Co., Ltd.	700	17,294	21,349	
Sekisui House Ltd.	2,100	46,057	58,473	
Tapestry Inc.	940	32,208	32,875	
Yamaha Motor Co., Ltd.	600	13,574	15,772	
	1,347,210		1,423,870	0.73
Consumer Staples				
British American Tobacco PLC	1,618	82,406	89,819	
Colgate-Palmolive Co.	1,183	108,346	105,604	
Coca-Cola European Partners PLC	404	30,492	26,257	
General Mills Inc.	1,332	91,951	92,512	
Imperial Tobacco Group PLC	3,435	143,354	110,287	
Japan Tobacco Inc.	1,400	44,572	40,636	
Kao Corp.	500	50,190	53,845	
Kimberly-Clark Corp.	351	59,338	62,607	
Kirin Holdings Co., Ltd.	500	15,103	14,259	
Loblaw Companies Ltd.	386	27,162	25,862	
Molson Coors Brewing Co.	2,600	187,445	181,726	
Reckitt Benckiser Group PLC	210	23,424	22,110	
Sundrug Co., Ltd.	400	14,813	18,877	
Swedish Match AB	917	58,920	61,329	
Sysco Corp.	692	69,876	76,759	
Unilever PLC	815	66,412	60,909	
	1,073,804		1,043,398	0.53
Materials				
BHP Group Ltd.	737	26,615	26,147	
BHP Group PLC	1,375	39,622	41,969	
FMC Corp.	665	74,181	86,079	
Fortescue Metals Group Ltd.	3,835	29,725	37,370	
LyondellBasell Industries NV	2,386	262,872	292,325	
Mitsubishi Chemical Holdings Corp.	1,600	14,829	15,608	
Rio Tinto Ltd.	494	45,365	45,211	
Rio Tinto PLC	1,801	142,926	139,317	
Showa Denko KK	1,600	60,145	55,347	
UPM-Kymmene OYJ	1,859	68,694	83,641	
	764,974		823,014	0.42
Health Care				
Abbvie Inc.	2,924	304,881	335,716	
Agilent Technologies Inc.	315	28,622	34,847	
AmerisourceBergen Corp.	2,248	255,724	247,841	
Amgen Inc.	195	48,116	60,958	
Astellas Pharma Inc.	3,100	60,494	69,172	
Bristol-Myers Squibb Co.	1,517	108,188	126,272	
Cochlear Ltd.	118	20,233	24,173	
Coloplast A/S	289	44,096	46,523	
CSL Ltd.	95	19,199	23,880	
Gilead Sciences Inc.	3,392	294,982	285,819	
HCA Holdings Inc.	655	112,823	125,545	
Hoya Corp.	200	19,437	24,939	
McKesson Corp.	621	117,417	111,386	
Novartis AG	168	19,183	20,675	
Novo Nordisk A/S	2,557	174,022	192,587	
Quest Diagnostics Inc.	1,187	147,163	164,375	
Roche Holding AG	354	128,465	148,853	
Sanofi	272	31,392	35,483	
Sonova Holding AG	73	22,422	21,653	
UnitedHealth Group Inc.	207	68,101	78,912	
	2,024,960		2,179,609	1.11
Financials				
Ameriprise Financial Inc.	137	24,318	29,594	
Assicurazioni Generali SpA	5,263	128,322	140,921	

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

Sun Life Granite Income Portfolio (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Australia & New Zealand				
Banking Group Ltd.	1,047	26,438	23,507	
AXA Equitable Holdings Inc.	985	26,729	31,651	
BNP Paribas SA	985	62,120	75,746	
Canadian Imperial Bank of Commerce				
	2,998	316,212	323,964	
Commonwealth Bank of Australia				
	533	36,891	38,820	
Franklin Resources Inc.	1,059	38,204	35,677	
HSBC Holdings PLC	2,277	25,082	23,153	
Julius Baer Group Ltd.	387	20,287	25,876	
KBC Group NV	1,415	124,036	138,122	
Legal & General Group PLC	17,760	78,146	92,443	
Macquarie Group Ltd.	236	28,451	29,655	
Manulife Financial Corp.	1,948	44,285	51,349	
Mitsubishi UFJ Financial Group Inc.	2,500	16,675	17,696	
Morgan Stanley	2,496	140,781	165,459	
MS&AD Insurance Group Holdings Inc.				
	600	24,773	25,853	
National Australia Bank Ltd.	1,863	44,786	41,827	
National Bank of Canada	845	51,311	60,908	
Northern Trust Corp.	1,653	196,101	227,728	
ORIX Corp.	1,900	36,560	41,058	
Partners Group Holding AG	20	19,130	23,767	
Power Financial Corp.	1,142	35,258	39,901	
Prudential Financial Inc.	1,455	178,351	176,866	
QBE Insurance Group Ltd.	2,285	25,694	26,828	
Skandinaviska Enskilda Banken AB				
	8,267	98,983	100,869	
Sumitomo Mitsui Financial Group Inc.				
	900	42,173	43,365	
The Bank of Montreal	1,611	160,459	162,131	
The Bank of Nova Scotia	2,103	147,395	154,255	
Tokio Marine Holdings Inc.	300	19,691	21,904	
UBS Group AG	6,193	95,218	101,385	
Westpac Banking Corp.	1,529	38,419	33,771	
	2,351,279		2,526,049	1.29
Real Estate				
Daito Trust Construction Co., Ltd.	300	53,354	48,254	
Daiwa House Industry Co., Ltd.	600	25,931	24,270	
Kimco Realty Corp.	5,558	134,320	149,264	
Klepierre	1,722	80,079	84,847	
Simon Property Group Inc.	954	195,307	184,278	
Stockland	5,942	22,798	25,024	
Sun Hung Kai Properties Ltd.	1,000	18,779	19,854	
Vicinity Centres	8,423	20,778	19,118	
Wharf Real Estate Investment Co., Ltd.	4,000	30,494	31,654	
	581,840		586,563	0.30
Communication Services				
Comcast Corporation, Class A	3,151	182,684	183,750	
ITV PLC	16,459	34,408	42,694	
Kakaku.com Inc.	700	19,420	23,329	
KDDI Corp.	1,300	43,239	50,461	
Nintendo Co., Ltd.	100	48,617	52,467	
NTT DOCOMO Inc.	1,400	41,481	50,751	
Omnicom Group Inc.	2,822	287,263	296,486	
Publicis Groupe SA	738	50,219	43,356	
Quebecor Inc., Class B	968	32,392	32,080	
Swisscom AG	133	87,248	91,297	

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Telecom Italia SpA, DI RISP EURO.55				
	27,784	22,168	22,074	
The Interpublic Group of Companies Inc.				
	7,357	208,648	220,378	
Verizon Communications Inc.				
	2,517	196,985	200,404	
	1,254,772		1,309,527	0.67
Information Technology				
Apple Inc.	342	89,676	130,230	
ASM Pacific Technology Ltd.	1,600	22,772	28,785	
Atos SE	669	67,522	72,373	
Automatic Data Processing Inc.				
	384	82,481	84,901	
Broadcom Inc.	798	308,282	327,019	
Broadridge Financial Solutions Inc.				
	1,030	168,658	165,006	
Brother Industries Ltd.	1,100	26,213	29,808	
Citrix Systems Inc.	566	73,091	81,396	
Cognizant Technology Solutions Corp.				
	393	36,502	31,607	
Computershare Ltd.	1,648	26,619	25,208	
Hewlett Packard Enterprise Co.				
	14,676	291,669	301,833	
Hitachi High-Technologies Corp.				
	400	22,459	36,943	
Hitachi Ltd.				
	400	20,815	22,080	
Intel Corp.				
	785	53,465	60,924	
International Business Machines Corp.				
	1,811	331,240	314,781	
Lam Research Corp.				
	120	30,344	45,500	
Microsoft Corp.				
	2,146	364,980	438,851	
NetApp Inc.				
	1,784	155,860	144,009	
NXP Semiconductors NV				
	136	18,995	22,443	
Oracle Corp.				
	1,466	104,174	100,717	
Otsuka Corp.				
	300	15,260	15,661	
Seagate Technology PLC				
	1,481	91,820	114,269	
Texas Instruments Inc.				
	417	60,155	69,372	
Tokyo Electron Ltd.				
	100	19,615	28,548	
Western Union Co.				
	4,459	130,068	154,847	
	2,612,735		2,847,111	1.45
Utilities				
Chubu Electric Power Co Inc.	900	17,273	16,554	
CK Infrastructure Holdings Ltd.				
	2,000	17,954	18,457	
Iberdrola SA				
	9,437	113,392	126,101	
OGE Energy Corp.				
	2,573	147,185	148,376	
Public Service Enterprise Group Inc.				
	1,222	96,701	93,572	
Red Electrica Corp SA				
	1,149	32,842	29,979	
	425,347		433,039	0.22
Total Equities				
	14,938,957		15,773,292	8.04
EXCHANGE-TRADED FUNDS				
iShares Core S&P 500 Index ETF (CAD-Hedged)	29,145	1,023,084	1,036,833	
iShares iBoxx \$ Investment Grade Corporate Bond ETF	153,998	24,750,636	25,553,172	
	25,773,720		26,590,005	13.54

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

Sun Life Granite Income Portfolio (continued)

	Number of Units	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Dynamic Equity Income Fund, Series O	2,713,505	20,271,504	22,277,874	
RBC Emerging Markets Bond Fund, Series O	743,895	8,661,933	8,654,252	
RBC High Yield Bond Fund, Series O	598,790	6,434,509	6,522,441	
Sun Life Granite Tactical Completion Fund, Series I	1,607,879	16,487,395	15,874,913	
Sun Life MFS Low Volatility Global Equity Fund, Series I	707,908	8,738,149	9,562,488	
Sun Life MFS Canadian Bond Fund, Series I	2,889,482	39,218,908	39,327,301	
Sun Life NWQ Flexible Income Fund, Series I	1,867,358	18,458,973	18,546,229	
Sun Life Real Assets Fund, Series I	3,096,623	28,155,071	29,301,176	
	146,426,442	150,066,674	76.40	
Transaction Costs		(12,757)		
Total Investments	187,126,362	192,429,971	97.98	
Unrealized appreciation/(depreciation) on currency forward contracts ⁽¹⁾			347,954	0.18
Other Assets less Liabilities		3,615,155	1.84	
Total Net Assets		196,393,080	100.00	

(1) Unrealized appreciation/(depreciation) on currency forward contracts

Counterparty	Credit Rating For Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
Royal Bank of Canada	A-1+	31-Jan-2020	CAD	23,604,885	USD	(17,937,415)	347,954
							347,954

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Granite Income Portfolio (the "Portfolio") expose it to a variety of financial risks, which are described below. The Portfolio's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Portfolio are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the Portfolio 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 Portfolio is exposed indirectly to credit risk as a result of its investment in underlying funds.

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

Sun Life Granite Income Portfolio (continued)

The Portfolio invests in financial assets which 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 Portfolio to credit risk as at December 31, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	0.18	0.25
Total	0.18	0.25

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

(ii) Interest rate risk

The Portfolio is exposed indirectly to interest rate risk as a result of its investment in underlying funds.

(iii) Other market risk

The Portfolio is exposed indirectly to other market risk as a result of its investment in underlying funds.

The Portfolio is also directly exposed to other market risk as a result of its investment in equity securities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Portfolio would have increased or decreased respectively by \$788,665 (\$nil as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the Portfolio's investments are considered readily realizable and highly liquid; therefore, the Portfolio'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 Portfolio's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Equities		
Energy	0.4	-
Industrials	0.9	-
Consumer Discretionary	0.7	-
Consumer Staples	0.5	-
Materials	0.4	-
Health Care	1.1	-
Financials	1.3	-
Real Estate	0.3	-
Communication Services	0.7	-
Information Technology	1.5	-
Utilities	0.2	-
Exchange-Traded Funds		
U.S. Fixed Income	13.1	4.1
U.S. Equities	0.5	-
Global Equities	-	3.8
Real Estate Equities	-	3.9
Mutual Funds		
Canadian Fixed Income	24.5	27.0
Global Equities	19.8	14.8
High Yield Fixed Income	3.3	4.6
Tactical Balanced	17.5	16.9
Canadian Focused Equities	-	4.0
Canadian Dividend & Income Equities	11.3	11.8
Global Fixed Income	-	3.3
U.S. Fixed Income	-	4.6
Derivative Assets (Liabilities)	0.2	(0.2)
Other Assets less Liabilities	1.8	1.4
Total	100.0	100.0

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

Sun Life Granite Income Portfolio (continued)

Fair Value Disclosure

The following tables illustrate the classification of the Portfolio's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Equities	15,773,292	-	-	15,773,292
Exchange-Traded Funds	26,590,005	-	-	26,590,005
Mutual Funds	150,066,674	-	-	150,066,674
Currency Forward Contracts	-	347,954	-	347,954
Financial Liabilities				
Currency Forward Contracts	-	245,561	-	245,561

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Common stock

The Portfolio's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Portfolio may not trade frequently and therefore 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.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

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

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$21,869 (\$4,934 for the period ended December 31, 2018).

Taxation of the Portfolio

The Portfolio had no accumulated capital losses.

The Portfolio had no accumulated non-capital losses.

The Portfolio currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the "Manager") is the issuer of the Portfolio. Investment by the Manager in the Portfolio is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Portfolio:

	December 31, 2019	
	Units	Market Value (\$)
Series A	13,056	126,328
Series T5	-	-
Series F	-	-
Series F5	741	11,401
Series I	-	-
Series O	-	-

	December 31, 2018	
	Units	Market Value (\$)
Series A	12,385	112,553
Series T5	767	10,196
Series F	1,112	10,631
Series F5	705	10,070
Series I	1,076	10,990
Series O	1,119	10,624

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

Sun Life Granite Income Portfolio (continued)

The following are transactions in the Portfolio by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Portfolio:

December 31, 2019			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	306	-	6,092
Series T5	25	11,501	522
Series F	26	12,104	546
Series F5	28	-	515
Series I	-	12,597	527
Series O	-	12,159	548

December 31, 2018			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	283	-	5,775
Series T5	26	-	616
Series F	27	-	604
Series F5	10,016	-	554
Series I	-	-	599
Series O	-	62	613

Seed Capital Investment by Related Party

Sun Life Assurance Company of Canada ("SLA") invested additional seed money to support the launch of the Portfolio and investments were made for the purposes of seed money investments. As at December 31, 2019 and December 31, 2018, SLA held the following position in the Portfolio:

December 31, 2019		
	Units	Market Value (\$)
Series I	545,382	6,076,647

December 31, 2018		
	Units	Market Value (\$)
Series I	521,927	5,329,914

The following are transactions in the Portfolio by SLA from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Portfolio:

December 31, 2019			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	255,702	-	-

December 31, 2018			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	-	-	290,684

Interests in Underlying Funds

The Portfolio invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Portfolio, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Portfolio does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Portfolio's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Portfolio's maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, the Portfolio had interests in underlying funds as noted in the following tables:

As at December 31, 2019		
Underlying Fund	Percentage of Net Assets (%)	Percentage of Ownership Interest (%)
Sun Life MFS Canadian Bond Fund, Series I	20	27

As at December 31, 2018		
Underlying Fund	Percentage of Net Assets (%)	Percentage of Ownership Interest (%)
Sun Life MFS Canadian Bond Fund, Series I	25	38

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Portfolio's Statements of Financial Position if all offset rights were exercised.

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

Sun Life Granite Income Portfolio (continued)

Financial Assets and Liabilities

	Amounts Eligible for Offset			Net (\$)
	Gross Assets/ (Liabilities) (\$)	Financial Instruments (\$)	Collateral received/ paid (\$)	
December 31, 2019				
Derivative assets - Forward Contracts	347,954	-	-	347,954
Total	347,954	-	-	347,954
Derivative liabilities - Forward Contracts	-	-	-	-
Total	-	-	-	-
December 31, 2018				
Derivative assets - Forward Contracts	2,014	(2,014)	-	-
Total	2,014	(2,014)	-	-
Derivative liabilities - Forward Contracts	(245,561)	2,014	-	(243,547)
Total	(245,561)	2,014	-	(243,547)

Establishment of the Portfolio

The origin dates on the series of units of the Portfolio are shown below:

	Date of creation	Date available for sale
Series A Units	January 11, 2013	January 17, 2013
Series T5 Units	October 27, 2017	October 27, 2017
Series F Units	January 11, 2013	January 17, 2013
Series F5 Units	February 09, 2018	February 09, 2018
Series I Units	January 11, 2013	January 17, 2013
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life Granite Moderate Portfolio

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	1,708,639,253	1,382,396,365
Short-term investments	-	-
Cash	5,214,712	2,155,795
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	-
Accrued interest	209	20,582
Dividends receivable	369,946	101,249
Distributions receivable from underlying funds	-	-
Subscriptions receivable	3,980,710	3,333,982
	1,718,204,830	1,388,007,973
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	58,425	42,731
Redemptions payable	632,121	877,215
Distributions payable	57	-
Due to investment dealers	3,721,136	3,594,132
Management fees payable	346,002	251,298
Total liabilities (excluding net assets attributable to holders of redeemable units)	4,757,741	4,765,376
Net Assets Attributable to Holders of Redeemable Units	1,713,447,089	1,383,242,597
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	531,872,926	425,163,719
Series T5	2,079,937	2,109,311
Series F	77,394,020	74,167,167
Series F5	165,134	69,718
Series I	1,030,800,018	814,782,705
Series O	71,135,054	66,949,977
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	13.12	11.93
Series T5	14.93	14.12
Series F	13.50	12.25
Series F5	15.07	14.06
Series I	13.76	12.49
Series O	11.23	10.19

Approved on behalf of Trustee

“signed” Jordy Chilcott
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	2,980,923	1,796,779
Interest income for distribution purposes	57,506	45,094
Distributions from underlying funds	46,261,569	44,341,483
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	24,111,900	31,608,206
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	121,554,748	(90,343,341)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	194,966,646	(12,551,779)
Net gain (loss) on foreign exchange	(207,790)	157,284
Other income	15,365	9,168
Total income (loss)	194,774,221	(12,385,327)
Expenses (note 5)		
Management fees	9,944,812	8,317,260
Fixed annual administration fees	1,636,694	1,380,843
Independent review committee fees	7,502	9,921
Withholding tax	385,154	269,517
Transaction costs (note 2)	14,684	50,659
Total operating expenses	11,988,846	10,028,200
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	182,785,375	(22,413,527)
Finance Cost		
Interest expense	(180)	(20)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	182,785,195	(22,413,547)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	49,623,644	(12,636,047)
Series T5	220,389	(72,864)
Series F	9,068,608	(1,549,391)
Series F5	11,704	(2,401)
Series I	115,081,713	(7,504,664)
Series O	8,779,137	(648,180)
Weighted Average Number of Units Outstanding		
Series A	37,821,301	31,789,599
Series T5	139,198	161,807
Series F	5,804,691	4,672,815
Series F5	7,778	3,139
Series I	68,758,142	57,419,731
Series O	6,367,809	6,124,206

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

Sun Life Granite Moderate Portfolio (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	1.31	(0.40)
Series T5	1.58	(0.45)
Series F	1.56	(0.33)
Series F5	1.50	(0.76)
Series I	1.67	(0.13)
Series O	1.38	(0.11)

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

For the periods ended December 31

	Series A		Series T5		Series F		Series F5	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 425,163,719	362,745,485	2,109,311	2,869,503	74,167,167	40,360,099	69,718	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 49,623,644	(12,636,047)	220,389	(72,864)	9,068,608	(1,549,391)	11,704	(2,401)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 174,285,027	168,280,503	848,507	254,738	34,825,108	52,761,703	90,081	75,780
Redemption of redeemable units	\$ (117,197,142)	(93,175,142)	(1,071,013)	(888,675)	(40,627,162)	(17,371,780)	(990)	-
Reinvestment of distributions to holders of redeemable units	\$ 6,040,540	14,274,006	73,508	124,509	1,607,012	3,518,989	565	783
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 63,128,425	89,379,367	(148,998)	(509,428)	(4,195,042)	38,908,912	89,656	76,563
Distributions to Holders of Redeemable Units								
From capital gains	\$ (2,776,534)	(14,217,382)	-	(74,219)	(403,352)	(2,484,867)	-	(2,414)
From net investment income	\$ (3,222,934)	(27,514)	(31,471)	(141)	(1,237,057)	(1,067,586)	(1,770)	(2,030)
Return of capital	\$ (43,394)	(80,190)	(69,294)	(103,540)	(6,304)	-	(4,174)	-
	\$ (6,042,862)	(14,325,086)	(100,765)	(177,900)	(1,646,713)	(3,552,453)	(5,944)	(4,444)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 106,709,207	62,418,234	(29,374)	(760,192)	3,226,853	33,807,068	95,416	69,718
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 531,872,926	425,163,719	2,079,937	2,109,311	77,394,020	74,167,167	165,134	69,718
Redeemable Unit Transactions								
Balance - beginning of period	35,644,728	28,518,270	149,339	182,875	6,052,586	3,078,550	4,959	-
Units issued	13,602,680	13,265,830	56,791	16,954	2,633,754	4,002,678	6,025	4,905
Units issued on reinvestment of distributions	457,712	1,214,790	4,949	8,470	118,303	291,650	38	54
Units redeemed	(9,156,548)	(7,354,162)	(71,796)	(58,960)	(3,072,556)	(1,320,292)	(66)	-
Balance - end of period	40,548,572	35,644,728	139,283	149,339	5,732,087	6,052,586	10,956	4,959

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

Sun Life Granite Moderate Portfolio (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series I		Series O		Total	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 814,782,705	714,273,807	66,949,977	62,161,543	1,383,242,597	1,182,410,437
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 115,081,713	(7,504,664)	8,779,137	(648,180)	182,785,195	(22,413,547)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 160,903,633	154,675,611	20,429,768	23,989,940	391,382,124	400,038,275
Redemption of redeemable units	\$ (59,967,949)	(46,662,049)	(25,023,823)	(18,553,343)	(243,888,079)	(176,650,989)
Reinvestment of distributions to holders of redeemable units	\$ 31,112,191	48,676,371	2,070,094	3,877,504	40,903,910	70,472,162
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 132,047,875	156,689,933	(2,523,961)	9,314,101	188,397,955	293,859,448
Distributions to Holders of Redeemable Units						
From capital gains	\$ (5,492,125)	(27,316,869)	(382,231)	(2,261,989)	(9,054,242)	(46,357,740)
From net investment income	\$ (25,534,314)	(21,359,502)	(1,681,894)	(1,615,498)	(31,709,440)	(24,072,271)
Return of capital	\$ (85,836)	-	(5,974)	-	(214,976)	(183,730)
	\$ (31,112,275)	(48,676,371)	(2,070,099)	(3,877,487)	(40,978,658)	(70,613,741)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 216,017,313	100,508,898	4,185,077	4,788,434	330,204,492	200,832,160
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 1,030,800,018	814,782,705	71,135,054	66,949,977	1,713,447,089	1,383,242,597
Redeemable Unit Transactions						
Balance - beginning of period	65,224,640	53,250,711	6,568,598	5,686,249	113,644,850	90,716,655
Units issued	11,848,447	11,463,813	1,854,735	2,182,353	30,002,432	30,936,533
Units issued on reinvestment of distributions	2,246,141	3,960,455	183,157	386,648	3,010,300	5,862,067
Units redeemed	(4,427,453)	(3,450,339)	(2,272,424)	(1,686,652)	(19,000,843)	(13,870,405)
Balance - end of period	74,891,775	65,224,640	6,334,066	6,568,598	127,656,739	113,644,850

Statements of Cash Flows

For the periods ended December 31

	2019	2018		2019	2018
	(\$)	(\$)		(\$)	(\$)
Cash Flows from Operating Activities			Net Cash Provided by (Used in) Operating Activities	(143,468,615)	(225,371,779)
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	182,785,195	(22,413,547)	Cash Flows from Financing Activities		
Adjustments for:			Distributions paid to holders of redeemable units, net of reinvested distributions	(74,691)	(141,579)
Net realized (gain) loss on sale of investments	(24,111,900)	(31,608,206)	Proceeds from redeemable units issued	390,735,396	398,413,796
Change in unrealized (appreciation) depreciation in value of investments	(121,554,748)	90,343,341	Redemption of redeemable units	(244,133,173)	(175,918,599)
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-	Net Cash Provided by (Used in) Financing Activities	146,527,532	222,353,618
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-	Net increase (decrease) in cash	3,058,917	(3,018,161)
Change in unrealized (appreciation) depreciation in option contracts	-	-	Cash (bank indebtedness) at beginning of period	2,155,795	5,173,956
Change in unrealized (appreciation) depreciation in value of swaps	-	-	Cash (bank indebtedness) at end of period	5,214,712	2,155,795
Non-cash income distributions from underlying funds	(46,261,569)	(44,341,483)	Dividends received, net of withholding taxes	2,327,072	1,426,013
Change in margin	-	-	Interest received, net of withholding taxes	77,879	24,512
Purchases of investments	(716,391,681)	(743,040,722)	Interest paid	(180)	(20)
Proceeds from sale of investments	582,189,330	514,196,286			
Purchases of short-term investments	-	-			
Proceeds from sale of short-term investments	-	-			
Change in dividends and interest receivable	(248,324)	(121,831)			
Change in distributions receivable from underlying funds	-	11,476,417			
Change in management fees payable	94,704	77,106			
Change in other payables and accrued expenses	30,378	60,860			

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

Sun Life Granite Moderate Portfolio (continued)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
iShares Core S&P 500 ETF	285,382	105,826,405	119,620,932	
iShares Core S&P 500 Index ETF (CAD-Hedged)	997,642	35,815,348	35,491,114	
		141,641,753	155,112,046	9.05
MUTUAL FUNDS				
ABSL Umbrella UCITS Fund, Class E	79,539	13,225,188	15,172,805	
Beutel Goodman Canadian Equity Fund, Class I	1,292,518	50,071,123	53,081,923	
PH&N Bond Fund, Series O	24,060,034	250,161,175	250,496,230	
RBC Emerging Markets Bond Fund, Series O	6,987,126	82,018,817	81,286,133	
RBC High Yield Bond Fund, Series O	1,610,116	17,217,482	17,538,506	
Sun Life BlackRock Canadian Composite Equity Fund, Series I	8,407,544	92,468,503	99,062,725	
Sun Life BlackRock Canadian Universe Bond Fund, Series I	18,542,292	196,755,640	198,643,569	
Sun Life Excel Emerging Markets Fund, Series I	3,769,915	43,505,298	47,262,664	
Sun Life Granite Tactical Completion Fund, Series I	14,333,884	144,843,848	141,521,301	
Sun Life JPMorgan International Equity Fund, Series I	5,381,022	54,693,542	58,844,171	
Sun Life MFS Canadian Equity Growth Fund, Series I	933,121	47,293,349	54,157,329	
Sun Life MFS International Growth Fund, Series I	3,138,182	54,991,682	59,207,452	
Sun Life MFS International Value Fund, Series I	2,271,519	52,740,043	59,808,855	
Sun Life MFS U.S. Growth Fund, Series I	1,221,390	41,250,747	56,603,485	
Sun Life MFS U.S. Value Fund, Series I	707,872	19,725,065	22,416,317	
Sun Life Money Market Fund, Series I	2,079,172	20,791,722	20,791,722	
Sun Life NWQ Flexible Income Fund, Series I	4,824,311	47,507,268	47,914,097	
Sun Life Real Assets Fund, Series I	6,678,674	59,462,493	63,195,618	
Sun Life Ryan Labs U.S. Core Fixed Income Fund, Series I	10,081,744	101,104,369	102,492,015	
Sun Life Schroder Global Mid Cap Fund, Series I	6,533,987	73,439,988	79,266,405	
Templeton Global Bond Fund (Hedged), Series O	3,205,764	26,566,403	24,763,885	
		1,489,833,745	1,553,527,207	90.67
Transaction Costs		(13,791)		
Total Investments		1,631,461,707	1,708,639,253	99.72
Other Assets less Liabilities			4,807,836	0.28
Total Net Assets			1,713,447,089	100.00

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Granite Moderate Portfolio (the "Portfolio") expose it to a variety of financial risks, which are described below. The Portfolio's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Portfolio are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Portfolio is exposed indirectly to credit risk as a result of its investment in underlying funds.

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

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

Sun Life Granite Moderate Portfolio (continued)

(ii) Interest rate risk

The Portfolio is exposed indirectly to interest rate risk as a result of its investment in underlying funds.

(iii) Other market risk

The Portfolio is exposed indirectly to other market risk as a result of its investment in underlying funds.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the Portfolio's investments are considered readily realizable and highly liquid; therefore, the Portfolio'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 Portfolio's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Exchange-Traded Funds		
U.S. Equities	9.0	6.7
Mutual Funds		
Canadian Fixed Income	26.2	25.4
Tactical Balanced	11.1	9.5
Canadian Equities	8.9	11.5
International Equities	11.3	9.6
High Yield Fixed Income	1.0	4.0
Global Fixed Income	1.4	2.9
U.S. Equities	4.6	6.6
Global Equities	3.7	1.7
Canadian Focused Equities	3.2	3.5
Real Estate Equities	-	1.2
Emerging Markets Bonds	4.7	-
U.S. Fixed Income	6.0	7.3
Emerging Markets Equities	2.8	2.6
Canadian Money Market	1.2	4.7
Global Small/Mid Cap Equities	4.6	2.7
Other Assets less Liabilities	0.3	0.1
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Portfolio's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Exchange-Traded Funds	155,112,046	-	-	155,112,046
Mutual Funds	1,553,527,207	-	-	1,553,527,207

	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Exchange-Traded Funds	92,995,045	-	-	92,995,045
Mutual Funds	1,289,401,320	-	-	1,289,401,320

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

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

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$14,684 (\$50,659 for the period ended December 31, 2018).

Taxation of the Portfolio

The Portfolio had no accumulated capital losses.

The Portfolio had no accumulated non-capital losses.

The Portfolio currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

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

Sun Life Granite Moderate Portfolio (continued)

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the “Manager”) is the issuer of the Portfolio. Investment by the Manager in the Portfolio is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Portfolio:

December 31, 2019		
	Units	Market Value (\$)
Series F5	758	11,430

December 31, 2018		
	Units	Market Value (\$)
Series F5	720	10,127

The following are transactions in the Portfolio by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Portfolio:

December 31, 2019			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	28	-	536

December 31, 2018			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	10,016	-	765

Interests in Underlying Funds

The Portfolio invests in redeemable units or shares of other investment funds (“underlying funds”) to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Portfolio, along with other investors, which entitles unitholders to a proportionate share of the underlying fund’s net assets. The Portfolio does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Portfolio’s interests in underlying funds are reported at fair value in “investments” in its Statements of Financial Position and its Schedule of Investments, which represents the Portfolio’s maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Establishment of the Portfolio

The origin dates on the series of units of the Portfolio are shown below:

	Date of creation	Date available for sale
Series A Units	January 11, 2012	January 17, 2012
Series T5 Units	January 11, 2012	January 17, 2012
Series F Units	January 11, 2012	January 17, 2012
Series F5 Units	February 09, 2018	February 09, 2018
Series I Units	January 11, 2012	January 17, 2012
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life Granite Tactical Completion Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	93,931,640	109,607,102
Short-term investments	784,143,957	546,602,291
Cash	9,580,449	30,731,899
Margin	2,624,754	-
Option contracts, at fair value - long	12,870,152	9,130,503
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	662,590	2,144,835
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	-
Accrued interest	2,247,198	1,101,758
Dividends receivable	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	-	64,476
	906,060,740	699,382,864
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	1,334,709
Option contracts, at fair value - short	9,321,261	4,696,644
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	3,748,755	843,382
Unrealized depreciation on currency forward contracts	2,868,518	-
Unrealized depreciation on swaps	-	-
Accrued expenses	16,227	11,395
Redemptions payable	-	-
Distributions payable	25	-
Due to investment dealers	-	-
Management fees payable	-	-
Total liabilities (excluding net assets attributable to holders of redeemable units)	15,954,786	6,886,130
Net Assets Attributable to Holders of Redeemable Units	890,105,954	692,496,734
Net Assets Attributable to Holders of Redeemable Units per Unit - Series I (note 4)	9.87	9.71

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	-	-
Interest income for distribution purposes	14,631,674	10,247,621
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	(6,097)	(11,955,298)
Net realized gain (loss) on futures contracts	47,379,524	(6,996,571)
Net realized gain (loss) on currency forward contracts	(1,388,964)	(1,504,395)
Net realized gain (loss) on option contracts	2,835,018	3,737,429
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	(196,895)	42,268
Change in unrealized appreciation (depreciation) in value of futures contracts	(4,387,618)	4,067,253
Change in unrealized appreciation (depreciation) in currency forward contracts	(2,868,518)	-
Change in unrealized appreciation (depreciation) in option contracts	12,501,632	(11,869,381)
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	68,499,756	(14,231,074)
Net gain (loss) on foreign exchange	(561,602)	11,807,470
Other income	-	-
Total income (loss)	67,938,154	(2,423,604)
Expenses (note 5)		
Management fees	-	-
Fixed annual administration fees	447,007	370,231
Independent review committee fees	-	-
Withholding tax	-	-
Transaction costs (note 2)	2,369,522	10,452,252
Total operating expenses	2,816,529	10,822,483
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	65,121,625	(13,246,087)
Finance Cost		
Interest expense	(6,964)	(108)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions) - Series I	65,114,661	(13,246,195)
Weighted Average Number of Units Outstanding - Series I	78,819,929	67,102,672
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions) - Series I	0.83	(0.20)

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

Sun Life Granite Tactical Completion Fund (continued)

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

For the periods ended December 31

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 692,496,734	595,288,390
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 65,114,661	(13,246,195)
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 132,631,522	140,655,689
Redemption of redeemable units	\$ (136,938)	(30,201,150)
Reinvestment of distributions to holders of redeemable units	\$ 58,384,070	-
Capitalized distributions	\$ -	-
	\$ 190,878,654	110,454,539
Distributions to Holders of Redeemable Units		
From capital gains	\$ -	-
From net investment income	\$ (58,384,095)	-
Return of capital	\$ -	-
	\$ (58,384,095)	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 197,609,220	97,208,344
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 890,105,954	692,496,734
Redeemable Unit Transactions		
Balance - beginning of period	71,299,097	60,209,344
Units issued	12,955,085	14,173,975
Units issued on reinvestment of distributions	5,913,389	-
Units redeemed	(13,544)	(3,084,222)
Balance - end of period	90,154,027	71,299,097

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	65,114,661	(13,246,195)
Adjustments for:		
Net realized (gain) loss on sale of investments	6,097	11,955,298
Change in unrealized (appreciation) depreciation in value of investments	196,895	(42,268)
Change in unrealized (appreciation) depreciation in value of futures contracts	4,387,618	(4,067,253)
Change in unrealized (appreciation) depreciation in currency forward contracts	2,868,518	-
Change in unrealized (appreciation) depreciation in option contracts	(12,501,632)	11,869,381
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	-	-
Change in margin	(3,959,463)	3,826,984
Purchases of investments	(34,532,011)	(223,090,574)
Proceeds from sale of investments	63,396,958	187,945,903
Purchases of short-term investments	(3,292,445,780)	(3,614,560,514)
Proceeds from sale of short-term investments	3,054,782,682	3,550,093,697
Change in dividends and interest receivable	(1,145,440)	(241,722)
Change in distributions receivable from underlying funds	-	26
Change in management fees payable	-	-
Change in other payables and accrued expenses	120,387	75,094
Net Cash Provided by (Used in) Operating Activities	(153,710,510)	(89,482,143)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	-	-
Proceeds from redeemable units issued	132,695,998	140,591,213
Redemption of redeemable units	(136,938)	(30,201,150)
Net Cash Provided by (Used in) Financing Activities	132,559,060	110,390,063
Net increase (decrease) in cash	(21,151,450)	20,907,920
Cash (bank indebtedness) at beginning of period	30,731,899	9,823,979
Cash (bank indebtedness) at end of period	9,580,449	30,731,899
Dividends received, net of withholding taxes	-	-
Interest received, net of withholding taxes	13,486,234	10,005,899
Interest paid	(6,964)	(108)

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

Sun Life Granite Tactical Completion Fund (continued)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.666%	23-Jan-2020	60,913,000	60,652,365	60,652,365	
Canadian Treasury Bill	1.652%	20-Feb-2020	180,859,000	180,021,531	180,021,532	
Canadian Treasury Bill	1.666%	6-Feb-2020	50,000,000	49,778,000	49,778,000	
Canadian Treasury Bill	1.658%	5-Mar-2020	90,000,000	89,602,200	89,602,200	
Canadian Treasury Bill	1.648%	19-Mar-2020	16,309,000	16,236,466	16,236,466	
				396,290,562	396,290,563	44.53
Bankers' Acceptances						
Canadian Imperial Bank of Commerce	1.826%	10-Jan-2020	10,000,000	9,954,300	9,954,300	
Canadian Imperial Bank of Commerce	1.834%	29-Jan-2020	5,000,000	4,978,550	4,978,550	
Canadian Imperial Bank of Commerce	1.834%	3-Feb-2020	11,200,000	11,150,272	11,150,272	
Canadian Imperial Bank of Commerce	1.834%	4-Feb-2020	9,500,000	9,457,345	9,457,345	
Bank of Montreal	1.855%	3-Mar-2020	9,554,000	9,513,013	9,513,013	
Bank of Montreal	1.855%	9-Mar-2020	18,000,000	17,917,380	17,917,380	
Bank of Montreal	1.957%	19-Mar-2020	10,000,000	9,953,700	9,953,700	
National Bank of Canada	1.826%	8-Jan-2020	10,000,000	9,955,300	9,955,300	
National Bank of Canada	1.834%	24-Jan-2020	20,000,000	19,909,200	19,909,200	
Royal Bank of Canada	1.834%	6-Jan-2020	10,000,000	9,954,600	9,954,600	
Royal Bank of Canada	1.846%	27-Feb-2020	10,000,000	9,954,800	9,954,800	
The Bank of Nova Scotia	1.826%	28-Jan-2020	10,000,000	9,955,800	9,955,800	
The Bank of Nova Scotia	1.833%	29-Jan-2020	8,000,000	7,966,080	7,966,080	
The Toronto-Dominion Bank	1.834%	22-Jan-2020	10,000,000	9,955,600	9,955,600	
The Toronto-Dominion Bank	1.834%	23-Jan-2020	5,000,000	4,978,550	4,978,550	
The Toronto-Dominion Bank	1.834%	24-Jan-2020	22,758,000	22,654,679	22,654,679	
The Toronto-Dominion Bank	1.834%	24-Feb-2020	5,000,000	4,977,300	4,977,300	
				183,186,469	183,186,469	20.58
Discount Commercial Paper						
Bay Street Funding Trust	1.867%	20-Jan-2020	3,000,000	2,986,290	2,986,290	
Bay Street Funding Trust	1.867%	24-Feb-2020	10,000,000	9,953,800	9,953,800	
Canadian Master Trust	1.856%	14-Jan-2020	7,000,000	6,946,800	6,946,800	
Canadian Master Trust	1.865%	10-Feb-2020	2,000,000	1,981,920	1,981,920	
Canadian Master Trust	1.884%	20-Feb-2020	5,000,000	4,969,050	4,969,050	
Clarity Trust	1.916%	16-Mar-2020	3,000,000	2,985,780	2,985,780	
King Street Funding Trust	1.867%	24-Feb-2020	15,000,000	14,930,700	14,930,700	
Lakeshore Trust	1.887%	2-Mar-2020	3,300,000	3,284,589	3,284,589	
Merit Trust	1.855%	23-Jan-2020	10,000,000	9,954,600	9,954,600	
Merit Trust	1.867%	29-Jan-2020	5,000,000	4,976,650	4,976,650	
Merit Trust	1.867%	21-Feb-2020	5,000,000	4,976,650	4,976,650	
Merit Trust	1.867%	26-Feb-2020	10,000,000	9,953,300	9,953,300	
Plaza Trust	1.876%	25-Feb-2020	10,000,000	9,948,000	9,948,000	
Plaza Trust	1.887%	27-Feb-2020	10,000,000	9,953,300	9,953,300	
Plaza Trust	1.947%	23-Mar-2020	5,000,000	4,974,600	4,974,600	
Prime Trust	1.867%	4-Feb-2020	12,000,000	11,943,960	11,943,960	
Prime Trust	1.867%	26-Feb-2020	2,900,000	2,886,457	2,886,456	
Reliant Trust	1.855%	23-Jan-2020	5,000,000	4,976,800	4,976,800	
Reliant Trust	1.867%	4-Feb-2020	2,000,000	1,990,660	1,990,660	
Reliant Trust	1.867%	7-Feb-2020	3,700,000	3,682,906	3,682,906	
Ridge Trust	1.866%	8-Jan-2020	5,000,000	4,962,300	4,962,300	
SAFE Trust	1.867%	9-Jan-2020	5,000,000	4,976,650	4,976,650	
SAFE Trust	1.867%	28-Jan-2020	4,000,000	3,981,320	3,981,320	
SAFE Trust	1.886%	2-Mar-2020	6,800,000	6,767,224	6,767,224	
SAFE Trust	1.957%	23-Mar-2020	7,000,000	6,965,000	6,965,000	
SOUND Trust	1.886%	2-Mar-2020	5,000,000	4,975,900	4,975,900	
Storm King Funding	1.895%	21-Jan-2020	10,000,000	9,953,100	9,953,100	
Storm King Funding	1.906%	23-Jan-2020	5,000,000	4,968,950	4,968,950	
Storm King Funding	1.886%	3-Feb-2020	4,000,000	3,980,720	3,980,720	
Storm King Funding	1.895%	6-Mar-2020	10,000,000	9,949,000	9,949,000	
Zeus Receivables Trust	1.867%	22-Jan-2020	10,000,000	9,953,300	9,953,300	
Zeus Receivables Trust	1.867%	4-Feb-2020	5,000,000	4,976,650	4,976,650	
				204,666,926	204,666,925	22.99
Total Short-Term Investments				784,143,957	784,143,957	88.10

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

Sun Life Granite Tactical Completion Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
BONDS						
Corporate Bonds						
Bank of Montreal	2.236%	30-Mar-2020	10,000,000	10,000,000	10,005,753	
Bank of Montreal	2.039%	14-Oct-2020	9,000,000	9,000,000	9,002,160	
Canadian Imperial Bank of Commerce	2.051%	7-Feb-2020	5,000,000	4,999,175	5,000,176	
Federation des Caisses Desjardins du Quebec	2.056%	17-Dec-2020	10,000,000	10,000,000	10,001,900	
National Bank of Canada	2.029%	12-Jun-2020	5,000,000	5,000,000	5,000,100	
Royal Bank of Canada	2.510%	11-Feb-2020	8,197,000	8,244,405	8,201,329	
The Bank of Nova Scotia	2.258%	2-Apr-2020	18,500,000	18,511,370	18,511,342	
The Toronto-Dominion Bank	2.500%	18-Feb-2020	18,194,000	18,298,371	18,205,280	
The Toronto-Dominion Bank	2.013%	6-Oct-2020	10,000,000	10,000,000	10,003,600	
				94,053,321	93,931,640	10.55
Total Bonds				94,053,321	93,931,640	10.55
Total Investments				878,197,278	878,075,597	98.65
Unrealized appreciation/(depreciation) on currency forward contracts ⁽¹⁾					(2,868,518)	(0.32)
Option contracts, at fair value ⁽²⁾					3,548,891	0.40
Unrealized appreciation/(depreciation) on futures contracts ⁽³⁾					(3,086,165)	(0.35)
Other Assets less Liabilities					14,436,149	1.62
Total Net Assets					890,105,954	100.00

(1) Unrealized appreciation/(depreciation) on currency forward contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
Bank of Montreal	A-1	18-Mar-2020	USD	79,111,517	CAD	(104,000,000)	(1,434,915)
T.D. Bank Corp.	A-1+	19-Mar-2020	USD	79,112,720	CAD	(104,000,000)	(1,433,603)
							(2,868,518)

(2) Option contracts, at fair value

	Expiry Date	Number of Contracts	Average Cost (\$)	Current Value (\$)
MSCI EMERGING MARKETS INX@1110 CALL OPT 20 MAR 20	20-Mar-2020	720	3,594,592	3,804,665
S&P 500 INDEX@3205 CALL OPT	20-Mar-2020	250	2,625,918	3,144,618
US 10YR FUT OPTN@130 PUT OPT	21-Feb-2020	900	1,240,017	2,133,559
NIKKEI 225@23875 CALL OPT	13-Mar-2020	370	2,538,611	2,075,039
EURO STOXX BANKS@97.5 CALL OPT	20-Mar-2020	4,000	1,397,377	1,048,033
EURO STOXX BANKS PRICE EUR@100 CALL OPT 20 MAR 20	20-Mar-2020	3,000	764,191	556,768
EURO STOXX BANKS@97.5 CALL OPT	20-Mar-2020	400	114,992	104,803
US 2YR TREAS NOTE FUTR@104.5 PUT OPT	21-Feb-2020	1,700	15,432	2,205
SPDR GOLD SHARES@170 CALL OPT	17-Jan-2020	5,450	7,068	235
US 2YR FUTR@106.5 PUT OPT	21-Feb-2020	175	3,546	227
				12,870,152
ISHARES 20+YR TREASURY BOND@138 PUT OPT 17 JAN 20	17-Jan-2020	(1,860)	(516,158)	(701,879)
SPDR GOLD SHARES@143 CALL OPT	17-Jan-2020	(5,450)	(339,230)	(939,949)
US 2YR FUTR@107.875 PUT OPT	21-Feb-2020	(1,875)	(835,796)	(987,759)
ISHARES U.S. REAL ESTATE ETF@92 PUT OPT	20-Mar-2020	(6,450)	(1,722,992)	(1,292,244)
UTILITIES SELECT SECTOR SPDR@64 PUT OPT	20-Mar-2020	(10,500)	(1,713,117)	(1,416,051)
S&P/TSX 60 INDEX@1020 PUT OPT	20-Mar-2020	(1,020)	(2,182,800)	(1,990,015)
CONSUMER STAPLES SELECT SECT@63 PUT OPT 20 MAR 20	20-Mar-2020	(12,600)	(1,832,147)	(1,993,364)
				(9,321,261)
				3,548,891

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

Sun Life Granite Tactical Completion Fund (continued)

Schedule of Investments (continued)

(3) Unrealized appreciation/(depreciation) on futures contracts

Name of Future	Contracted Value (\$)	Expiry Date	Numbers of Contracts	Contracted Price	Current Value (\$)	Unrealized Appreciation/ (Depreciation) (\$)
S&P 500 INDEX FUTURES EMINI	104,082,391	20-Mar-2020	500	3,211	104,744,981	662,590
						662,590
CBOT 10 YR T-NOTE FUTURES	334,561	20-Mar-2020	2	129	333,062	(1,499)
CBOT 10 YR T-NOTE FUTURES	335,311	20-Mar-2020	2	129	333,062	(2,249)
CBOT 10 YR T-NOTE FUTURES	140,402,479	20-Mar-2020	836	130	139,219,972	(1,182,507)
MTL 10YR CANADIAN BOND FUTURES	143,479,500	20-Mar-2020	1,025	140	140,917,000	(2,562,500)
						(3,748,755)
						(3,086,165)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Granite Tactical Completion Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the 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 invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	84.74	75.33
AA/Aa	12.09	11.57
A/A	1.12	6.50
Not Rated	1.01	2.67
Total	98.96	96.07

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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. Amounts shown are based on the fair value of monetary and non-monetary assets.

	December 31, 2019		December 31, 2018	
	Holdings Exposed to Currency Risk (\$CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk (\$CAD)	Percentage of Net Assets (%)
United States Dollar	238,437,156	26.79	11,219,330	1.62
Japanese Yen	5,001,377	0.56	6,119,953	0.88
British Pound	17,204	-	-	-
Australian Dollar	9,116	-	-	-
Euro	(95,365)	(0.01)	52,326	0.01
Total	243,369,488	27.34	17,391,609	2.51

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

Sun Life Granite Tactical Completion Fund (continued)

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$12,168,474 (\$869,580 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	878,075,597	-	-	878,075,597
December 31, 2018	596,215,493	59,993,900	-	656,209,393

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$1,334,075 (\$1,695,411 as at December 31, 2018). 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 its investment in indexed equity linked futures.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$19,277,404 (\$8,753,562 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Treasury Bills	44.5	47.7
Bankers' Acceptances	20.6	15.9
Discount Commercial Paper	23.0	15.4
Bonds		
Corporate Bonds	10.6	15.8
Derivative Assets (Liabilities)	(0.3)	0.8
Other Assets less Liabilities	1.6	4.4
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, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Bonds	-	93,931,640	-	93,931,640
Short-Term Investments	-	784,143,957	-	784,143,957
Futures				
Contracts	662,590	-	-	662,590
Option Contracts	12,870,152	-	-	12,870,152
Financial Liabilities				
Futures				
Contracts	3,748,755	-	-	3,748,755
Option Contracts	9,321,261	-	-	9,321,261
Currency Forward Contracts	-	2,868,518	-	2,868,518
December 31, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Financial Assets				
Bonds	-	109,607,102	-	109,607,102
Short-Term Investments	-	546,602,291	-	546,602,291
Futures				
Contracts	2,144,835	-	-	2,144,835
Option Contracts	9,130,503	-	-	9,130,503
Financial Liabilities				
Futures				
Contracts	843,382	-	-	843,382
Option Contracts	4,696,644	-	-	4,696,644

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

Sun Life Granite Tactical Completion Fund (continued)

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Bonds

Bonds include primarily government and corporate bonds, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the bonds have been classified as Level 2.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of options, futures contracts and foreign currency forward contracts. Option contracts are classified as Level 1, when the option contracts are actively traded and a reliable price is observable. Option contracts are classified as Level 2 when they are not traded on an exchange or no market value is readily available but sufficient and reliable observable market inputs are available and a valuation technique is used.

Futures contracts are classified as Level 1 and are marked to market each valuation day according to the gain or loss that would have been realized if the contracts had been closed out. Gains or losses arising from futures contracts are recorded as unrealized gain (loss) on futures contracts and shown as an asset (liability) on the Statements of Financial Position until the contracts are closed out or expire, at which time the gains (losses) are realized.

Forward contracts are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$2,369,522 (\$10,452,252 for the period ended December 31, 2018).

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$12,348,361 (\$10,550,178 as at December 31, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

As at December 31, 2019, the Fund had accumulated non-capital losses of \$nil (\$3,432,450 as at December 31, 2018). The non-capital losses for tax purposes are available for carry forward until the year ending 2036.

Establishment of the Fund

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

	Date of creation	Date available for sale
Series I Units	February 05, 2016	February 11, 2016

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

Sun Life JPMorgan International Equity Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	744,161,255	357,314,183
Short-term investments	-	-
Cash	15,338,968	8,932,515
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	-
Accrued interest	-	-
Dividends receivable	801,913	266,634
Distributions receivable from underlying funds	-	-
Subscriptions receivable	477,347	522,070
	760,779,483	367,035,402
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	13,827	6,009
Redemptions payable	82,014	20,191
Distributions payable	27	-
Due to investment dealers	-	-
Management fees payable	407	59
Total liabilities (excluding net assets attributable to holders of redeemable units)	96,275	26,259
Net Assets Attributable to Holders of Redeemable Units	760,683,208	367,009,143
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	501,635	76,749
Series T5	13,855	8,895
Series T8	15,977	8,895
Series F	214,385	23,501
Series F5	11,051	8,941
Series F8	11,051	8,941
Series I	759,854,916	366,864,280
Series O	60,338	8,941
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	10.79	8.87
Series T5	15.09	12.97
Series T8	14.43	12.75
Series F	10.82	8.91
Series F5	15.36	13.03
Series F8	14.69	12.82
Series I	10.94	8.92
Series O	10.93	8.92

Approved on behalf of Trustee

"signed" Jordy Chilcott	"signed" Kari Holdsworth
President	Chief Financial Officer

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

Statements of Comprehensive Income (Loss)

For the period ended December 31, 2019 and from July 13, 2018 to December 31, 2018

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	12,241,519	2,771,239
Interest income for distribution purposes	84,460	21,570
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	(4,219,764)	(10,442,209)
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	100,352,454	(22,666,077)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	108,458,669	(30,315,477)
Net gain (loss) on foreign exchange	12,084	(61,377)
Other income	298	-
Total income (loss)	108,471,051	(30,376,854)
Expenses (note 5)		
Management fees	8,781	704
Fixed annual administration fees	286,778	79,008
Independent review committee fees	4	-
Withholding tax	932,956	215,489
Transaction costs (note 2)	688,975	758,143
Total operating expenses	1,917,494	1,053,344
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	106,553,557	(31,430,198)
Finance Cost		
Interest expense	(625)	(182)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	106,552,932	(31,430,380)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	67,660	(3,795)
Series T5	2,210	(1,105)
Series T8	2,124	(1,105)
Series F	6,461	(2,640)
Series F5	2,109	(1,059)
Series F8	2,109	(1,059)
Series I	106,461,331	(31,418,588)
Series O	8,928	(1,029)
Weighted Average Number of Units Outstanding		
Series A	38,476	4,720
Series T5	811	675
Series T8	754	681
Series F	4,400	2,512
Series F5	702	675
Series F8	723	680
Series I	50,691,302	34,549,594
Series O	4,769	999

Sun Life JPMorgan International Equity Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the period ended December 31, 2019 and from July 13, 2018 to December 31, 2018

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	1.76	(0.80)
Series T5	2.73	(1.64)
Series T8	2.82	(1.62)
Series F	1.47	(1.05)
Series F5	3.00	(1.57)
Series F8	2.92	(1.56)
Series I	2.10	(0.91)
Series O	1.87	(1.03)

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

For the period ended December 31, 2019 and from July 13, 2018 to December 31, 2018

	Series A		Series T5		Series T8		Series F	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 76,749	-	8,895	-	8,895	-	23,501	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 67,660	(3,795)	2,210	(1,105)	2,124	(1,105)	6,461	(2,640)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 474,638	88,960	2,749	10,000	5,000	10,000	203,166	26,141
Redemption of redeemable units	\$ (117,414)	(8,416)	-	-	-	-	(16,326)	-
Reinvestment of distributions to holders of redeemable units	\$ 1,214	156	557	263	766	417	942	51
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 358,438	80,700	3,306	10,263	5,766	10,417	187,782	26,192
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	-	-	-	-	-	-	-
From net investment income	\$ (1,212)	(156)	-	(263)	-	(244)	(2,408)	(51)
Return of capital	\$ -	-	(556)	-	(808)	(173)	(951)	-
	\$ (1,212)	(156)	(556)	(263)	(808)	(417)	(3,359)	(51)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 424,886	76,749	4,960	8,895	7,082	8,895	190,884	23,501
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 501,635	76,749	13,855	8,895	15,977	8,895	214,385	23,501
Redeemable Unit Transactions								
Balance - beginning of period	8,655	-	686	-	698	-	2,636	-
Units issued	49,322	9,599	193	667	354	667	18,721	2,630
Units issued on reinvestment of distributions	112	18	39	19	55	31	86	6
Units redeemed	(11,607)	(962)	-	-	-	-	(1,633)	-
Balance - end of period	46,482	8,655	918	686	1,107	698	19,810	2,636

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

Sun Life JPMorgan International Equity Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the period ended December 31, 2019 and from July 13, 2018 to December 31, 2018

	Series F5		Series F8		Series I		Series O	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 8,941	-	8,941	-	366,864,280	-	8,941	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 2,109	(1,059)	2,109	(1,059)	106,461,331	(31,418,588)	8,928	(1,029)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ -	10,000	-	10,000	350,330,318	415,031,900	42,904	10,000
Redemption of redeemable units	\$ -	-	-	-	(63,800,990)	(16,749,032)	(435)	(30)
Reinvestment of distributions to holders of redeemable units	\$ 486	262	770	416	12,357,638	2,092,425	975	46
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 486	10,262	770	10,416	298,886,966	400,375,293	43,444	10,016
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	-	-	-	-	-	-	-
From net investment income	\$ (485)	(262)	(769)	(416)	(12,357,661)	(2,092,425)	(975)	(46)
Return of capital	\$ -	-	-	-	-	-	-	-
	\$ (485)	(262)	(769)	(416)	(12,357,661)	(2,092,425)	(975)	(46)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 2,110	8,941	2,110	8,941	392,990,636	366,864,280	51,397	8,941
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 11,051	8,941	11,051	8,941	759,854,916	366,864,280	60,338	8,941
Redeemable Unit Transactions								
Balance - beginning of period	686	-	698	-	41,115,085	-	1,002	-
Units issued	-	667	-	667	33,535,840	42,735,113	4,471	1,000
Units issued on reinvestment of distributions	34	19	55	31	1,118,936	238,611	88	5
Units redeemed	-	-	-	-	(6,284,507)	(1,858,639)	(42)	(3)
Balance - end of period	720	686	753	698	69,485,354	41,115,085	5,519	1,002

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 367,009,143	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 106,552,932	(31,430,380)
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 351,058,775	415,197,001
Redemption of redeemable units	\$ (63,935,165)	(16,757,478)
Reinvestment of distributions to holders of redeemable units	\$ 12,363,348	2,094,036
Capitalized distributions	\$ -	-
	\$ 299,486,958	400,533,559
Distributions to Holders of Redeemable Units		
From capital gains	\$ -	-
From net investment income	\$ (12,363,510)	(2,093,863)
Return of capital	\$ (2,315)	(173)
	\$ (12,365,825)	(2,094,036)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 393,674,065	367,009,143
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 760,683,208	367,009,143
Redeemable Unit Transactions		
Balance - beginning of period	41,130,146	-
Units issued	33,608,901	42,751,010
Units issued on reinvestment of distributions	1,119,405	238,740
Units redeemed	(6,297,789)	(1,859,604)
Balance - end of period	69,560,663	41,130,146

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

Sun Life JPMorgan International Equity Fund (continued)

Statements of Cash Flows

For the period ended December 31, 2019 and from July 13, 2018 to December 31, 2018

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	106,552,932	(31,430,380)
Adjustments for:		
Net realized (gain) loss on sale of investments	4,219,764	10,442,209
Change in unrealized (appreciation) depreciation in value of investments	(100,352,454)	22,666,077
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	-	-
Change in margin	-	-
Purchases of investments	(429,833,573)	(490,142,705)
Proceeds from sale of investments	138,430,216	98,962,093
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	(535,279)	(266,634)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	348	59
Change in other payables and accrued expenses	696,793	764,152
Net Cash Provided by (Used in) Operating Activities	(280,821,253)	(389,005,129)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(2,450)	-
Proceeds from redeemable units issued	351,103,498	414,674,931
Redemption of redeemable units	(63,873,342)	(16,737,287)
Net Cash Provided by (Used in) Financing Activities	287,227,706	397,937,644
Net increase (decrease) in cash	6,406,453	8,932,515
Cash (bank indebtedness) at beginning of period	8,932,515	-
Cash (bank indebtedness) at end of period	15,338,968	8,932,515
Dividends received, net of withholding taxes	10,773,284	2,289,116
Interest received, net of withholding taxes	84,460	21,570
Interest paid	(625)	(182)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Energy				
Royal Dutch Shell PLC, Class A	553,632	22,476,183	21,085,562	
	22,476,183		21,085,562	2.77
Materials				
BHP Group PLC	497,413	14,811,446	15,182,495	
LafargeHolcim Ltd.	225,424	15,175,050	16,210,604	
Linde PLC	55,413	12,946,656	15,389,811	
	42,933,152		46,782,910	6.15
Industrials				
Airbus Group NV	64,667	10,344,767	12,282,024	
Canadian National Railway Co.	96,702	11,276,329	11,359,584	
Canadian Pacific Railway Ltd.	30,255	8,625,496	10,015,313	
Ferguson PLC	118,798	12,180,721	13,979,356	
Komatsu Ltd.	431,200	14,795,000	13,593,692	
RELX PLC	372,699	10,949,884	12,184,599	
Safran SA	46,985	8,382,201	9,414,098	
Schneider Electric SE	137,668	16,142,709	18,335,694	
SMC Corp.	18,200	8,630,227	10,921,415	
	101,327,334		112,085,775	14.73
Consumer Discretionary				
Alibaba Group Holding Ltd., ADR	76,153	17,986,569	20,945,136	
Burberry Group PLC	306,912	10,933,141	11,625,455	
Continental AG	79,795	18,019,002	13,387,441	
Delivery Hero AG	163,631	11,693,755	16,806,118	
LVMH Moët Hennessy Louis Vuitton SA	28,962	14,377,795	17,461,514	
Sony Corp.	186,000	13,556,063	16,425,902	
	86,566,325		96,651,566	12.71
Consumer Staples				
Alimentation Couche- Tard Inc., Class B	341,980	11,803,617	14,092,996	
Diageo PLC	305,500	15,340,761	16,796,412	
Nestle SA	222,496	26,311,710	31,219,460	
Unilever NV	220,342	16,540,995	16,431,034	
	69,997,083		78,539,902	10.32
Health Care				
Alcon Inc.	114,109	8,700,886	8,373,851	
GlaxoSmithKline PLC	621,630	17,119,019	18,997,454	
Novartis AG	143,453	15,169,314	17,654,276	
Novo Nordisk A/S	241,887	16,208,614	18,218,293	
Smith & Nephew PLC	479,482	12,171,544	15,093,980	
	69,369,377		78,337,854	10.30
Financials				
AIA Group Ltd.	1,892,600	22,841,433	25,765,002	
Bank Central Asia Tbk PT	4,262,000	11,238,093	13,306,771	
Deutsche Boerse AG	73,580	13,325,149	15,010,534	
Erste Group Bank AG	271,213	13,938,706	13,248,775	
HDFC Bank Ltd., ADR	310,627	22,596,222	25,525,744	
Itau Unibanco Holding SA, ADR	909,376	10,087,679	10,789,966	
Legal & General Group PLC	3,557,324	15,736,001	18,516,271	
London Stock Exchange Group PLC	105,841	9,902,389	14,091,042	
Muenchener Rueckversicherungs- Gesellschaft AG	46,285	15,319,396	17,719,003	

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

Sun Life JPMorgan International Equity Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Ping An Insurance Group Co. of China Ltd.	1,526,500	20,372,199	23,397,770	
Svenska Handelsbanken AB	995,753	14,132,296	13,917,895	
The Toronto-Dominion Bank	133,401	9,999,402	9,715,595	
	179,488,965	201,004,368		26.43
Information Technology				
ASML Holding NV	46,299	13,219,760	17,771,538	
Keyence Corp.	33,500	13,083,187	15,385,747	
SAP AG	104,657	16,739,547	18,329,447	
Taiwan Semiconductor Manufacturing Co., Ltd., ADR	277,701	15,570,433	20,922,283	
	58,612,927	72,409,015		9.52
Communication Services				
Tencent Holdings Ltd.	372,100	21,579,456	23,259,656	
	21,579,456	23,259,656		3.06
Real Estate				
CK Asset Holdings Ltd.	1,496,000	15,009,866	14,004,647	
	15,009,866	14,004,647		1.84
Total Equities	667,360,668	744,161,255		97.83
Transaction Costs		(885,790)		
Total Investments	666,474,878	744,161,255		97.83
Other Assets less Liabilities			16,521,953	2.17
Total Net Assets			760,683,208	100.00

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life JPMorgan International Equity Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the Fund had no significant investments in debt instruments and/or derivatives and, therefore, did not have significant exposure to credit risk. Credit risk from other financial instruments is minimal.

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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

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

Sun Life JPMorgan International Equity Fund (continued)

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. 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, 2019		December 31, 2018	
Euro	235,040,057	30.90	119,532,097	32.57
British Pound	124,506,241	16.37	72,040,806	19.63
Hong Kong Dollar	86,427,074	11.36	44,795,130	12.21
United States Dollar	78,298,789	10.29	29,319,715	7.99
Swiss Franc	73,666,588	9.68	27,182,568	7.41
Japanese Yen	56,326,756	7.40	34,324,845	9.35
Danish Krone	18,253,678	2.40	8,106,601	2.20
Swedish Krona	13,917,895	1.83	-	-
Indonesian Rupiah	13,306,771	1.75	-	-
South Africa Rand	15	-	14	-
Total	699,743,864	91.98	335,301,776	91.36

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$34,987,193 (\$16,765,089 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

As at December 31, 2019 and December 31, 2018, the majority of the Fund's financial assets and liabilities are non-interest bearing. As a result, the Fund is not subject to a significant amount of interest rate risk.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in global equities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$37,208,063 (\$17,865,709 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Portfolio by Category		
Equities		
Energy	2.8	3.4
Materials	6.2	6.2
Industrials	14.7	13.4
Consumer Discretionary	12.7	9.6
Consumer Staples	10.3	15.2
Health Care	10.3	13.9
Financials	26.4	22.7
Information Technology	9.5	7.9
Communication Services	3.1	3.4
Real Estate	1.8	1.7
Other Assets less Liabilities	2.2	2.6
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, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities	744,161,255	-	-	744,161,255
	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities	357,314,183	-	-	357,314,183

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and July 13 to December 31, 2018.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

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

Sun Life JPMorgan International Equity Fund (continued)

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$688,975 (\$758,143 for the period ended December 31, 2018).

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$14,101,717 (\$9,446,214 as at December 31, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the "Manager") is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series A	-	-
Series T5	720	10,865
Series T8	753	10,865
Series F	1,021	11,053
Series F5	720	11,051
Series F8	753	11,051
Series I	-	-
Series O	1,011	11,051

	December 31, 2018	
	Units	Market Value (\$)
Series A	1,003	8,896
Series T5	686	8,895
Series T8	698	8,895
Series F	1,003	8,942
Series F5	686	8,941
Series F8	698	8,941
Series I	8,047	71,801
Series O	1,002	8,941

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	23	10,985	25
Series T5	25	-	455
Series T8	25	-	737
Series F	26	-	169
Series F5	26	-	457
Series F8	26	-	741
Series I	-	90,345	1,522
Series O	-	75	179

	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	10,010	-	17
Series T5	10,010	-	253
Series T8	10,010	-	407
Series F	10,010	-	16
Series F5	10,010	-	253
Series F8	10,010	-	407
Series I	80,000	-	411
Series O	10,000	30	46

Seed Capital Investment by Related Party

Sun Life Assurance Company of Canada ("SLA") invested additional seed money to support the launch of the Fund and investments were made for the purposes of seed money investments. As at December 31, 2019 and December 31, 2018, SLA held the following position in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series I	-	-

	December 31, 2018	
	Units	Market Value (\$)
Series I	17,196	153,437

The following are transactions in the Fund by SLA from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	-	-	-

	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	150,000	-	-

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

Sun Life JPMorgan International Equity Fund (continued)

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	July 13, 2018	July 13, 2018
Series T5 Units	July 13, 2018	July 13, 2018
Series T8 Units	July 13, 2018	July 13, 2018
Series F Units	July 13, 2018	July 13, 2018
Series F5 Units	July 13, 2018	July 13, 2018
Series F8 Units	July 13, 2018	July 13, 2018
Series I Units	July 13, 2018	July 13, 2018
Series O Units	July 13, 2018	July 13, 2018

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

Sun Life MFS Canadian Bond Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	144,069,652	112,718,373
Short-term investments	1,299,376	499,150
Cash	527,816	55,379
Margin	6,379	85,611
Option contracts, at fair value - long	2,251	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	230,278	451,528
Unrealized appreciation on currency forward contracts	531,946	213,169
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	-
Accrued interest	868,321	729,505
Dividends receivable	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	316,013	514,632
	147,852,032	115,267,347
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	270,559	610,917
Unrealized depreciation on currency forward contracts	-	1,639,498
Unrealized depreciation on swaps	-	-
Accrued expenses	3,973	3,064
Redemptions payable	117,229	40,523
Distributions payable	-	-
Due to investment dealers	-	-
Management fees payable	15,744	12,580
Total liabilities (excluding net assets attributable to holders of redeemable units)	407,505	2,306,582
Net Assets Attributable to Holders of Redeemable Units	147,444,527	112,960,765
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	24,697,369	20,640,869
Series D	20,968,553	22,053,025
Series F	9,283,610	4,936,082
Series FX	361,998	377,759
Series I	89,102,109	61,965,895
Series O	3,030,888	2,987,135
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	14.14	13.49
Series D	14.17	13.54
Series F	10.47	9.99
Series FX	14.22	13.59
Series I	13.61	13.00
Series O	10.13	9.67

Approved on behalf of Trustee

“signed” Jordy Chilcott
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	-	-
Interest income for distribution purposes	4,431,924	4,512,643
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	391,783	(1,549,800)
Net realized gain (loss) on futures contracts	(809,001)	502,575
Net realized gain (loss) on currency forward contracts	(868,373)	(1,757,998)
Net realized gain (loss) on option contracts	(22,705)	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	4,326,940	(132,817)
Change in unrealized appreciation (depreciation) in value of futures contracts	119,108	(48,553)
Change in unrealized appreciation (depreciation) in currency forward contracts	1,958,275	(1,400,540)
Change in unrealized appreciation (depreciation) in option contracts	(27,752)	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	9,500,199	125,510
Net gain (loss) on foreign exchange	6,551	15,683
Other income	1,119	-
Total income (loss)	9,507,869	141,193
Expenses (note 5)		
Management fees	460,632	461,165
Fixed annual administration fees	111,981	112,339
Independent review committee fees	656	1,026
Withholding tax	-	-
Transaction costs (note 2)	11,016	12,999
Total operating expenses	584,285	587,529
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	8,923,584	(446,336)
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	8,923,584	(446,336)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	1,366,149	(254,599)
Series D	1,596,912	(181,439)
Series F	390,487	(34,727)
Series FX	27,327	(2,269)
Series I	5,297,081	26,247
Series O	245,628	451
Weighted Average Number of Units Outstanding		
Series A	1,591,710	1,607,866
Series D	1,581,357	1,751,066
Series F	649,495	554,020
Series FX	26,216	29,984
Series I	5,661,504	5,643,709
Series O	310,855	352,778

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

Sun Life MFS Canadian Bond Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	0.86	(0.16)
Series D	1.01	(0.10)
Series F	0.60	(0.06)
Series FX	1.04	(0.08)
Series I	0.94	-
Series O	0.79	-

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

For the periods ended December 31

	Series A		Series D		Series F		Series FX	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 20,640,869	23,769,717	22,053,025	26,188,101	4,936,082	5,879,437	377,759	417,278
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 1,366,149	(254,599)	1,596,912	(181,439)	390,487	(34,727)	27,327	(2,269)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 10,826,651	7,125,224	1,147,383	1,847,094	6,199,556	2,554,761	-	5,496
Redemption of redeemable units	\$ (8,118,096)	(9,978,163)	(3,780,564)	(5,752,458)	(2,233,731)	(3,452,377)	(43,088)	(42,746)
Reinvestment of distributions to holders of redeemable units	\$ 422,055	424,522	510,147	575,618	163,938	134,384	9,604	11,191
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 3,130,610	(2,428,417)	(2,123,034)	(3,329,746)	4,129,763	(763,232)	(33,484)	(26,059)
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	-	-	-	-	-	-	-
From net investment income	\$ (440,259)	(445,832)	(558,350)	(623,891)	(172,722)	(145,396)	(9,604)	(11,191)
Return of capital	\$ -	-	-	-	-	-	-	-
	\$ (440,259)	(445,832)	(558,350)	(623,891)	(172,722)	(145,396)	(9,604)	(11,191)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 4,056,500	(3,128,848)	(1,084,472)	(4,135,076)	4,347,528	(943,355)	(15,761)	(39,519)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 24,697,369	20,640,869	20,968,553	22,053,025	9,283,610	4,936,082	361,998	377,759
Redeemable Unit Transactions								
Balance - beginning of period	1,529,763	1,707,989	1,629,318	1,873,008	494,122	571,012	27,806	29,730
Units issued	763,942	524,233	81,659	135,115	590,439	253,840	-	396
Units issued on reinvestment of distributions	29,947	31,209	36,091	42,159	15,667	13,353	677	817
Units redeemed	(576,659)	(733,668)	(267,220)	(420,964)	(213,398)	(344,083)	(3,031)	(3,137)
Balance - end of period	1,746,993	1,529,763	1,479,847	1,629,318	886,830	494,122	25,452	27,806

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

Sun Life MFS Canadian Bond Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series I		Series O		Total	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 61,965,895	73,682,533	2,987,135	3,772,311	112,960,765	133,709,377
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 5,297,081	26,247	245,628	451	8,923,584	(446,336)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 44,652,203	37,273,484	896,024	656,546	63,721,817	49,462,605
Redemption of redeemable units	\$ (22,813,070)	(49,016,369)	(1,097,899)	(1,442,173)	(38,086,448)	(69,684,286)
Reinvestment of distributions to holders of redeemable units	\$ 2,558,206	2,570,362	102,896	117,037	3,766,846	3,833,114
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 24,397,339	(9,172,523)	(98,979)	(668,590)	29,402,215	(16,388,567)
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	-	-	-	-	-
From net investment income	\$ (2,558,206)	(2,570,362)	(102,896)	(117,037)	(3,842,037)	(3,913,709)
Return of capital	\$ -	-	-	-	-	-
	\$ (2,558,206)	(2,570,362)	(102,896)	(117,037)	(3,842,037)	(3,913,709)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 27,136,214	(11,716,638)	43,753	(785,176)	34,483,762	(20,748,612)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 89,102,109	61,965,895	3,030,888	2,987,135	147,444,527	112,960,765
Redeemable Unit Transactions						
Balance - beginning of period	4,765,956	5,485,347	308,757	377,420	8,755,722	10,044,506
Units issued	3,268,284	2,822,364	88,229	67,180	4,792,554	3,803,128
Units issued on reinvestment of distributions	187,893	195,917	10,170	11,993	280,445	295,448
Units redeemed	(1,675,574)	(3,737,672)	(107,892)	(147,836)	(2,843,775)	(5,387,360)
Balance - end of period	6,546,560	4,765,956	299,263	308,757	10,984,946	8,755,722

Statements of Cash Flows

For the periods ended December 31

	2019	2018		2019	2018
	(\$)	(\$)		(\$)	(\$)
Cash Flows from Operating Activities			Net Cash Provided by (Used in) Operating Activities	(25,363,066)	20,581,835
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	8,923,584	(446,336)	Cash Flows from Financing Activities		
Adjustments for:			Distributions paid to holders of redeemable units, net of reinvested distributions	(75,191)	(80,595)
Net realized (gain) loss on sale of investments	(391,783)	1,549,800	Proceeds from redeemable units issued	63,920,436	48,965,705
Change in unrealized (appreciation) depreciation in value of investments	(4,326,940)	132,817	Redemption of redeemable units	(38,009,742)	(69,926,146)
Change in unrealized (appreciation) depreciation in value of futures contracts	(119,108)	48,553	Net Cash Provided by (Used in) Financing Activities	25,835,503	(21,041,036)
Change in unrealized (appreciation) depreciation in currency forward contracts	(1,958,275)	1,400,540	Net increase (decrease) in cash	472,437	(459,201)
Change in unrealized (appreciation) depreciation in option contracts	27,752	-	Cash (bank indebtedness) at beginning of period	55,379	514,580
Change in unrealized (appreciation) depreciation in value of swaps	-	-	Cash (bank indebtedness) at end of period	527,816	55,379
Non-cash income distributions from underlying funds	-	-	Dividends received, net of withholding taxes	-	-
Change in margin	79,232	139,335	Interest received, net of withholding taxes	4,293,108	4,556,876
Purchases of investments	(75,413,520)	(42,211,937)	Interest paid	-	-
Proceeds from sale of investments	48,750,959	60,424,941			
Purchases of short-term investments	(68,984,080)	(70,459,556)			
Proceeds from sale of short-term investments	68,183,856	69,960,406			
Change in dividends and interest receivable	(138,816)	44,233			
Change in distributions receivable from underlying funds	-	-			
Change in management fees payable	3,164	(813)			
Change in other payables and accrued expenses	909	(148)			

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

Sun Life MFS Canadian Bond Fund (continued)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.758%	6-Jan-2020	1,300,000	1,299,376	1,299,376	
Total Short-Term Investments				1,299,376	1,299,376	0.88
	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
BONDS						
Federal Bonds						
Canadian Government Bond	0.500%	1-Mar-2022	1,940,000	1,840,191	1,891,176	
Canadian Government Bond	1.750%	1-Mar-2023	955,000	968,322	956,990	
Canadian Government Bond	2.500%	1-Jun-2024	6,344,000	6,582,375	6,563,690	
Canadian Government Bond	2.250%	1-Jun-2029	6,671,000	7,146,527	6,990,309	
Canadian Government Bond	3.500%	1-Dec-2045	1,465,000	1,906,936	1,988,102	
Canadian Government Bond	2.750%	1-Dec-2048	1,015,000	1,300,309	1,241,439	
Canadian Government Bond	2.750%	1-Dec-2064	1,323,000	1,566,403	1,736,700	
				21,311,063	21,368,406	14.49
Provincial Bonds						
Province of Alberta	2.900%	20-Sep-2029	1,970,000	1,990,196	2,055,868	
Province of Alberta	3.450%	1-Dec-2043	4,650,000	4,853,077	5,310,264	
Province of British Columbia	3.250%	18-Dec-2021	3,375,000	3,633,360	3,467,546	
Province of British Columbia	4.950%	18-Jun-2040	500,000	653,380	698,628	
Province of British Columbia	2.800%	18-Jun-2048	1,340,000	1,268,658	1,442,254	
Province of Manitoba	4.650%	5-Mar-2040	1,190,000	1,416,007	1,557,764	
Province of Manitoba	4.100%	5-Mar-2041	2,510,000	2,972,502	3,093,848	
Province of Nova Scotia	4.400%	1-Jun-2042	1,015,000	1,340,693	1,325,968	
Province of Ontario	4.000%	2-Jun-2021	1,875,000	2,090,339	1,931,875	
Province of Ontario	3.500%	2-Jun-2024	1,180,000	1,258,116	1,253,323	
Province of Ontario	2.400%	2-Jun-2026	4,275,000	4,284,361	4,335,688	
Province of Ontario	2.700%	2-Jun-2029	7,370,000	7,705,497	7,619,248	
Province of Ontario	4.700%	2-Jun-2037	3,435,000	4,357,871	4,488,436	
Province of Ontario	3.450%	2-Jun-2045	2,010,000	2,101,745	2,354,805	
Province of Ontario	2.900%	2-Jun-2049	1,035,000	1,162,481	1,120,837	
Province of Quebec	4.250%	1-Dec-2021	1,155,000	1,254,238	1,207,371	
Province of Quebec	2.750%	1-Sep-2028	3,975,000	4,000,651	4,130,102	
Province of Quebec	5.000%	1-Dec-2038	2,365,000	3,249,188	3,248,440	
Province of Saskatchewan	4.750%	1-Jun-2040	525,000	632,495	699,442	
				50,224,855	51,341,707	34.84
Municipal Bonds						
City of Montreal	4.250%	1-Dec-2032	450,000	502,875	527,731	
Regional Municipality of York	2.350%	9-Jun-2027	1,315,000	1,261,190	1,313,121	
				1,764,065	1,840,852	1.25
Corporate Bonds						
Alectra Inc.	3.958%	30-Jul-2042	450,000	442,810	521,948	
AltaGas Canada Inc.	4.260%	5-Dec-2028	80,000	79,942	87,287	
Altalink LP	3.990%	30-Jun-2042	255,000	254,108	298,016	
Bell Canada Inc.	3.800%	21-Aug-2028	2,040,000	2,185,539	2,154,780	
Bruce Power LP	4.010%	21-Jun-2029	2,610,000	2,728,413	2,750,775	
Cameco Corp.	4.190%	24-Jun-2024	370,000	369,852	382,542	
Canadian Western Bank	2.924%	15-Dec-2022	1,200,000	1,199,790	1,214,120	
Choice Properties Real Estate Investment Trust	3.546%	10-Jan-2025	1,430,000	1,457,021	1,470,828	
Cominar Real Estate Investment Trust	4.164%	1-Jun-2022	875,000	868,761	896,835	
CU Inc.	3.964%	27-Jul-2045	2,195,000	2,323,803	2,547,125	
Dollarama Inc.	3.550%	6-Nov-2023	1,700,000	1,762,844	1,752,804	
Enbridge Inc.	3.940%	30-Jun-2023	230,000	230,000	240,115	
Enbridge Inc.	4.240%	27-Aug-2042	1,410,000	1,346,483	1,471,427	
Fairfax Financial Holdings Ltd.	4.250%	6-Dec-2027	970,000	969,922	999,795	
General Motors Financial of Canada Ltd.	3.080%	22-May-2020	925,000	920,406	927,864	
Gibson Energy Inc.	3.600%	30-Sep-2029	1,270,000	1,277,365	1,277,022	
Hydro One Inc.	3.630%	25-Jun-2049	1,610,000	1,604,068	1,788,057	
IGM Financial Inc.	4.560%	25-Jan-2047	290,000	290,000	327,571	

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

Sun Life MFS Canadian Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Mattamy Group Corp.	6.500%	1-Oct-2025	320,000	403,929	443,834	
Metro Inc.	3.200%	1-Dec-2021	325,000	337,838	330,481	
National Bank of Canada	2.983%	4-Mar-2024	1,695,000	1,725,018	1,728,681	
North West Redwater Partnership / NWR Financing Co Ltd.	3.650%	1-Jun-2035	335,000	334,776	349,834	
Nova Scotia Power Inc.	3.612%	1-May-2045	405,000	382,567	432,733	
OMERS Realty Corp.	3.358%	5-Jun-2023	410,000	410,000	425,083	
Parkland Fuel Corp.	6.500%	21-Jan-2027	795,000	795,000	846,841	
Pembina Pipeline Corp.	4.810%	25-Mar-2044	525,000	493,710	579,391	
Rogers Communications Inc.	4.000%	13-Mar-2024	175,000	181,365	184,817	
Rogers Communications Inc.	6.560%	22-Mar-2041	1,530,000	2,008,353	2,134,881	
Royal Bank of Canada	3.296%	26-Sep-2023	860,000	888,070	887,295	
Royal Bank of Canada	2.333%	5-Dec-2023	425,000	423,640	426,577	
Royal Bank of Canada	4.930%	16-Jul-2025	1,530,000	1,761,439	1,737,477	
Shaw Communications Inc.	3.800%	2-Nov-2023	1,055,000	1,055,000	1,099,549	
Shaw Communications Inc.	3.300%	10-Dec-2029	70,000	69,669	69,939	
Shaw Communications Inc.	6.750%	9-Nov-2039	245,000	290,812	330,489	
Teck Resources Ltd.	6.250%	15-Jul-2041	495,000	664,140	737,204	
The Bank of Montreal	2.850%	6-Mar-2024	1,180,000	1,194,408	1,197,966	
The Bank of Montreal	4.609%	10-Sep-2025	1,025,000	1,188,938	1,149,037	
The Bank of Nova Scotia	3.270%	11-Jan-2021	460,000	486,658	465,764	
The Bank of Nova Scotia	2.290%	28-Jun-2024	700,000	710,584	700,786	
The Bank of Nova Scotia	2.836%	3-Jul-2029	1,845,000	1,849,594	1,843,637	
The Toronto-Dominion Bank	2.496%	2-Dec-2024	2,835,000	2,836,833	2,835,821	
Toll Road Investors Partnership II LP		15-Feb-2043	1,200,000	484,098	458,757	
Toromont Industries Ltd.	3.842%	27-Oct-2027	245,000	245,000	258,060	
Videotron Ltd.	5.625%	15-Jun-2025	622,000	639,013	670,399	
VW Credit Canada Inc.	3.700%	14-Nov-2022	335,000	334,444	345,369	
				42,506,023	43,779,613	29.69
Foreign Bonds						
Alibaba Group Holding Ltd.	3.400%	6-Dec-2027	420,000	538,633	567,940	
Allison Transmission Inc.	4.750%	1-Oct-2027	455,000	585,479	613,826	
American International Group Inc.	3.750%	10-Jul-2025	673,000	913,325	934,797	
Anheuser-Busch Cos LLC / Anheuser-Busch InBev Worldwide Inc.	4.900%	1-Feb-2046	385,000	547,175	593,087	
Anheuser-Busch InBev Worldwide Inc.	5.450%	23-Jan-2039	4,000	5,365	6,538	
CCO Holdings LLC / CCO Holdings Capital Corp.	5.750%	15-Jan-2024	54,000	73,427	71,454	
Centene Corp.	5.375%	1-Jun-2026	419,000	589,091	577,622	
Constellation Brands Inc.	4.250%	1-May-2023	350,000	468,233	482,718	
Cott Holdings Inc.	5.500%	1-Apr-2025	320,000	423,495	434,498	
Crown Americas LLC / Crown Americas Capital Corp VI	4.750%	1-Feb-2026	265,000	356,294	363,946	
Emera US Finance LP	4.750%	15-Jun-2046	591,000	746,574	888,674	
ERAC USA Finance LLC	7.000%	15-Oct-2037	300,000	453,911	550,984	
FirstEnergy Corp.	3.900%	15-Jul-2027	565,000	707,090	784,358	
Forest Laboratories LLC	4.875%	15-Feb-2021	186,000	221,071	248,287	
Gilead Sciences Inc.	4.800%	1-Apr-2044	400,000	443,518	624,254	
HCA Inc.	5.250%	15-Jun-2026	342,000	462,470	497,495	
HCA Inc.	5.625%	1-Sep-2028	455,000	638,205	673,479	
Lear Corp.	5.250%	15-Jan-2025	450,000	593,326	599,897	
Liberty Mutual Group Inc.	4.250%	15-Jun-2023	325,000	431,450	448,133	
Masco Corp.	4.375%	1-Apr-2026	590,000	791,694	827,440	
Morgan Stanley	3.950%	23-Apr-2027	500,000	582,850	696,220	
New Jersey Economic Development Authority	7.425%	31-Dec-2049	426,000	723,484	692,987	
ONEOK Inc.	4.000%	13-Jul-2027	694,000	883,415	959,292	
Park Aerospace Holdings Ltd.	5.500%	15-Feb-2024	535,000	729,507	762,553	
Sabine Pass Liquefaction LLC	5.625%	1-Mar-2025	600,000	781,252	876,817	
Standard Industries Inc.	4.750%	15-Jan-2028	130,000	163,889	173,183	
Targa Resources Partners LP / Targa Resources Partners	5.875%	15-Apr-2026	440,000	619,714	607,299	
TransDigm Inc.	6.500%	15-Jul-2024	407,000	543,348	545,423	
Vale Overseas Ltd.	6.250%	10-Aug-2026	206,000	285,797	314,051	
Village of Bridgeview IL	5.140%	1-Dec-2036	430,000	558,270	565,085	
Wells Fargo & Co.	4.100%	3-Jun-2026	365,000	491,767	510,815	
				16,353,119	17,493,152	11.86
Mortgage-Backed Securities						
AIMCO CLO Series 2015-A	3.301%	15-Jan-2028	530,000	682,480	676,508	
Atrium XII	3.303%	22-Apr-2027	510,000	651,092	652,452	

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

Sun Life MFS Canadian Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Barings CLO Ltd 2013-I	3.216%	20-Jan-2028	530,000	676,599	675,708	
Cent CLO 24 Ltd.	3.651%	15-Oct-2026	800,000	1,049,889	1,036,102	
Figueroa CLO 2013-2 Ltd.	3.758%	20-Jun-2027	500,000	658,746	644,612	
Flatiron CLO 2015-1 Ltd.	3.901%	15-Apr-2027	500,000	654,932	647,494	
Magnetite XVI Ltd.	3.203%	18-Jan-2028	530,000	660,807	674,394	
Neuberger Berman CLO XIX Ltd.	2.801%	15-Jul-2027	480,000	629,406	621,661	
Neuberger Berman CLO XX Ltd.	3.251%	15-Jan-2028	456,000	582,539	581,206	
OCP CLO 2015-10 Ltd.	3.236%	26-Oct-2027	520,000	664,386	671,312	
OCP CLO 2015-9 Ltd.	3.351%	15-Jul-2027	510,000	658,734	660,822	
TICP CLO I-2 Ltd.	3.436%	26-Apr-2028	550,000	691,293	703,651	
				8,260,903	8,245,922	5.59
Total Bonds				140,420,028	144,069,652	97.72
Total Investments				141,719,404	145,369,028	98.60
Unrealized appreciation/(depreciation) on currency forward contracts ⁽¹⁾					531,946	0.36
Unrealized appreciation/(depreciation) on futures contracts ⁽²⁾					(40,281)	(0.03)
Option contracts, at fair value ⁽³⁾					2,251	-
Other Assets less Liabilities					1,581,583	1.07
Total Net Assets					147,444,527	100.00

(1) Unrealized appreciation/(depreciation) on currency forward contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
JP Morgan	A-2	28-Feb-2020	CAD	25,506,606	USD	(19,279,515)	509,859
HSBC Bank USA	A-1	28-Feb-2020	CAD	1,056,247	USD	(803,274)	14,787
Merrill Lynch	NR	28-Feb-2020	CAD	632,187	USD	(481,977)	7,300
							531,946

(2) Unrealized appreciation/(depreciation) on futures contracts

Name of Future	Contracted Value (\$)	Expiry Date	Numbers of Contracts	Contracted Price	Current Value (\$)	Unrealized Appreciation/(Depreciation) (\$)
CBOT 10 YR T-NOTE FUTURES	(12,285,129)	20-Mar-2020	(73)	130	(12,156,768)	128,361
CBOT 20YR US T-BOND FUTURES	(2,074,217)	20-Mar-2020	(10)	160	(2,021,714)	52,503
CBOT ULTRA BOND FUTURES	(1,224,313)	20-Mar-2020	(5)	189	(1,177,814)	46,499
CBOT 2YR US T-NOTE FUTURES	(3,356,311)	31-Mar-2020	(12)	108	(3,353,396)	2,915
						230,278
CBOT 5YR US T-NOTE FUTURES	1,544,556	31-Mar-2020	10	119	1,538,067	(6,489)
CAN 5YR BOND FUTURES	7,518,740	20-Mar-2020	62	121	7,457,980	(60,760)
MTL 10YR CANADIAN BOND FUTURES	11,339,190	20-Mar-2020	81	140	11,135,880	(203,310)
						(270,559)
						(40,281)

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

Sun Life MFS Canadian Bond Fund (continued)

Schedule of Investments (continued)

(3) Option contracts, at fair value

Referenced Entity	Notional Units	Expiry Date	Counterparty	Credit Rating for Counterparty	Unrealized Gain/(Loss) (\$)	Base Market Value
Swap on:						
MFS CDX.NA.IG.33 SWAPTION P 0.725%	5,500,000	18-Mar-2020	GOLDMAN SACHS	A-2	(26,991)	2,251
						2,251

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS Canadian Bond Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the 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 invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	19.60	21.66
AA/Aa	15.17	15.87
A/A	35.42	33.75
BBB/Bbb	23.80	22.94
BB/Bb	4.29	3.71
B/B	0.66	-
Not Rated	-	2.49
Total	98.94	100.42

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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk (\$CAD)		Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018	December 31, 2019	December 31, 2018
United States Dollar	1,298,576	(208,843)	0.88	(0.18)
Total	1,298,576	(208,843)	0.88	(0.18)

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$64,929 (\$10,442 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

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

Sun Life MFS Canadian Bond Fund (continued)

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	2,227,240	34,945,145	108,196,643	145,369,028
December 31, 2018	3,332,506	27,292,307	82,592,710	113,217,523

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$17,213,287 (\$12,964,594 as at December 31, 2018). 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 Fund.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Treasury Bills	0.9	0.4
Bonds		
Federal Bonds	14.5	16.3
Provincial Bonds	34.8	35.9
Municipal Bonds	1.2	1.5
Corporate Bonds	29.7	21.3
Foreign Bonds	11.9	19.9
Mortgage-Backed Securities	5.6	4.9
Derivative Assets (Liabilities)	0.3	(1.4)
Other Assets less Liabilities	1.1	1.2
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Bonds	-	135,823,730	-	135,823,730
Mortgage-Backed Securities	-	8,245,922	-	8,245,922
Short-Term Investments	-	1,299,376	-	1,299,376
Futures Contracts	230,278	-	-	230,278
Currency Forward Contracts	-	531,946	-	531,946
Option Contracts	2,251	-	-	2,251
Financial Liabilities				
Futures Contracts	270,559	-	-	270,559
Currency Forward Contracts	-	-	-	-

	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Bonds	-	107,212,960	-	107,212,960
Mortgage-Backed Securities	-	5,505,413	-	5,505,413
Short-Term Investments	-	499,150	-	499,150
Futures Contracts	451,528	-	-	451,528
Currency Forward Contracts	-	213,169	-	213,169
Financial Liabilities				
Futures Contracts	610,917	-	-	610,917
Currency Forward Contracts	-	1,639,498	-	1,639,498

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

The following is a reconciliation of Level 3 fair value assets as at December 31, 2019 and December 31, 2018.

	December 31, 2019 (\$)	December 31, 2018 (\$)
Opening Balance	-	3,829,000
Net transfers in (out)	-	(3,905,946)
Gains (Losses) Unrealized	-	76,946
Closing Balance	-	-

The fair value pricing of Level 3 assets is performed by using the last observable market price available. There are no changes in the fair value pricing assumptions of Level 3 assets that would impact the Fund. Other valuation estimates considered were to price the assets at cost or derive the prices indirectly from other observable market prices.

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

Sun Life MFS Canadian Bond Fund (continued)

Bonds and Mortgage-Backed Securities

Bonds include primarily government and corporate bonds and mortgage-backed securities, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. Bonds are classified as Level 2, when the inputs that are significant to valuation are generally observable. When one or more of the inputs that are significant to valuation become unobservable, bonds are then classified as Level 3.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of options, futures contracts and foreign currency forward contracts. Option contracts are classified as Level 1, when the option contracts are actively traded and a reliable price is observable. Option contracts are classified as Level 2 when they are not traded on an exchange or no market value is readily available but sufficient and reliable observable market inputs are available and a valuation technique is used.

Futures contracts are classified as Level 1 and are marked to market each valuation day according to the gain or loss that would have been realized if the contracts had been closed out. Gains or losses arising from futures contracts are recorded as unrealized gain (loss) on futures contracts and shown as an asset (liability) on the Statements of Financial Position until the contracts are closed out or expire, at which time the gains (losses) are realized.

Forward contracts are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$11,016 (\$12,999 for the period ended December 31, 2018).

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$4,061,892 (\$2,790,958 as at December 31, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

	Amounts Eligible for Offset			
	Gross Assets/ (Liabilities) (\$)	Financial Instruments (\$)	Collateral received/ paid (\$)	Net (\$)
December 31, 2019				
Derivative assets -				
Currency				
Forward Contracts	531,946	-	-	531,946
Total	531,946	-	-	531,946
Derivative liabilities -				
Currency				
Forward Contracts	-	-	-	-
Total	-	-	-	-
December 31, 2018				
Derivative assets -				
Currency				
Forward Contracts	213,169	(9,781)	-	203,388
Total	213,169	(9,781)	-	203,388
Derivative liabilities -				
Currency				
Forward Contracts	(1,639,498)	9,781	-	(1,629,717)
Total	(1,639,498)	9,781	-	(1,629,717)

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	March 27, 2009	March 31, 2009
Series D Units	July 15, 1988	July 15, 1988
Series F Units	March 30, 2012	March 30, 2012
Series FX Units	February 13, 2008	February 13, 2008
Series I Units	November 21, 2008	November 28, 2008
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life MFS Canadian Equity Growth Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	454,597,234	366,931,356
Short-term investments	6,281,547	7,378,358
Cash	570,001	154,053
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	183,361
Accrued interest	6,474	15,291
Dividends receivable	809,342	849,197
Distributions receivable from underlying funds	-	-
Subscriptions receivable	31,187	52,038
	462,295,785	375,563,654
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	11,012	7,897
Redemptions payable	30,035	2,287
Distributions payable	-	-
Due to investment dealers	1,350,330	1,623,648
Management fees payable	23,608	17,427
Total liabilities (excluding net assets attributable to holders of redeemable units)	1,414,985	1,651,259
Net Assets Attributable to Holders of Redeemable Units	460,880,800	373,912,395
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	16,730,634	13,052,860
Series D	24,894,639	23,055,272
Series F	7,111,420	5,994,226
Series I	409,892,905	329,915,852
Series O	2,251,202	1,894,185
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	55.44	46.24
Series D	58.32	48.52
Series F	57.37	47.77
Series I	58.04	48.30
Series O	13.65	11.36

Approved on behalf of Trustee

“signed” Jordy Chilcott
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	10,025,697	8,039,955
Interest income for distribution purposes	143,860	88,750
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	2,955,404	14,242,365
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	69,718,374	(35,409,633)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	82,843,335	(13,038,563)
Net gain (loss) on foreign exchange	(8,292)	(31,055)
Other income	2,194	-
Total income (loss)	82,837,237	(13,069,618)
Expenses (note 5)		
Management fees	706,281	518,850
Fixed annual administration fees	316,073	255,101
Independent review committee fees	593	675
Withholding tax	189,959	164,196
Transaction costs (note 2)	58,634	109,923
Total operating expenses	1,271,540	1,048,745
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	81,565,697	(14,118,363)
Finance Cost		
Interest expense	(63)	(61)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	81,565,634	(14,118,424)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	2,674,100	(1,144,567)
Series D	4,690,720	(1,797,337)
Series F	1,280,929	(411,307)
Series I	72,500,722	(10,624,449)
Series O	419,163	(140,764)
Weighted Average Number of Units Outstanding		
Series A	289,134	198,312
Series D	456,011	371,469
Series F	122,495	99,091
Series I	6,471,279	5,817,817
Series O	160,886	109,567

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

Sun Life MFS Canadian Equity Growth Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	9.25	(5.77)
Series D	10.29	(4.84)
Series F	10.46	(4.15)
Series I	11.20	(1.83)
Series O	2.61	(1.28)

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

For the periods ended December 31

	Series A		Series D		Series F	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 13,052,860	5,274,415	23,055,272	14,019,541	5,994,226	3,732,297
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 2,674,100	(1,144,567)	4,690,720	(1,797,337)	1,280,929	(411,307)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 4,307,824	11,264,833	917,487	13,378,464	1,742,599	3,963,062
Redemption of redeemable units	\$ (3,304,205)	(2,338,265)	(3,763,237)	(2,516,795)	(1,904,331)	(1,283,726)
Reinvestment of distributions to holders of redeemable units	\$ 47,583	462,757	144,862	870,691	91,707	257,679
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 1,051,202	9,389,325	(2,700,888)	11,732,360	(70,025)	2,937,015
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	(451,262)	-	(806,468)	-	(207,640)
From net investment income	\$ (47,528)	(15,051)	(150,465)	(92,824)	(93,710)	(56,139)
Return of capital	\$ -	-	-	-	-	-
	\$ (47,528)	(466,313)	(150,465)	(899,292)	(93,710)	(263,779)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 3,677,774	7,778,445	1,839,367	9,035,731	1,117,194	2,261,929
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 16,730,634	13,052,860	24,894,639	23,055,272	7,111,420	5,994,226
Redeemable Unit Transactions						
Balance - beginning of period	282,315	104,001	475,176	263,928	125,493	71,379
Units issued	81,982	214,084	16,621	240,399	32,563	73,159
Units issued on reinvestment of distributions	857	9,873	2,466	17,620	1,592	5,268
Units redeemed	(63,354)	(45,643)	(67,430)	(46,771)	(35,683)	(24,313)
Balance - end of period	301,800	282,315	426,833	475,176	123,965	125,493

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

Sun Life MFS Canadian Equity Growth Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series I		Series O		Total	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 329,915,852	271,251,473	1,894,185	737,614	373,912,395	295,015,340
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 72,500,722	(10,624,449)	419,163	(140,764)	81,565,634	(14,118,424)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 55,175,062	157,559,459	371,580	1,832,021	62,514,552	187,997,839
Redemption of redeemable units	\$ (47,698,731)	(88,270,631)	(433,726)	(534,686)	(57,104,230)	(94,944,103)
Reinvestment of distributions to holders of redeemable units	\$ 8,820,949	17,877,549	46,677	89,956	9,151,778	19,558,632
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 16,297,280	87,166,377	(15,469)	1,387,291	14,562,100	112,612,368
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	(11,285,271)	-	(65,342)	-	(12,815,983)
From net investment income	\$ (8,820,949)	(6,592,278)	(46,677)	(24,614)	(9,159,329)	(6,780,906)
Return of capital	\$ -	-	-	-	-	-
	\$ (8,820,949)	(17,877,549)	(46,677)	(89,956)	(9,159,329)	(19,596,889)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 79,977,053	58,664,379	357,017	1,156,571	86,968,405	78,897,055
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 409,892,905	329,915,852	2,251,202	1,894,185	460,880,800	373,912,395
Redeemable Unit Transactions						
Balance - beginning of period	6,831,238	5,128,825	166,766	59,311	7,880,988	5,627,444
Units issued	970,143	2,944,123	28,210	142,739	1,129,519	3,614,504
Units issued on reinvestment of distributions	150,899	356,461	3,395	7,761	159,209	396,983
Units redeemed	(889,904)	(1,598,171)	(33,439)	(43,045)	(1,089,810)	(1,757,943)
Balance - end of period	7,062,376	6,831,238	164,932	166,766	8,079,906	7,880,988

Statements of Cash Flows

For the periods ended December 31

	2019	2018		2019	2018
	(\$)	(\$)		(\$)	(\$)
Cash Flows from Operating Activities			Net Cash Provided by (Used in) Operating Activities	(5,035,422)	(93,041,565)
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	81,565,634	(14,118,424)	Cash Flows from Financing Activities		
Adjustments for:			Distributions paid to holders of redeemable units, net of reinvested distributions	(7,551)	(38,257)
Net realized (gain) loss on sale of investments	(2,955,404)	(14,242,365)	Proceeds from redeemable units issued	62,535,403	187,995,244
Change in unrealized (appreciation) depreciation in value of investments	(69,718,374)	35,409,633	Redemption of redeemable units	(57,076,482)	(94,941,816)
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-	Net Cash Provided by (Used in) Financing Activities	5,451,370	93,015,171
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-	Net increase (decrease) in cash	415,948	(26,394)
Change in unrealized (appreciation) depreciation in option contracts	-	-	Cash (bank indebtedness) at beginning of period	154,053	180,447
Change in unrealized (appreciation) depreciation in value of swaps	-	-	Cash (bank indebtedness) at end of period	570,001	154,053
Non-cash income distributions from underlying funds	-	-	Dividends received, net of withholding taxes	9,875,593	7,519,137
Change in margin	-	-	Interest received, net of withholding taxes	152,677	74,269
Purchases of investments	(111,025,430)	(248,296,760)	Interest paid	(63)	(61)
Proceeds from sale of investments	95,884,739	150,689,190			
Purchases of short-term investments	(164,246,160)	(446,896,755)			
Proceeds from sale of short-term investments	165,342,971	444,662,982			
Change in dividends and interest receivable	48,672	(371,103)			
Change in distributions receivable from underlying funds	-	-			
Change in management fees payable	6,181	9,278			
Change in other payables and accrued expenses	61,749	112,759			

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

Sun Life MFS Canadian Equity Growth Fund (continued)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.653%	6-Feb-2020	1,500,000	1,494,145	1,494,145	
Canadian Treasury Bill	1.658%	5-Mar-2020	3,000,000	2,989,122	2,989,122	
				4,483,267	4,483,267	0.97
Promissory Notes						
Province of Alberta	1.776%	18-Feb-2020	400,000	398,280	398,280	
				398,280	398,280	0.09
Term Deposit Notes						
National Bank of Canada	1.700%	2-Jan-2020	1,400,000	1,400,000	1,400,000	
				1,400,000	1,400,000	0.30
Total Short-Term Investments				6,281,547	6,281,547	1.36

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Energy				
Canadian Natural Resources Ltd.	239,376	9,422,617	10,053,792	
Enbridge Inc.	337,917	16,352,126	17,446,655	
Encana Corp.	402,246	5,202,756	2,445,656	
Oil Search Ltd.	95,918	707,298	633,898	
Pioneer Natural Resources Co.	754	162,248	148,002	
Suncor Energy Inc.	290,687	12,470,200	12,371,639	
TC Energy Corp.	210,047	12,131,317	14,526,851	
	56,448,562	57,626,493	12.50	
Materials				
Agnico Eagle Mines Ltd.	113,278	6,771,362	9,059,974	
Air Liquide SA	6,753	961,325	1,240,581	
Akzo Nobel NV	8,041	890,641	1,060,897	
Barrick Gold Corp.	189,462	3,392,813	4,569,823	
CCL Industries Inc., Class B	76,466	4,299,646	4,230,099	
Croda International PLC	7,358	540,815	647,168	
Franco-Nevada Corp.	66,967	6,525,279	8,979,605	
IPL Plastics Inc.	131,957	1,524,398	1,039,821	
Kansai Paint Co., Ltd.	8,600	225,151	274,709	
Linde PLC	5,893	1,097,473	1,636,659	
Nutrien Ltd.	130,332	8,209,619	8,102,740	
Sika AG	2,000	312,305	487,044	
Symrise AG	5,231	527,338	714,218	
Teck Resources Ltd., Class B	143,813	4,415,040	3,238,669	
The Sherwin-Williams Company	1,250	593,087	945,880	
Vulcan Materials Co.	4,089	645,100	763,493	
	40,931,392	46,991,380	10.20	
Industrials				
5ljob Inc.	3,238	305,281	356,484	
Adani Ports & Special Economic Zone Ltd.	37,063	279,064	246,440	
AMETEK Inc.	3,731	326,355	482,559	
Boyd Group Income Fund	16,909	1,879,595	3,415,618	
Brambles Ltd.	33,413	332,443	356,964	
Brenntag AG	7,427	522,809	524,106	
CAE Inc.	32,068	1,062,457	1,102,498	
Canadian National Railway Co.	141,567	14,314,434	16,627,350	
Canadian Pacific Railway Ltd.	42,568	10,164,049	14,090,692	
Clarivate Analytics PLC	1,365	31,041	29,737	

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
CoStar Group, Inc.	211	143,584	163,703	
Equifax Inc.	448	81,564	81,402	
Experian PLC	24,823	746,207	1,088,234	
Fortive Corp.	2,918	249,346	289,053	
GEA Group AG	13,932	669,635	597,839	
IHS Markit Ltd.	2,985	253,057	291,664	
Intertek Group PLC	4,188	336,221	421,016	
Japan Airport Terminal Co., Ltd.	3,100	155,931	225,271	
Legrand SA	3,807	338,147	402,533	
Prysmian SpA	20,434	634,854	639,195	
Ritchie Bros. Auctioneers Inc.	68,699	2,991,332	3,827,908	
Rolls-Royce Holdings PLC	66,295	1,001,971	778,065	
Rolls-Royce Holdings PLC, C Shares	2,896,068	4,869	4,975	
Roper Industries Inc.	1,465	472,378	672,943	
Schneider Electric SE	12,505	1,282,490	1,665,513	
Thomson Reuters Corp.	63,324	3,860,360	5,882,166	
TOTO Ltd.	9,100	481,557	503,831	
TransUnion	2,996	278,069	332,600	
Union Pacific Corp.	1,732	277,977	406,048	
Verisk Analytics Inc.	4,439	604,357	859,640	
Waste Connections Inc.	71,462	6,453,786	8,428,943	
	50,535,220	64,794,990	14.06	
Consumer Discretionary				
Alibaba Group Holding Ltd., ADR	2,853	583,511	784,690	
Amazon.com, Inc.	1,233	1,952,442	2,954,493	
Bandai Namco Holdings Inc.	6,100	305,287	482,653	
Burberry Group PLC	14,545	455,029	550,947	
Canadian Tire Corp., Ltd., Class A	21,773	3,267,843	3,042,777	
Chipotle Mexican Grill Inc.	235	156,449	255,097	
Compass Group PLC	20,990	571,878	681,494	
Dollar General Corp.	1,759	285,092	355,787	
Dollar Tree Inc.	2,477	306,990	302,093	
Dollarama Inc.	114,019	4,621,068	5,088,668	
Flutter Entertainment PLC	3,856	545,358	611,000	
Hilton Worldwide Holdings Inc.	1,860	197,045	267,509	
Just Eat PLC	12,628	127,445	181,094	
Kering SA	985	536,013	839,042	
Lululemon Athletica Inc.	716	95,771	215,099	
LVMH Moët Hennessy Louis Vuitton SA	4,010	1,518,858	2,417,674	

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

Sun Life MFS Canadian Equity Growth Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Marriott International Inc.	2,300	320,939	451,643	
NIKE, Inc.	4,871	420,438	639,920	
O'Reilly Automotive Inc.	135	78,070	76,722	
Restaurant Brands International Inc.	27,443	2,068,413	2,271,732	
Ross Stores Inc.	4,097	456,350	618,513	
Starbucks Corp.	1,441	107,075	164,289	
Wynn Resorts Ltd.	558	95,415	100,484	
Yum China Holdings Inc.	5,171	255,950	321,930	
	19,328,729	23,675,350	5.14	

Consumer Staples

Alimentation Couche- Tard Inc., Class B	215,342	6,633,974	8,874,244	
Ambev SA, ADR	56,675	381,431	342,478	
China Resources Beer Holdings Co., Ltd.	48,000	217,089	344,300	
Colgate-Palmolive Co.	6,556	584,179	585,242	
Constellation Brands Inc.	1,106	263,646	272,140	
Costco Wholesale Corp.	1,168	326,893	445,172	
Danone SA	16,292	1,615,307	1,752,516	
Diageo PLC	28,026	1,242,734	1,540,872	
Empire Co., Ltd., Class A	112,835	3,459,478	3,436,954	
ITC Ltd.	114,890	627,465	496,137	
Jamieson Wellness Inc.	67,835	1,490,803	1,746,751	
Japan Tobacco Inc.	21,100	794,635	612,437	
Kao Corp.	4,900	430,239	527,678	
Loblaws Companies Ltd.	71,449	4,090,936	4,787,083	
L'Oreal SA	5,243	1,507,081	2,014,777	
Maple Leaf Foods Inc.	65,292	2,093,125	1,689,757	
Nestle SA	26,012	2,829,989	3,649,866	
Pernod Ricard SA	7,383	1,395,286	1,713,028	
Premium Brands Holdings Corp.	21,495	1,910,546	1,955,185	
Reckitt Benckiser Group PLC	13,138	1,468,527	1,383,268	
The Estee Lauder Companies Inc.	1,621	251,616	434,153	
Wal-Mart de Mexico SAB de CV	52,499	207,761	195,214	
	33,822,740	38,799,252	8.42	

Health Care

Abbott Laboratories	5,760	460,401	648,781	
Alcon Inc.	2,588	166,758	189,920	
Bayer AG	12,054	1,580,266	1,277,513	
Becton Dickinson and Co.	689	233,792	242,994	
Boston Scientific Corp.	12,031	608,284	705,485	
Danaher Corp.	5,418	632,190	1,078,317	
Edwards Lifesciences Corp.	1,393	249,035	421,408	
Eli Lilly & Co.	1,228	161,643	209,290	
EssilorLuxottica S.A.	8,015	1,365,921	1,584,333	
Fresenius Medical Care AG & Co KGaA	7,375	811,257	708,086	
Illumina Inc.	656	283,158	282,200	
Medtronic PLC	6,046	690,288	889,464	
Mettler-Toledo International Inc.	475	341,935	488,625	
Novartis AG	14,184	1,435,678	1,745,577	
Novo Nordisk A/S	8,744	535,202	658,575	
QIAGEN NV	11,447	494,410	507,534	
Roche Holding AG	7,934	2,583,304	3,336,158	
Terumo Corp.	20,600	640,311	954,958	
Thermo Fisher Scientific Inc.	3,559	869,520	1,499,316	

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Vertex Pharmaceuticals Inc.	1,329	289,884	377,334	
Zoetis Inc.	5,816	583,707	998,168	
	15,016,944	18,804,036	4.08	

Financials

AEON Financial Service Co., Ltd.	20,600	540,343	424,508	
AIA Group Ltd.	188,000	1,935,588	2,559,347	
Aon PLC	3,208	599,247	866,479	
Bank of Montreal	82,829	8,008,306	8,335,911	
Credicorp Ltd.	1,510	391,516	417,328	
DBS Group Holdings Ltd.	39,600	869,530	988,339	
Element Fleet Management Corp.	389,778	3,192,971	4,322,638	
Grupo Financiero Banorte SAB de CV	83,100	639,467	602,881	
HDFC Bank Ltd., ADR	18,445	1,118,444	1,515,716	
Intact Financial Corp.	43,597	4,392,492	6,121,891	
Intercontinental Exchange Group Inc.	4,475	429,231	537,063	
Komerční Banka AS	3,685	194,594	175,074	
Manulife Financial Corp.	443,137	10,317,662	11,681,091	
MSCI Inc.	2,078	502,767	695,703	
Royal Bank of Canada	245,579	22,950,318	25,233,242	
The Bank of Nova Scotia	215,788	15,661,766	15,828,050	
The Toronto-Dominion Bank	334,394	22,554,337	24,353,915	
TMX Group Ltd.	38,290	3,163,041	4,305,711	
	97,461,620	108,964,887	23.64	

Information Technology

Accenture PLC	4,612	857,908	1,259,335	
Adobe Systems Inc.	5,625	1,313,103	2,405,702	
Amadeus IT Holding SA	6,789	590,009	719,417	
Amphenol Corp., Class A	3,606	395,990	506,091	
Analog Devices Inc.	2,118	272,598	326,395	
Apple Inc.	2,687	569,685	1,023,183	
Black Knight Inc.	1,450	118,766	121,241	
Cadence Design Systems Inc.	885	77,566	79,599	
CGI Group Inc.	89,669	6,873,276	9,744,330	
Constellation Software Inc.	6,552	5,639,109	8,263,120	
Delta Electronics Inc.	33,000	214,008	216,269	
Fidelity National Information Services Inc.	5,935	883,563	1,070,464	
Fiserv Inc.	9,163	826,858	1,373,927	
FleetCor Technologies Inc.	1,506	389,455	561,889	
Global Payments Inc.	5,426	841,981	1,284,520	
Hitachi Ltd.	23,400	1,062,819	1,291,657	
Infosys Ltd., ADR	38,700	510,646	517,900	
Intuit Inc.	2,691	588,407	914,017	
Kinaxis Inc.	39,032	2,983,690	3,903,981	
Lightspeed POS Inc.	16,927	318,145	610,557	
MasterCard Inc., Class A	5,891	1,200,501	2,280,971	
Mellanox Technologies Ltd.	3,406	344,923	517,552	
Microsoft Corp.	21,703	2,609,903	4,438,201	
Nice Systems Ltd., ADR	2,455	285,305	493,922	
OBIC Co., Ltd.	2,600	236,114	457,916	
PayPal Holdings Inc.	3,963	407,193	555,887	
Salesforce.com Inc.	5,331	753,491	1,124,324	
SAP AG	14,406	2,011,083	2,523,042	
Shopify Inc.	4,255	1,775,732	2,196,733	
Square Inc., Class A	2,205	213,302	178,880	
Taiwan Semiconductor Manufacturing Co., Ltd., ADR	41,337	1,963,744	3,114,373	
Visa Inc., Class A	10,777	1,557,977	2,625,912	
	38,686,850	56,701,307	12.30	

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

Sun Life MFS Canadian Equity Growth Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Real Estate				
American Tower Corp.	2,909	519,646	866,936	
Boardwalk Real Estate Investment Trust	58,015	2,567,982	2,664,629	
Granite Real Estate Investment Trust	44,625	2,802,909	2,944,358	
	5,890,537	6,475,923	1.41	
Communication Services				
Alphabet Inc., Class A	1,296	1,675,898	2,250,959	
Alphabet Inc., Class C	512	609,591	887,694	
Baidu Inc.	5,755	1,559,005	943,296	
Charter Communications Inc.	1,293	668,150	813,331	
Comcast Corporation, Class A	3,951	184,608	230,402	
Electronic Arts Inc.	5,096	713,700	710,450	
Facebook Inc.	5,282	1,076,416	1,405,844	
Netflix Inc.	2,091	643,684	877,360	
NHN Corp.	4,285	690,544	896,104	
Quebecor Inc., Class B	107,244	2,663,742	3,554,066	
Rogers Communications Inc., Class B	104,905	7,094,705	6,764,274	
SoftBank Corp.	3,300	160,041	187,276	
Spotify Technology SA	681	148,354	132,065	
Take-Two Interactive Software Inc.	2,076	301,666	329,587	
TELUS Corp.	162,374	7,441,128	8,164,165	
Yandex NV	1,987	105,238	112,058	
	25,736,470	28,258,931	6.13	
Utilities				
AltaGas Ltd.	166,380	3,309,489	3,290,996	
China Resources Gas Group Ltd.	30,000	135,361	213,689	
	3,444,850	3,504,685	0.76	
Total Equities	387,303,914	454,597,234	98.64	
Transaction Costs	(140,066)	-		
Total Investments	393,445,395	460,878,781	100.00	
Other Assets less Liabilities		2,019	-	
Total Net Assets		460,880,800	100.00	

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS Canadian Equity Growth Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Fund invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/ Aaa	1.06	1.20
AA/ Aa	0.30	0.77
Total	1.36	1.97

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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

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

Sun Life MFS Canadian Equity Growth Fund (continued)

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. 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, 2019		December 31, 2018	
United States				
Dollar	65,259,389	14.16	52,699,515	14.09
Euro	24,403,618	5.29	18,909,923	5.06
Swiss Franc	9,349,325	2.03	7,783,591	2.08
British Pound	7,780,613	1.69	7,060,987	1.89
Japanese Yen	5,962,602	1.29	4,940,372	1.32
Hong Kong Dollar	3,081,804	0.67	2,537,795	0.68
Australian Dollar	980,599	0.21	1,255,384	0.34
Singapore Dollar	975,981	0.21	823,557	0.22
Korean Won	896,104	0.19	441,434	0.12
Mexican Peso	786,759	0.17	751,506	0.20
Indian Rupee	740,355	0.16	(2,796)	-
Danish Krone	652,280	0.14	486,896	0.13
Czech Koruna	172,651	0.04	168,895	0.05
New Taiwan Dollar	196,533	0.04	247,193	0.07
Total	121,238,613	26.31	98,104,252	26.24

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$6,061,931 (\$4,905,213 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	6,281,547	-	-	6,281,547
December 31, 2018	7,378,358	-	-	7,378,358

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$7,449 (\$4,036 as at December 31, 2018). 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 its investment in equity securities directly or indirectly through the underlying fund.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$22,729,862 (\$18,346,568 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Portfolio by Category		
Short-Term Investments		
Treasury Bills	1.0	0.5
Term Deposit Receipts	0.3	-
Promissory Notes	0.1	1.5
Equities		
Energy	12.5	13.6
Materials	10.2	10.2
Industrials	14.1	14.4
Consumer Discretionary	5.1	4.9
Consumer Staples	8.4	8.2
Health Care	4.1	4.2
Financials	23.6	24.6
Information Technology	12.3	10.6
Real Estate	1.4	0.8
Communication Services	6.1	6.5
Utilities	0.8	0.1
Other Assets less Liabilities	-	(0.1)
Total	100.0	100.0

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

Sun Life MFS Canadian Equity Growth Fund (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, 2019 and December 31, 2018.

December 31, 2019				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	454,592,259	-	4,975	454,597,234
Short-Term Investments	-	6,281,547	-	6,281,547

December 31, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	366,927,089	-	4,267	366,931,356
Short-Term Investments	-	7,378,358	-	7,378,358

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

The following is a reconciliation of Level 3 fair value assets as at December 31, 2019 and December 31, 2018.

	December 31, 2019 (\$)	December 31, 2018 (\$)
Opening Balance	4,267	2,182
Net purchases and sales	699	1,951
Gains (Losses)		
Realized	55	(10)
Unrealized	(46)	144
Closing Balance	4,975	4,267

The fair value pricing of Level 3 assets is performed by using the last observable market price available. There are no changes in the fair value pricing assumptions of Level 3 assets that would impact the Fund. Other valuation estimates considered were to price the assets at cost or derive the prices indirectly from other observable market prices.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$58,634 (\$109,923 for the period ended December 31, 2018).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended December 31, 2019 was \$nil (\$312 for the period ended December 31, 2018).

Taxation of the Fund

The Fund had no accumulated capital losses.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	March 27, 2009	March 31, 2009
Series D Units	July 15, 1988	July 15, 1988
Series F Units	February 13, 2008	February 13, 2008
Series I Units	March 24, 2005	March 24, 2005
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life MFS Dividend Income Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	52,102,318	42,822,388
Short-term investments	597,975	599,248
Cash	205,475	92,194
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	-
Accrued interest	708	384
Dividends receivable	184,223	183,443
Distributions receivable from underlying funds	-	-
Subscriptions receivable	1,520	4,429
	53,092,219	43,702,086
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	2,185	1,657
Redemptions payable	1,377	-
Distributions payable	-	-
Due to investment dealers	-	-
Management fees payable	11,716	8,988
Total liabilities (excluding net assets attributable to holders of redeemable units)	15,278	10,645
Net Assets Attributable to Holders of Redeemable Units	53,076,941	43,691,441
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	17,700,691	14,985,486
Series D	1,481,233	1,612,773
Series F	1,654,194	1,332,688
Series I	29,992,828	23,382,897
Series O	2,247,995	2,377,597
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	13.79	11.92
Series D	14.01	12.10
Series F	14.04	12.12
Series I	14.07	12.15
Series O	11.54	9.97

Approved on behalf of Trustee

"signed" Jordy Chilcott	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	1,983,694	1,636,346
Interest income for distribution purposes	40,346	10,029
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	1,274,063	604,762
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	6,171,525	(4,942,845)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	9,469,628	(2,691,708)
Net gain (loss) on foreign exchange	(4,424)	1,734
Other income	943	102
Total income (loss)	9,466,147	(2,689,872)
Expenses (note 5)		
Management fees	345,510	340,675
Fixed annual administration fees	60,782	59,238
Independent review committee fees	266	418
Withholding tax	90,028	76,653
Transaction costs (note 2)	14,375	14,097
Total operating expenses	510,961	491,081
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	8,955,186	(3,180,953)
Finance Cost		
Interest expense	(9)	(10)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	8,955,177	(3,180,963)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	2,827,165	(1,293,167)
Series D	300,422	(132,513)
Series F	273,011	(69,673)
Series I	5,100,163	(1,513,583)
Series O	454,416	(172,027)
Weighted Average Number of Units Outstanding		
Series A	1,242,619	1,242,747
Series D	123,107	137,015
Series F	107,535	121,373
Series I	2,023,559	1,598,438
Series O	204,626	247,224

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

Sun Life MFS Dividend Income Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	2.28	(1.04)
Series D	2.44	(0.97)
Series F	2.54	(0.57)
Series I	2.52	(0.95)
Series O	2.22	(0.70)

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

For the periods ended December 31

	Series A		Series D		Series F	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 14,985,486	16,583,343	1,612,773	1,975,614	1,332,688	1,369,789
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 2,827,165	(1,293,167)	300,422	(132,513)	273,011	(69,673)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 4,579,782	4,275,141	57,318	118,713	480,106	861,389
Redemption of redeemable units	\$ (4,687,452)	(4,576,023)	(486,460)	(346,525)	(420,855)	(817,097)
Reinvestment of distributions to holders of redeemable units	\$ 478,337	393,107	48,635	49,253	49,593	45,291
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 370,667	92,225	(380,507)	(178,559)	108,844	89,583
Distributions to Holders of Redeemable Units						
From capital gains	\$ (185,190)	(209,141)	(15,499)	(22,521)	(17,481)	(18,662)
From net investment income	\$ (297,437)	(187,774)	(35,956)	(29,248)	(42,868)	(38,349)
Return of capital	\$ -	-	-	-	-	-
	\$ (482,627)	(396,915)	(51,455)	(51,769)	(60,349)	(57,011)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 2,715,205	(1,597,857)	(131,540)	(362,841)	321,506	(37,101)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 17,700,691	14,985,486	1,481,233	1,612,773	1,654,194	1,332,688
Redeemable Unit Transactions						
Balance - beginning of period	1,256,955	1,246,927	133,261	146,300	109,959	101,380
Units issued	343,308	328,987	4,163	8,827	35,158	65,880
Units issued on reinvestment of distributions	35,057	32,334	3,520	3,964	3,578	3,596
Units redeemed	(352,184)	(351,293)	(35,250)	(25,830)	(30,852)	(60,897)
Balance - end of period	1,283,136	1,256,955	105,694	133,261	117,843	109,959

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

Sun Life MFS Dividend Income Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series I		Series O		Total	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 23,382,897	16,663,476	2,377,597	2,675,701	43,691,441	39,267,923
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 5,100,163	(1,513,583)	454,416	(172,027)	8,955,177	(3,180,963)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 4,367,347	10,718,836	415,032	1,137,437	9,899,585	17,111,516
Redemption of redeemable units	\$ (2,857,578)	(2,485,832)	(999,050)	(1,263,514)	(9,451,395)	(9,488,991)
Reinvestment of distributions to holders of redeemable units	\$ 1,383,887	1,050,949	105,612	118,716	2,066,064	1,657,316
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 2,893,656	9,283,953	(478,406)	(7,361)	2,514,254	9,279,841
Distributions to Holders of Redeemable Units						
From capital gains	\$ (312,748)	(325,983)	(23,529)	(33,234)	(554,447)	(609,541)
From net investment income	\$ (1,071,140)	(724,966)	(82,083)	(85,482)	(1,529,484)	(1,065,819)
Return of capital	\$ -	-	-	-	-	-
	\$ (1,383,888)	(1,050,949)	(105,612)	(118,716)	(2,083,931)	(1,675,360)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 6,609,931	6,719,421	(129,602)	(298,104)	9,385,500	4,423,518
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 29,992,828	23,382,897	2,247,995	2,377,597	53,076,941	43,691,441
Redeemable Unit Transactions						
Balance - beginning of period	1,923,952	1,227,780	238,416	240,282	3,662,543	2,962,669
Units issued	318,932	799,677	36,800	102,967	738,361	1,306,338
Units issued on reinvestment of distributions	99,766	83,601	9,283	11,442	151,204	134,937
Units redeemed	(210,259)	(187,106)	(89,735)	(116,275)	(718,280)	(741,401)
Balance - end of period	2,132,391	1,923,952	194,764	238,416	3,833,828	3,662,543

Statements of Cash Flows

For the periods ended December 31

	2019	2018		2019	2018
	(\$)	(\$)		(\$)	(\$)
Cash Flows from Operating Activities			Net Cash Provided by (Used in) Operating Activities	(321,328)	(8,032,027)
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	8,955,177	(3,180,963)	Cash Flows from Financing Activities		
Adjustments for:			Distributions paid to holders of redeemable units, net of reinvested distributions	(17,867)	(18,044)
Net realized (gain) loss on sale of investments	(1,274,063)	(604,762)	Proceeds from redeemable units issued	9,902,494	17,227,189
Change in unrealized (appreciation) depreciation in value of investments	(6,171,525)	4,942,845	Redemption of redeemable units	(9,450,018)	(9,489,491)
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-	Net Cash Provided by (Used in) Financing Activities	434,609	7,719,654
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-	Net increase (decrease) in cash	113,281	(312,373)
Change in unrealized (appreciation) depreciation in option contracts	-	-	Cash (bank indebtedness) at beginning of period	92,194	404,567
Change in unrealized (appreciation) depreciation in value of swaps	-	-	Cash (bank indebtedness) at end of period	205,475	92,194
Non-cash income distributions from underlying funds	-	-	Dividends received, net of withholding taxes	1,892,886	1,516,389
Change in margin	-	-	Interest received, net of withholding taxes	40,022	9,645
Purchases of investments	(22,337,166)	(19,203,607)	Interest paid	(9)	(10)
Proceeds from sale of investments	20,488,449	10,642,779			
Purchases of short-term investments	(8,638,192)	(14,594,237)			
Proceeds from sale of short-term investments	8,639,465	13,994,989			
Change in dividends and interest receivable	(1,104)	(43,688)			
Change in distributions receivable from underlying funds	-	-			
Change in management fees payable	2,728	386			
Change in other payables and accrued expenses	14,903	14,231			

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

Sun Life MFS Dividend Income Fund (continued)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.659%	9-Jan-2020	100,000	99,810	99,810	
Canadian Treasury Bill	1.658%	5-Mar-2020	500,000	498,165	498,165	
Total Short-Term Investments				597,975	597,975	1.13

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Energy				
Canadian Natural Resources Ltd.	13,735	525,972	576,870	
Enbridge Inc.	53,808	2,610,867	2,778,106	
ENI SpA	33,789	726,722	680,993	
Enterprise Products Partners LP	19,978	704,818	729,525	
EQT Midstream Partners LP	11,225	450,945	435,370	
Equitrans Midstream Corp.	17,601	415,974	304,929	
Suncor Energy Inc.	45,881	1,864,451	1,952,695	
TC Energy Corp.	38,329	2,072,751	2,650,834	
TORC Oil & Gas Ltd.	43,440	332,365	195,046	
		9,704,865	10,304,368	19.41
Materials				
Agnico Eagle Mines Ltd.	4,916	260,868	393,182	
Barrick Gold Corp.	14,048	244,103	338,838	
Franco-Nevada Corp.	5,261	436,288	705,447	
Methanex Corp.	14,008	1,015,766	702,501	
Nutrien Ltd.	13,310	779,221	827,483	
OceanaGold Corp.	60,910	189,631	155,321	
Teck Resources Ltd., Class B	11,305	356,363	254,589	
Western Forest Products Inc.	156,790	384,869	191,284	
		3,667,109	3,568,645	6.72
Industrials				
Canadian National Railway Co.	3,992	435,181	468,940	
Canadian Pacific Railway Ltd.	4,079	855,647	1,350,271	
NFI Group Inc.	28,697	932,095	764,775	
Thomson Reuters Corp.	17,343	1,110,814	1,610,991	
Transcontinental Inc., Class A	40,519	793,776	643,037	
		4,127,513	4,838,014	9.12
Consumer Discretionary				
Gildan Activewear Inc.	5,270	208,544	202,315	
Greggs PLC	22,560	431,111	890,588	
Magna International Inc.	12,789	699,727	910,577	
Restaurant Brands International Inc.	3,181	286,803	263,323	
Starbucks Corp.	3,106	289,903	354,115	
Target Corp.	930	152,604	154,618	
		2,068,692	2,775,536	5.23
Consumer Staples				
Japan Tobacco Inc.	23,400	700,688	679,195	
Loblaw Companies Ltd.	7,298	499,919	488,966	
		1,200,607	1,168,161	2.20
Financials				
Bank of Montreal	2,101	194,466	211,445	
CI Financial Corp.	19,342	374,774	419,915	
Citigroup Inc.	9,940	908,033	1,029,756	
Fairfax Financial Holdings Ltd.	1,421	861,978	866,441	

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Intesa Sanpaolo SpA				
Intesa Sanpaolo SpA	275,077	1,020,874	940,347	
Invesco Ltd.	29,676	676,902	691,912	
Manulife Financial Corp.	108,011	2,371,058	2,847,170	
MetLife Inc.	3,585	234,534	236,951	
Onex Corp.	3,381	266,892	277,817	
Power Financial Corp.	15,812	515,771	552,471	
Royal Bank of Canada	35,483	3,018,615	3,645,877	
The Bank of Nova Scotia	17,390	1,202,441	1,275,557	
The Toronto-Dominion Bank	60,064	3,808,746	4,374,460	
UBS Group AG	27,999	427,157	458,370	
		15,882,241	17,828,489	33.59
Real Estate				
Granite Real Estate Investment Trust	25,417	1,568,422	1,677,014	
Public Storage	614	196,465	169,559	
STORE Capital Corp.	5,960	196,167	287,814	
		1,961,054	2,134,387	4.02
Information Technology				
Hitachi Ltd.	12,700	621,644	701,028	
Open Text Corp.	15,225	693,061	871,175	
		1,314,705	1,572,203	2.96
Communication Services				
TELUS Corp.	43,266	1,965,899	2,175,414	
		1,965,899	2,175,414	4.10
Health Care				
Danaher Corporation, Series A, Preferred	90	126,374	137,603	
Eli Lilly & Co.	4,895	688,570	834,262	
Roche Holding AG	2,485	897,893	1,044,915	
		1,712,837	2,016,780	3.80
Utilities				
Emera Inc.	15,107	686,064	842,820	
Hydro One Ltd.	22,962	526,991	575,887	
Northland Power Inc.	22,650	582,450	616,080	
Superior Plus Corp.	109,049	1,330,388	1,369,655	
TransAlta Renewables Inc.	20,353	241,016	315,879	
		3,366,909	3,720,321	7.01
Total Equities		46,972,431	52,102,318	98.16
Transaction Costs		(19,533)		
Total Investments		47,550,873	52,700,293	99.29
Other Assets less Liabilities			376,648	0.71
Total Net Assets			53,076,941	100.00

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

Sun Life MFS Dividend Income Fund (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS Dividend Income Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Fund invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	1.13	1.37
Not Rated	0.26	-
Total	1.39	1.37

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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk (\$CAD)		Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018	December 31, 2019	December 31, 2018
United States				
Dollar	5,398,739	5,523,100	10.17	12.64
Euro	1,627,887	2,111,511	3.07	4.83
Swiss Franc	1,525,339	1,005,467	2.87	2.30
Japanese Yen	1,398,498	-	2.63	-
British Pound	890,588	1,007,179	1.68	2.31
Danish Krone	3,612	-	0.01	-
South African Rand	-	252,595	-	0.58
Total	10,844,663	9,899,852	20.43	22.66

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$542,233 (\$494,993 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	597,975	-	-	597,975
December 31, 2018	599,248	-	-	599,248

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$912 (\$208 as at December 31, 2018). 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 its investment in publicly traded equities.

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

Sun Life MFS Dividend Income Fund (continued)

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$2,605,116 (\$2,141,119 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Treasury Bills	1.1	1.4
Equities		
Energy	19.4	18.7
Materials	6.7	9.9
Industrials	9.1	11.0
Consumer Discretionary	5.2	5.4
Consumer Staples	2.2	5.2
Health Care	3.8	-
Financials	33.6	29.7
Real Estate	4.0	4.0
Information Technology	3.0	1.6
Communication Services	4.1	5.5
Utilities	7.0	7.0
Other Assets less Liabilities	0.8	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, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities	52,102,318	-	-	52,102,318
Short-Term Investments	-	597,975	-	597,975
	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities	42,183,223	639,165	-	42,822,388
Short-Term Investments	-	599,248	-	599,248

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$14,375 (\$14,097 for the period ended December 31, 2018).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended December 31, 2019 was \$2,948 (\$1,721 for the period ended December 31, 2018).

Taxation of the Fund

The Fund had no accumulated capital losses.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	March 27, 2009	March 31, 2009
Series D Units	March 24, 2006	March 27, 2006
Series F Units	February 13, 2008	February 13, 2008
Series I Units	November 21, 2008	November 28, 2008
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life MFS Global Growth Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	349,446,515	192,269,301
Short-term investments	4,283,912	1,598,671
Cash	878,992	207,656
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	190,168	-
Accrued interest	5,120	2,533
Dividends receivable	431,983	291,406
Distributions receivable from underlying funds	-	-
Subscriptions receivable	642,181	1,249,778
	355,878,871	195,619,345
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	12,754	6,163
Redemptions payable	560,283	168,705
Distributions payable	5	-
Due to investment dealers	1,275,152	-
Management fees payable	65,963	32,105
Total liabilities (excluding net assets attributable to holders of redeemable units)	1,914,157	206,973
Net Assets Attributable to Holders of Redeemable Units	353,964,714	195,412,372
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	83,614,045	44,872,945
Series T5	820,557	558,734
Series T8	2,985,151	3,508,346
Series D	2,145,776	2,083,070
Series F	25,909,630	11,529,095
Series F5	124,228	100,768
Series F8	1,239,075	758,542
Series I	227,503,675	124,458,619
Series O	9,622,577	7,542,253
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	23.18	18.39
Series T5	24.61	20.33
Series T8	19.46	16.49
Series D	23.08	18.17
Series F	25.31	19.88
Series F5	18.10	14.77
Series F8	17.23	14.42

	December 31, 2019 (\$)	December 31, 2018 (\$)
Series I	26.91	21.00
Series O	18.98	14.82

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

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

Sun Life MFS Global Growth Fund (continued)

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	4,090,252	2,693,409
Interest income for distribution purposes	69,934	48,078
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	10,784,447	6,784,370
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	51,707,934	(5,191,906)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	66,652,567	4,333,951
Net gain (loss) on foreign exchange	(261,964)	(173,316)
Other income	6,295	6,602
Total income (loss)	66,396,898	4,167,237
Expenses (note 5)		
Management fees	1,552,645	967,409
Fixed annual administration fees	286,918	202,027
Independent review committee fees	1,039	1,139
Withholding tax	496,454	292,523
Transaction costs (note 2)	118,644	118,638
Total operating expenses	2,455,700	1,581,736
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	63,941,198	2,585,501
Finance Cost		
Interest expense	(26)	(16)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	63,941,172	2,585,485
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	14,521,543	(31,345)
Series T5	158,139	(11,378)
Series T8	776,512	(155,544)
Series D	556,163	101,033
Series F	4,065,514	93,422
Series F5	28,856	(5,528)
Series F8	246,073	(19,276)
Series I	41,302,175	2,398,278
Series O	2,286,197	215,823

	2019 (\$)	2018 (\$)
Weighted Average Number of Units Outstanding		
Series A	2,962,167	1,941,983
Series T5	28,562	20,395
Series T8	168,833	157,170
Series D	108,652	127,014
Series F	731,188	483,629
Series F5	6,849	3,136
Series F8	64,040	38,236
Series I	6,623,542	4,855,200
Series O	512,555	454,905
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	4.90	(0.02)
Series T5	5.54	(0.56)
Series T8	4.60	(0.99)
Series D	5.12	0.80
Series F	5.56	0.19
Series F5	4.21	(1.76)
Series F8	3.84	(0.50)
Series I	6.24	0.49
Series O	4.46	0.47

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

Sun Life MFS Global Growth Fund (continued)

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

For the periods ended December 31

	Series A		Series T5		Series T8		Series D	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 44,872,945	27,034,554	558,734	294,063	3,508,346	1,264,458	2,083,070	2,418,629
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 14,521,543	(31,345)	158,139	(11,378)	776,512	(155,544)	556,163	101,033
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 40,506,367	28,973,492	221,176	399,953	644,953	4,266,396	57,931	555,408
Redemption of redeemable units	\$ (16,266,975)	(11,050,714)	(99,023)	(108,738)	(1,726,191)	(1,590,450)	(551,388)	(992,000)
Reinvestment of distributions to holders of redeemable units	\$ 914,301	1,010,711	16,990	18,409	17,026	16,839	24,089	49,415
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 25,153,693	18,933,489	139,143	309,624	(1,064,212)	2,692,785	(469,368)	(387,177)
Distributions to Holders of Redeemable Units								
From capital gains	\$ (921,406)	(1,056,575)	(9,188)	(13,526)	(34,007)	(85,029)	(24,089)	(49,415)
From net investment income	\$ (12,730)	(6,291)	(26,271)	-	(201,488)	-	-	-
Return of capital	\$ -	(887)	-	(20,049)	-	(208,324)	-	-
	\$ (934,136)	(1,063,753)	(35,459)	(33,575)	(235,495)	(293,353)	(24,089)	(49,415)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 38,741,100	17,838,391	261,823	264,671	(523,195)	2,243,888	62,706	(335,559)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 83,614,045	44,872,945	820,557	558,734	2,985,151	3,508,346	2,145,776	2,083,070
Redeemable Unit Transactions								
Balance - beginning of period	2,440,647	1,466,287	27,484	13,808	212,694	71,128	114,613	133,795
Units issued	1,893,589	1,485,485	9,358	17,851	34,957	229,205	2,686	27,698
Units issued on reinvestment of distributions	39,008	56,902	726	871	921	972	1,031	2,817
Units redeemed	(766,451)	(568,027)	(4,231)	(5,046)	(95,203)	(88,611)	(25,372)	(49,697)
Balance - end of period	3,606,793	2,440,647	33,337	27,484	153,369	212,694	92,958	114,613

	Series F		Series F5		Series F8		Series I	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 11,529,095	7,340,148	100,768	-	758,542	-	124,458,619	73,398,328
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 4,065,514	93,422	28,856	(5,528)	246,073	(19,276)	41,302,175	2,398,278
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 15,282,441	7,510,336	114,381	110,000	680,891	913,282	76,621,449	59,715,089
Redemption of redeemable units	\$ (4,899,564)	(3,301,871)	(114,443)	-	(366,921)	(79,885)	(14,878,562)	(11,053,076)
Reinvestment of distributions to holders of redeemable units	\$ 276,851	190,930	718	696	1,718	649	3,887,143	4,038,333
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 10,659,728	4,399,395	656	110,696	315,688	834,046	65,630,030	52,700,346
Distributions to Holders of Redeemable Units								
From capital gains	\$ (282,043)	(270,634)	(1,347)	(2,426)	(13,804)	(18,356)	(2,550,093)	(2,938,608)
From net investment income	\$ (62,664)	(33,236)	(4,705)	(1,974)	(67,424)	(37,872)	(1,337,056)	(1,099,725)
Return of capital	\$ -	-	-	-	-	-	-	-
	\$ (344,707)	(303,870)	(6,052)	(4,400)	(81,228)	(56,228)	(3,887,149)	(4,038,333)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 14,380,535	4,188,947	23,460	100,768	480,533	758,542	103,045,056	51,060,291
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 25,909,630	11,529,095	124,228	100,768	1,239,075	758,542	227,503,675	124,458,619
Redeemable Unit Transactions								
Balance - beginning of period	579,871	371,678	6,821	-	52,606	-	5,926,787	3,529,709
Units issued	648,831	356,460	6,616	6,776	42,132	57,706	2,993,356	2,700,277
Units issued on reinvestment of distributions	10,843	9,919	42	45	105	42	142,752	199,305
Units redeemed	(215,858)	(158,186)	(6,616)	-	(22,928)	(5,142)	(607,357)	(502,504)
Balance - end of period	1,023,687	579,871	6,863	6,821	71,915	52,606	8,455,538	5,926,787

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

Sun Life MFS Global Growth Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series O		Total	
	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 7,542,253	5,581,336	195,412,372	117,331,516
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 2,286,197	215,823	63,941,172	2,585,485
Redeemable Unit Transactions				
Proceeds from redeemable units issued	\$ 1,377,964	3,149,497	135,507,553	105,593,453
Redemption of redeemable units	\$ (1,518,350)	(1,303,192)	(40,421,417)	(29,479,926)
Reinvestment of distributions to holders of redeemable units	\$ 93,758	141,448	5,232,594	5,467,430
Capitalized distributions	\$ -	-	-	-
	\$ (46,628)	1,987,753	100,318,730	81,580,957
Distributions to Holders of Redeemable Units				
From capital gains	\$ (109,040)	(181,473)	(3,945,017)	(4,616,042)
From net investment income	\$ (50,205)	(61,186)	(1,762,543)	(1,240,284)
Return of capital	\$ -	-	-	(229,260)
	\$ (159,245)	(242,659)	(5,707,560)	(6,085,586)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 2,080,324	1,960,917	158,552,342	78,080,856
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 9,622,577	7,542,253	353,964,714	195,412,372
Redeemable Unit Transactions				
Balance - beginning of period	509,049	380,322	9,870,572	5,966,727
Units issued	79,178	201,051	5,710,703	5,082,509
Units issued on reinvestment of distributions	4,882	9,894	200,310	280,767
Units redeemed	(86,000)	(82,218)	(1,830,016)	(1,459,431)
Balance - end of period	507,109	509,049	13,951,569	9,870,572

Statements of Cash Flows

For the periods ended December 31

	2019	2018		2019	2018
	(\$)	(\$)		(\$)	(\$)
Cash Flows from Operating Activities			Net Cash Provided by (Used in) Operating Activities	(94,939,014)	(74,165,157)
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	63,941,172	2,585,485	Cash Flows from Financing Activities		
Adjustments for:			Distributions paid to holders of redeemable units, net of reinvested distributions	(474,961)	(618,156)
Net realized (gain) loss on sale of investments	(10,784,447)	(6,784,370)	Proceeds from redeemable units issued	136,115,150	104,580,186
Change in unrealized (appreciation) depreciation in value of investments	(51,707,934)	5,191,906	Redemption of redeemable units	(40,029,839)	(29,602,042)
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-	Net Cash Provided by (Used in) Financing Activities	95,610,350	74,359,988
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-	Net increase (decrease) in cash	671,336	194,831
Change in unrealized (appreciation) depreciation in option contracts	-	-	Cash (bank indebtedness) at beginning of period	207,656	12,825
Change in unrealized (appreciation) depreciation in value of swaps	-	-	Cash (bank indebtedness) at end of period	878,992	207,656
Non-cash income distributions from underlying funds	-	-	Dividends received, net of withholding taxes	3,453,221	2,248,744
Change in margin	-	-	Interest received, net of withholding taxes	67,347	47,167
Purchases of investments	(150,689,788)	(111,730,213)	Interest paid	(26)	(16)
Proceeds from sale of investments	56,971,295	36,888,907			
Purchases of short-term investments	(130,108,907)	(217,726,091)			
Proceeds from sale of short-term investments	127,423,666	217,426,510			
Change in dividends and interest receivable	(143,164)	(153,053)			
Change in distributions receivable from underlying funds	-	-			
Change in management fees payable	33,858	14,514			
Change in other payables and accrued expenses	125,235	121,248			

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

Sun Life MFS Global Growth Fund (continued)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.653%	6-Feb-2020	200,000	199,316	199,316	
Canadian Treasury Bill	1.658%	5-Mar-2020	2,800,000	2,790,186	2,790,186	
				2,989,502	2,989,502	0.84
Promissory Notes						
Province of Alberta	1.776%	18-Feb-2020	1,300,000	1,294,410	1,294,410	
				1,294,410	1,294,410	0.37
Total Short-Term Investments				4,283,912	4,283,912	1.21

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Materials				
Chr. Hansen Holding A/S	1,303	68,967	134,371	
Croda International PLC	33,770	2,442,840	2,970,219	
Ecolab Inc.	13,560	2,533,884	3,393,517	
Kansai Paint Co., Ltd.	90,800	2,258,421	2,900,415	
PPG Industries Inc.	28,330	4,170,666	4,904,004	
The Sherwin-Williams Company	6,168	3,199,892	4,667,351	
Sika AG	9,743	1,584,941	2,372,634	
Symrise AG	10,127	941,809	1,382,697	
		17,201,420	22,725,208	6.42
Industrials				
Adani Ports & Special Economic Zone Ltd.	222,867	1,556,692	1,481,894	
Aena SA	11,647	2,686,535	2,890,558	
Brenntag AG	16,003	1,161,135	1,129,295	
Daikin Industries Ltd.	23,400	3,620,401	4,313,901	
Equifax Inc.	17,964	2,878,653	3,264,064	
Experian PLC	55,875	1,719,447	2,449,546	
Fortive Corp.	47,780	4,546,576	4,732,969	
Intertek Group PLC	17,104	1,316,468	1,719,450	
Nordson Corp.	19,977	3,565,656	4,218,391	
Schindler Holding AG	2,012	397,950	663,347	
Union Pacific Corp.	25,679	4,595,223	6,020,160	
United Technologies Corp.	18,045	2,958,743	3,504,356	
Verisk Analytics Inc.	14,203	2,018,996	2,750,501	
		33,022,475	39,138,432	11.06
Consumer Discretionary				
Adidas AG	10,525	3,372,690	4,439,803	
Alibaba Group Holding Ltd., ADR	20,221	4,090,575	5,561,588	
Burberry Group PLC	49,872	1,572,977	1,889,091	
Compagnie Financière Richemont SA	25,737	2,549,676	2,621,435	
Compass Group PLC	60,748	1,620,898	1,972,338	
Dollarama Inc.	103,801	4,156,003	4,632,639	
Flutter Entertainment PLC	26,277	3,547,553	4,163,730	
LVMH Moët Hennessy Louis Vuitton SA	9,516	3,629,797	5,737,303	
Marriott International Inc.	36,751	6,222,748	7,216,666	
NIKE, Inc.	33,297	3,010,831	4,374,344	
Starbucks Corp.	27,594	2,331,684	3,145,994	
The TJX Companies Inc.	64,649	3,765,308	5,118,870	
VF Corp.	22,110	2,068,265	2,857,361	
		41,939,005	53,731,162	15.18
Consumer Staples				
Ambev SA, ADR	475,775	3,151,045	2,875,034	
Church & Dwight Co Inc.	18,798	1,725,534	1,714,626	
Colgate-Palmolive Co.	33,364	2,857,942	2,978,341	
Danone SA	30,095	2,948,420	3,237,293	
Diageo PLC	64,910	2,965,481	3,568,757	

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

Sun Life MFS Global Growth Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
The Estee Lauder Companies Inc.	9,538	1,648,162	2,554,565	
KOSÉ Corporation	9,800	2,072,616	1,870,992	
Kweichow Moutai Co., Ltd.	15,500	2,438,971	3,413,557	
L'Oreal SA	6,302	1,805,421	2,421,729	
Nestle SA	52,371	5,648,553	7,348,421	
PepsiCo, Inc.	11,597	1,748,798	2,055,296	
Pernod Ricard SA	15,968	3,006,839	3,704,948	
Reckitt Benckiser Group PLC	40,720	4,412,352	4,287,310	
Sundrug Co., Ltd.	42,300	2,028,995	1,996,240	
		38,459,129	44,027,109	12.44
Health Care				
Abbott Laboratories	40,564	3,172,301	4,568,947	
Bayer AG	44,206	5,594,554	4,685,064	
Becton Dickinson and Co.	16,005	5,208,494	5,644,587	
CIGNA Corp.	9,733	2,091,049	2,580,919	
Danaher Corporation	12,734	1,561,923	2,534,382	
Mettler-Toledo International Inc.	2,742	2,004,441	2,820,652	
Roche Holding AG	13,946	4,923,740	5,864,137	
Stryker Corp.	13,240	3,637,551	3,604,447	
Thermo Fisher Scientific Inc.	12,996	3,418,756	5,474,883	
Waters Corp.	15,934	4,193,138	4,827,765	
Zoetis Inc.	7,580	781,457	1,300,914	
		36,587,404	43,906,697	12.40
Financials				
Aon PLC	24,424	4,736,837	6,596,912	
Blackstone Group Inc.	57,005	3,526,787	4,135,147	
The Charles Schwab Corporation	79,106	4,824,032	4,878,730	
Credicorp Ltd.	8,750	2,105,821	2,418,289	
HDFC Bank Ltd., ADR	57,567	3,232,350	4,730,563	
Julius Baer Group Ltd.	31,734	1,957,153	2,121,833	
Marsh & McLennan Companies Inc.	20,473	2,702,276	2,957,748	
Moody's Corp.	11,260	2,289,885	3,466,514	
TD Ameritrade Holding Corp.	9,035	622,618	582,291	
		25,997,759	31,888,027	9.01
Information Technology				
Accenture PLC	29,932	5,489,483	8,173,117	
Amphenol Corp., Class A	32,879	3,452,892	4,614,469	
Analog Devices Inc.	27,028	3,390,649	4,165,164	
Apple Inc.	16,044	3,539,546	6,109,394	
Cognizant Technology Solutions Corp.	55,149	4,627,896	4,435,319	
Fidelity National Information Services Inc.	32,098	3,982,012	5,789,344	
Fiserv Inc.	31,573	3,084,890	4,734,149	
MasterCard Inc., Class A	10,080	2,203,715	3,902,935	
Microsoft Corp.	59,614	7,743,025	12,190,891	
Samsung Electronics Co., Ltd.	69,618	3,702,474	4,355,965	
Taiwan Semiconductor Manufacturing Co., Ltd., ADR	96,439	4,652,828	7,265,815	
TE Connectivity Ltd.	27,461	3,297,760	3,412,861	
Texas Instruments Inc.	28,942	3,504,900	4,814,784	
Visa Inc., Class A	27,036	4,044,301	6,587,562	
		56,716,371	80,551,769	22.76
Communication Services				
Alphabet Inc., Class A	7,537	9,552,115	13,090,645	
Baidu Inc.	29,672	6,010,044	4,863,505	
Comcast Corporation, Class A	93,316	4,645,092	5,441,699	
Electronic Arts Inc.	28,639	3,880,362	3,992,659	

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

Sun Life MFS Global Growth Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
NHN Corp.	25,715	4,159,466	5,377,668	
The Walt Disney Co.	3,796	457,574	711,935	
		28,704,653	33,478,111	9.46
Total Equities		278,628,216	349,446,515	98.73
Transaction Costs		(209,456)		
Total Investments		282,702,672	353,730,427	99.94
Other Assets less Liabilities			234,287	0.06
Total Net Assets			353,964,714	100.00

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS Global Growth Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Fund invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	1.21	0.82
Total	1.21	0.82

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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. 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, 2019		December 31, 2018	
United States Dollar	245,556,031	69.37	127,290,018	65.14
Euro	29,476,639	8.33	20,725,139	10.61
British Pound	22,854,675	6.46	18,127,594	9.28
Swiss Franc	20,888,150	5.90	10,201,250	5.22
Japanese Yen	10,996,145	3.11	8,064,872	4.13
Korean Won	9,638,008	2.72	3,442,322	1.76
Chinese Renminbi	3,413,557	0.96	-	-
Indian Rupee	1,481,894	0.42	550,615	0.28
Danish Krone	137,886	0.04	142,474	0.06
Brazilian Real	2,639	-	1,247,033	0.64
Total	344,445,624	97.31	189,791,317	97.12

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$17,222,281 (\$9,489,566 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

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

Sun Life MFS Global Growth Fund (continued)

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	4,283,912	-	-	4,283,912
December 31, 2018	1,598,671	-	-	1,598,671

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$6,909 (\$162 as at December 31, 2018). 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 its investment in global equities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$17,472,326 (\$9,613,465 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Treasury Bills	0.8	0.8
Promissory Notes	0.4	-
Equities		
Energy	-	0.4
Materials	6.4	7.4
Industrials	11.1	13.1
Consumer Discretionary	15.2	14.6
Consumer Staples	12.4	13.2
Health Care	12.4	10.3
Financials	9.0	8.6
Information Technology	22.7	21.4
Communication Services	9.5	9.2
Other Assets less Liabilities	0.1	1.0
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, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities	349,446,515	-	-	349,446,515
Short-Term Investments	-	4,283,912	-	4,283,912

	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities	192,261,695	-	7,606	192,269,301
Short-Term Investments	-	1,598,671	-	1,598,671

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

The following is a reconciliation of Level 3 fair value assets as at December 31, 2019 and December 31, 2018.

	December 31, 2019 (\$)	December 31, 2018 (\$)
Opening Balance	7,606	4,462
Net purchases and sales	(7,433)	2,909
Gains (Losses)		
Realized	98	(21)
Unrealized	(271)	256
Closing Balance	-	7,606

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

Sun Life MFS Global Growth Fund (continued)

The fair value pricing of Level 3 assets is performed by using the last observable market price available. There are no changes in the fair value pricing assumptions of Level 3 assets that would impact the Fund. Other valuation estimates considered were to price the assets at cost or derive the prices indirectly from other observable market prices.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$118,644 (\$118,638 for the period ended December 31, 2018).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended December 31, 2019 was \$10,968 (\$12,119 for the period ended December 31, 2018).

Taxation of the Fund

The Fund had no accumulated capital losses.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the "Manager") is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series F5	751	13,597

	December 31, 2018	
	Units	Market Value (\$)
Series F5	712	10,516

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	31	-	638
Series F8	-	-	-

	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	10,017	-	672
Series F8	10,001	11,260	269

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	September 10, 2010	October 01, 2010
Series T5 Units	August 24, 2011	September 01, 2011
Series T8 Units	August 24, 2011	September 01, 2011
Series D Units	September 10, 2010	November 01, 2012
Series F Units	September 10, 2010	October 01, 2010
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	September 10, 2010	October 01, 2010
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life MFS Global Total Return Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	640,295,515	610,472,429
Short-term investments	68,397,420	29,235,175
Cash	4,006,007	203,969
Margin	5,506	3,188,122
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	3,187,434	806,755
Unrealized appreciation on swaps	-	-
Due from investment dealers	1,122,391	49,033
Accrued interest	1,630,904	1,745,783
Dividends receivable	1,401,088	1,199,234
Distributions receivable from underlying funds	-	-
Subscriptions receivable	197,004	228,484
	720,243,269	647,128,984
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	165,019	10,344,646
Unrealized depreciation on swaps	-	-
Accrued expenses	39,487	32,137
Redemptions payable	149,782	235,586
Distributions payable	28	-
Due to investment dealers	5,632,504	25,334
Management fees payable	264,182	218,528
Total liabilities (excluding net assets attributable to holders of redeemable units)	6,251,002	10,856,231
Net Assets Attributable to Holders of Redeemable Units	713,992,267	636,272,753
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	351,213,640	326,500,070
Series T5	9,828,321	9,105,124
Series F	121,186,735	98,906,404
Series F5	374,107	238,833
Series I	183,179,440	155,278,231
Series O	48,210,024	46,244,091
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	17.75	15.86
Series T5	18.20	16.90
Series F	18.53	16.55
Series F5	15.49	14.21
Series I	19.58	17.47
Series O	13.73	12.25

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	12,718,932	11,588,849
Interest income for distribution purposes	6,708,473	6,551,748
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	22,334,828	8,311,867
Net realized gain (loss) on futures contracts	(4,089)	5,799
Net realized gain (loss) on currency forward contracts	(1,605,885)	(4,689,358)
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	50,273,999	(16,938,033)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	12,560,306	(8,705,697)
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	102,986,564	(3,874,825)
Net gain (loss) on foreign exchange	(1,159,523)	(935,158)
Other income	6,824	1,132
Total income (loss)	101,833,865	(4,808,851)
Expenses (note 5)		
Management fees	7,893,680	7,801,774
Fixed annual administration fees	1,142,125	1,112,878
Independent review committee fees	56,887	9,243
Withholding tax	1,575,715	1,259,577
Transaction costs (note 2)	102,426	142,854
Total operating expenses	10,770,833	10,326,326
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	91,063,032	(15,135,177)
Finance Cost		
Interest expense	(504)	(5,809)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	91,062,528	(15,140,986)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	42,888,420	(10,562,610)
Series T5	1,197,881	(295,138)
Series F	14,834,470	(2,024,031)
Series F5	41,553	(3,379)
Series I	25,106,239	(1,738,896)
Series O	6,993,965	(516,932)
Weighted Average Number of Units Outstanding		
Series A	19,874,628	20,683,718
Series T5	534,471	519,215
Series F	6,049,734	5,567,389
Series F5	20,229	5,083
Series I	8,988,764	8,087,702
Series O	3,578,413	3,872,357

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

Sun Life MFS Global Total Return Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	2.16	(0.51)
Series T5	2.24	(0.57)
Series F	2.45	(0.36)
Series F5	2.05	(0.66)
Series I	2.79	(0.22)
Series O	1.95	(0.13)

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

For the periods ended December 31

	Series A		Series T5		Series F		Series F5	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 326,500,070	325,777,287	9,105,124	8,881,679	98,906,404	85,240,161	238,833	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 42,888,420	(10,562,610)	1,197,881	(295,138)	14,834,470	(2,024,031)	41,553	(3,379)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 83,340,624	109,054,323	1,944,980	2,882,994	34,994,381	43,326,403	206,499	245,802
Redemption of redeemable units	\$ (101,430,365)	(97,747,678)	(2,021,958)	(1,994,333)	(26,937,947)	(27,317,381)	(97,422)	-
Reinvestment of distributions to holders of redeemable units	\$ 4,829,677	1,369,453	107,654	109,933	2,512,689	1,406,503	1,516	2,552
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (13,260,064)	12,676,098	30,676	998,594	10,569,123	17,415,525	110,593	248,354
Distributions to Holders of Redeemable Units								
From capital gains	\$ (3,238,663)	-	(90,750)	-	(1,119,798)	-	(3,587)	-
From net investment income	\$ (1,676,123)	(1,390,705)	(414,610)	(38,868)	(2,003,464)	(1,725,251)	(13,285)	(6,142)
Return of capital	\$ -	-	-	(441,143)	-	-	-	-
	\$ (4,914,786)	(1,390,705)	(505,360)	(480,011)	(3,123,262)	(1,725,251)	(16,872)	(6,142)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 24,713,570	722,783	723,197	223,445	22,280,331	13,666,243	135,274	238,833
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 351,213,640	326,500,070	9,828,321	9,105,124	121,186,735	98,906,404	374,107	238,833
Redeemable Unit Transactions								
Balance - beginning of period	20,585,377	19,813,971	538,610	483,142	5,975,125	4,959,416	16,804	-
Units issued	4,867,945	6,650,751	108,441	160,706	1,941,486	2,517,224	13,666	16,628
Units issued on reinvestment of distributions	269,954	87,600	6,010	6,182	134,623	86,329	102	176
Units redeemed	(5,941,842)	(5,966,945)	(112,935)	(111,420)	(1,510,417)	(1,587,844)	(6,428)	-
Balance - end of period	19,781,434	20,585,377	540,126	538,610	6,540,817	5,975,125	24,144	16,804

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

Sun Life MFS Global Total Return Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series I		Series O		Total	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 155,278,231	127,525,798	46,244,091	49,387,113	636,272,753	596,812,038
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 25,106,239	(1,738,896)	6,993,965	(516,932)	91,062,528	(15,140,986)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 19,807,067	38,071,498	9,017,055	9,805,416	149,310,606	203,386,436
Redemption of redeemable units	\$ (17,012,094)	(8,580,169)	(14,031,689)	(12,422,765)	(161,531,475)	(148,062,326)
Reinvestment of distributions to holders of redeemable units	\$ 6,202,928	4,148,039	1,565,500	1,173,000	15,219,964	8,209,480
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 8,997,901	33,639,368	(3,449,134)	(1,444,349)	2,999,095	63,533,590
Distributions to Holders of Redeemable Units						
From capital gains	\$ (1,687,731)	-	(444,176)	-	(6,584,705)	-
From net investment income	\$ (4,515,200)	(4,148,039)	(1,134,722)	(1,181,741)	(9,757,404)	(8,490,746)
Return of capital	\$ -	-	-	-	-	(441,143)
	\$ (6,202,931)	(4,148,039)	(1,578,898)	(1,181,741)	(16,342,109)	(8,931,889)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 27,901,209	27,752,433	1,965,933	(3,143,022)	77,719,514	39,460,715
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 183,179,440	155,278,231	48,210,024	46,244,091	713,992,267	636,272,753
Redeemable Unit Transactions						
Balance - beginning of period	8,887,486	7,029,718	3,775,069	3,883,446	39,778,471	36,169,693
Units issued	1,041,729	2,085,978	671,971	767,244	8,645,238	12,198,531
Units issued on reinvestment of distributions	314,265	241,607	113,123	97,441	838,077	519,335
Units redeemed	(890,011)	(469,817)	(1,049,137)	(973,062)	(9,510,770)	(9,109,088)
Balance - end of period	9,353,469	8,887,486	3,511,026	3,775,069	39,751,016	39,778,471

Statements of Cash Flows

For the periods ended December 31

	2019	2018		2019	2018
	(\$)	(\$)		(\$)	(\$)
Cash Flows from Operating Activities			Net Cash Provided by (Used in)		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	91,062,528	(15,140,986)	Operating Activities	17,199,348	(58,553,600)
Adjustments for:			Cash Flows from Financing Activities		
Net realized (gain) loss on sale of investments	(22,334,828)	(8,311,867)	Distributions paid to holders of redeemable units, net of reinvested distributions	(1,122,117)	(722,409)
Change in unrealized (appreciation) depreciation in value of investments	(50,273,999)	16,938,033	Proceeds from redeemable units issued	149,342,086	204,373,283
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-	Redemption of redeemable units	(161,617,279)	(147,899,021)
Change in unrealized (appreciation) depreciation in currency forward contracts	(12,560,306)	8,705,697	Net Cash Provided by (Used in)		
Change in unrealized (appreciation) depreciation in option contracts	-	-	Financing Activities	(13,397,310)	55,751,853
Change in unrealized (appreciation) depreciation in value of swaps	-	-	Net increase (decrease) in cash	3,802,038	(2,801,747)
Non-cash income distributions from underlying funds	-	-	Cash (bank indebtedness) at beginning of period	203,969	3,005,716
Change in margin	3,182,616	(3,188,122)	Cash (bank indebtedness) at end of period	4,006,007	203,969
Purchases of investments	(371,964,958)	(472,100,756)	Dividends received, net of withholding taxes	10,941,363	9,792,788
Proceeds from sale of investments	419,182,087	381,309,649	Interest received, net of withholding taxes	6,823,352	6,462,923
Purchases of short-term investments	(830,238,609)	(942,252,934)	Interest paid	(504)	(5,809)
Proceeds from sale of short-term investments	791,076,362	975,948,679			
Change in dividends and interest receivable	(86,975)	(625,309)			
Change in distributions receivable from underlying funds	-	-			
Change in management fees payable	45,654	18,142			
Change in other payables and accrued expenses	109,776	146,174			

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

Sun Life MFS Global Total Return Fund (continued)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.659%	9-Jan-2020	4,000,000	3,992,400	3,992,400	
Canadian Treasury Bill	1.657%	6-Feb-2020	14,000,000	13,947,866	13,947,866	
Canadian Treasury Bill	1.658%	5-Mar-2020	18,200,000	18,133,574	18,133,574	
Province of Manitoba	1.767%	15-Jan-2020	8,900,000	8,870,452	8,870,452	
				44,944,292	44,944,292	6.29
Bearer Deposit Notes						
Province of Ontario	1.765%	19-Feb-2020	9,400,000	9,361,178	9,361,178	
				9,361,178	9,361,178	1.31
Promissory Note						
Province of Alberta	1.776%	4-Feb-2020	4,800,000	4,779,360	4,779,360	
Province of Alberta	1.777%	24-Feb-2020	8,600,000	8,562,590	8,562,590	
				13,341,950	13,341,950	1.87
Term Deposit Receipts						
National Bank of Canada	1.700%	2-Jan-2020	750,000	750,000	750,000	
				750,000	750,000	0.11
Total Short-Term Investments				68,397,420	68,397,420	9.58
BONDS						
Federal Bonds						
Australia Government Bond	2.250%	21-May-2028	1,860,000	1,847,435	1,820,463	
Australia Government Bond	2.750%	21-Jun-2035	3,242,000	3,437,712	3,412,626	
Banque Oueat Africaine de Developpement	4.700%	22-Oct-2031	201,000	265,522	265,380	
Canadian Government Bond	1.500%	1-Jun-2026	1,811,000	1,749,001	1,790,351	
Canadian Government Bond	5.750%	1-Jun-2033	1,875,000	2,856,743	2,769,269	
City of Oslo Norway	2.450%	24-May-2023	2,000,000	293,054	297,627	
City of Oslo Norway	2.050%	31-Oct-2024	8,000,000	1,157,793	1,175,271	
Commonwealth of Puerto Rico	6.000%	1-Jul-2027	20,000	25,854	26,748	
Croatia Government International Bond	1.125%	19-Jun-2029	1,050,000	1,549,054	1,581,016	
Export-Import Bank of India	3.375%	5-Aug-2026	400,000	525,117	528,263	
Export-Import Bank of India	3.875%	1-Feb-2028	200,000	270,521	271,638	
French Republic Government Bond OAT	1.250%	25-May-2036	450,000	774,834	733,023	
French Republic Government Bond OAT	1.500%	25-May-2050	185,000	328,256	310,869	
Hungary Government International Bond	5.375%	21-Feb-2023	566,000	862,179	806,316	
Indonesia Treasury Bond	7.500%	15-Jun-2035	6,500,000,000	608,841	609,523	
International Bank for Reconstruction & Development	2.800%	13-Jan-2021	155,000	153,765	143,686	
International Bank for Reconstruction & Development	4.250%	24-Jun-2025	30,000	32,696	31,312	
Italy Buoni Poliennali Del Tesoro	2.100%	15-Jul-2026	3,320,000	5,344,272	5,189,229	
Italy Buoni Poliennali Del Tesoro	4.000%	1-Feb-2037	1,735,000	3,290,962	3,251,246	
Italy Buoni Poliennali Del Tesoro	3.100%	1-Mar-2040	1,590,000	2,616,318	2,651,617	
Italy Buoni Poliennali Del Tesoro	3.450%	1-Mar-2048	780,000	1,483,643	1,383,306	
Japan Government Thirty Year Bond	2.400%	20-Mar-2037	266,700,000	4,214,266	4,358,703	
Japan Government Thirty Year Bond	2.300%	20-Mar-2040	223,150,000	3,896,121	3,715,597	
Japan Government Twenty Year Bond	1.800%	20-Sep-2030	556,500,000	8,342,952	7,910,106	
Japan Government Twenty Year Bond	1.800%	20-Jun-2031	635,900,000	9,537,143	9,117,867	
Japan Government Twenty Year Bond	0.500%	20-Jun-2038	165,450,000	1,894,614	2,063,682	
Mexican Bonos	8.500%	31-May-2029	356,000	2,760,916	2,722,867	
New Jersey Economic Development Authority	7.425%	31-Dec-2049	226,000	383,820	367,641	
Nordic Investment Bank	4.750%	28-Feb-2024	80,000	88,242	82,710	
Oklahoma Development Finance Authority	4.650%	15-Aug-2030	221,000	286,604	325,029	
Portugal Obrigacoes do Tesouro OT	2.250%	18-Apr-2034	1,643,000	2,660,560	2,861,188	
Portugal Obrigacoes do Tesouro OT	4.100%	15-Apr-2037	260,000	469,427	564,247	
Puerto Rico Electric Power Authority	5.000%	1-Jul-2022	95,000	122,095	125,364	
Qatar Government International Bond	4.000%	14-Mar-2029	245,000	327,626	355,193	
Spain Government Bond	1.950%	30-Jul-2030	1,355,000	2,302,396	2,261,736	
Spain Government Bond	1.850%	30-Jul-2035	2,690,000	4,700,304	4,482,863	
United Kingdom Gilt	1.625%	22-Oct-2028	2,930,000	5,398,286	5,410,631	
United Kingdom Gilt	0.875%	22-Oct-2029	3,605,000	6,160,919	6,218,210	
United Kingdom Gilt	1.750%	7-Sep-2037	805,000	1,427,581	1,494,336	
United States Treasury Note	1.625%	31-Aug-2022	1,500,000	2,003,223	1,947,135	
United States Treasury Note	2.000%	15-Nov-2026	1,530,000	2,066,161	2,007,429	
United States Treasury Note	2.375%	15-May-2029	1,650,000	2,285,023	2,225,888	

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

Sun Life MFS Global Total Return Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
United States Treasury Note	3.500%	15-Feb-2039	4,295,000	6,766,633	6,688,551	
United States Treasury Note	3.125%	15-Feb-2043	2,125,500	3,032,544	3,133,605	
United States Treasury Note	2.250%	15-Aug-2049	303,600	398,389	383,120	
Uruguay Government International Bond	4.375%	23-Jan-2031	963,000	1,293,934	1,398,932	
				102,293,351	101,271,409	14.19
Provincial Bonds						
Province of Alberta	4.500%	1-Dec-2040	75,000	87,614	97,152	
Province of British Columbia	2.300%	18-Jun-2026	110,000	107,449	111,266	
				195,063	208,418	0.03
Canadian Corporate Bonds						
Loblaw Companies Limited	4.860%	12-Sep-2023	76,000	84,444	81,757	
				84,444	81,757	0.01
Foreign Corporate Bonds						
AA Bond Co., Ltd.	2.750%	31-Jul-2023	325,000	520,326	535,395	
AA Bond Co., Ltd.	2.875%	31-Jul-2043	100,000	169,325	170,802	
Abbott Ireland Financing DAC	1.500%	27-Sep-2026	200,000	297,171	315,310	
Abbott Ireland Financing DAC	0.375%	19-Nov-2027	100,000	144,741	145,545	
Adani Ports & Special Economic Zone Ltd.	4.375%	3-Jul-2029	200,000	262,028	269,429	
AerCap Ireland Capital DAC / AerCap Global Aviation Trust	3.650%	21-Jul-2027	316,000	402,481	422,614	
AIB Group PLC	1.250%	28-May-2024	250,000	373,871	374,518	
Alcon Finance Corp.	3.800%	23-Sep-2049	200,000	264,668	273,340	
Allergan Funding SCS	2.625%	15-Nov-2028	170,000	254,132	285,276	
Altria Group Inc.	1.700%	15-Jun-2025	150,000	224,965	227,003	
American International Group Inc.	1.875%	21-Jun-2027	200,000	303,809	311,774	
American Tower Corp.	4.700%	15-Mar-2022	200,000	268,860	273,384	
American Tower Corp.	4.000%	1-Jun-2025	475,000	605,327	659,674	
Anheuser-Busch InBev Finance Inc.	3.300%	1-Feb-2023	1,098,000	1,497,339	1,475,998	
Anheuser-Busch Inbev SA/NV	1.650%	28-Mar-2031	140,000	210,387	222,393	
Anheuser-Busch InBev Worldwide Inc.	4.375%	15-Apr-2038	99,000	120,930	144,446	
Anheuser-Busch InBev Worldwide Inc.	5.550%	23-Jan-2049	145,000	191,196	244,661	
Apple Inc.	4.500%	23-Feb-2036	103,000	147,259	162,545	
Apple Inc.	4.250%	9-Feb-2047	222,000	294,111	345,191	
APT Pipelines Ltd.	5.000%	23-Mar-2035	198,000	270,892	290,988	
AT&T Inc.	3.450%	19-Sep-2023	250,000	233,406	239,187	
AT&T Inc.	4.125%	17-Feb-2026	513,000	712,015	721,598	
AT&T Inc.	4.750%	15-May-2046	261,000	321,777	383,665	
AT&T Inc.	5.650%	15-Feb-2047	183,000	256,923	302,807	
Aviva PLC	3.875%	3-Jul-2044	200,000	329,699	325,438	
Bacardi Ltd.	5.150%	15-May-2038	192,000	287,228	281,829	
Bank of America Corp.	3.500%	19-Apr-2026	900,000	1,175,021	1,242,226	
Bank of New York Mellon Corp.	2.950%	29-Jan-2023	476,000	602,727	634,292	
Bankinter SA	0.875%	8-Jul-2026	200,000	297,875	293,810	
Barclays PLC	3.125%	17-Jan-2024	200,000	320,242	361,163	
Becton Dickinson and Co.	1.401%	24-May-2023	200,000	301,755	301,353	
Becton Dickinson and Co.	3.734%	15-Dec-2024	29,000	37,634	39,893	
Becton Dickinson and Co.	4.685%	15-Dec-2044	152,000	215,673	231,010	
Belfius Bank SA/NV	0.375%	13-Feb-2026	400,000	578,529	574,246	
Berkshire Hathaway Inc.	2.750%	15-Mar-2023	95,000	127,020	126,396	
Berkshire Hathaway Inc.	4.500%	11-Feb-2043	175,000	253,660	275,694	
Boston Gas Co.	3.150%	1-Aug-2027	239,000	298,600	320,774	
Boston Properties LP	3.125%	1-Sep-2023	299,000	404,908	400,409	
Boston Scientific Corp.	0.625%	1-Dec-2027	100,000	144,993	145,467	
BP Capital Markets America Inc.	3.410%	11-Feb-2026	571,000	752,375	789,537	
BPCE SA	4.500%	15-Mar-2025	400,000	535,116	559,323	
BPCE SA	0.500%	24-Feb-2027	100,000	144,528	144,468	
BPCE SA	5.250%	16-Apr-2029	200,000	398,107	424,327	
Broadcom Corp / Broadcom Cayman Finance Ltd.	3.875%	15-Jan-2027	453,000	580,868	610,721	
CEZ AS	0.875%	2-Dec-2026	300,000	437,087	434,961	
Charles Schwab Corp.	3.850%	21-May-2025	278,000	355,461	390,939	
Charter Communications Operating LLC	6.384%	23-Oct-2035	211,000	298,013	344,867	
Cheniere Corpus Christi Holdings LLC	3.700%	15-Nov-2029	181,000	238,352	239,975	
Chubb INA Holdings Inc.	2.300%	3-Nov-2020	235,000	310,352	305,852	
Chubb INA Holdings Inc.	0.875%	15-Jun-2027	100,000	149,994	148,531	

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

Sun Life MFS Global Total Return Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Cigna Corp.	4.125%	15-Nov-2025	240,000	315,942	338,180	
Cisco Systems Inc.	2.200%	28-Feb-2021	151,000	206,254	197,001	
CNH Industrial Finance Europe SA	1.875%	19-Jan-2026	200,000	308,364	307,508	
CNP Assurances	2.000%	27-Jul-2050	200,000	295,596	294,667	
Coach Inc.	4.125%	15-Jul-2027	281,000	369,673	372,785	
Commerzbank AG	0.625%	28-Aug-2024	90,000	134,637	132,933	
Commerzbank AG	4.000%	23-Mar-2026	150,000	251,012	246,345	
Consortio Transmanto SA	4.700%	16-Apr-2034	200,000	267,351	285,701	
Constellation Brands Inc.	4.400%	15-Nov-2025	283,000	369,974	401,311	
Credit Agricole SA	1.250%	2-Oct-2024	200,000	326,795	341,937	
Credit Suisse Group AG	1.250%	17-Jul-2025	135,000	196,696	203,867	
Credit Suisse Group AG	1.000%	24-Jun-2027	100,000	149,886	148,861	
Credit Suisse Group AG	3.869%	12-Jan-2029	500,000	628,548	691,440	
CRH America Finance Inc.	4.500%	4-Apr-2048	223,000	283,313	316,264	
Crown Castle International Corp.	2.250%	1-Sep-2021	244,000	315,064	317,404	
Crown Castle International Corp.	4.450%	15-Feb-2026	350,000	467,481	497,602	
CYBG PLC	4.000%	3-Sep-2027	180,000	291,850	322,589	
Danone SA	2.077%	2-Nov-2021	200,000	266,681	259,686	
Danone SA	2.589%	2-Nov-2023	373,000	497,360	491,656	
Dassault Systemes SE	0.125%	16-Sep-2026	100,000	144,520	143,860	
Demeter Investments BV for Zurich Insurance Co Ltd.	3.500%	1-Oct-2046	250,000	410,717	420,437	
DH Europe Finance II Sarl	0.450%	18-Mar-2028	100,000	145,858	144,053	
DH Europe Finance II Sarl	1.350%	18-Sep-2039	100,000	145,434	138,043	
Discovery Communications LLC	4.125%	15-May-2029	93,000	124,669	130,458	
DS Smith PLC	0.875%	12-Sep-2026	150,000	217,601	214,931	
Duke Energy Corp.	3.750%	1-Sep-2046	447,000	610,596	600,619	
E*TRADE Financial Corp.	2.950%	24-Aug-2022	142,000	180,972	187,666	
Electricite de France	5.875%	22-Jan-2029	400,000	714,822	754,398	
Emera US Finance LP	2.700%	15-Jun-2021	91,000	115,667	119,131	
Emera US Finance LP	3.550%	15-Jun-2026	104,000	131,955	140,213	
Empresa Nacional de Telecomunicaciones SA	4.750%	1-Aug-2026	572,000	766,431	787,323	
Enel Finance International NV	0.375%	17-Jun-2027	100,000	145,248	144,271	
Enel Finance International NV	4.750%	25-May-2047	200,000	258,417	292,569	
Enersis Americas SA	4.000%	25-Oct-2026	638,000	873,947	858,646	
Eni SpA	4.250%	9-May-2029	200,000	275,251	285,052	
ERAC USA Finance LLC	7.000%	15-Oct-2037	200,000	330,810	367,323	
Erste Group Bank AG	0.875%	22-May-2026	200,000	299,973	298,403	
Erste Group Bank AG	1.000%	10-Jun-2030	200,000	291,539	289,878	
EssilorLuxottica SA	0.375%	27-Nov-2027	100,000	145,739	145,604	
EssilorLuxottica SA	0.750%	27-Nov-2031	100,000	144,980	146,386	
Euroclear Investments SA	2.625%	11-Apr-2048	200,000	318,712	318,559	
Euronet Worldwide Inc.	1.375%	22-May-2026	450,000	660,080	652,079	
Eutelsat SA	2.250%	13-Jul-2027	400,000	611,346	606,905	
Evergy Inc.	2.900%	15-Sep-2029	396,000	523,374	512,174	
Exelon Corp.	3.497%	1-Jun-2022	111,000	148,985	147,876	
Experian Finance PLC	4.250%	1-Feb-2029	358,000	477,169	511,278	
Ferrari NV	1.500%	16-Mar-2023	225,000	334,249	339,010	
Fidelity National Information Services Inc.	3.875%	5-Jun-2024	37,000	44,097	51,096	
Fidelity National Information Services Inc.	2.602%	21-May-2025	100,000	173,974	180,114	
Fidelity National Information Services Inc.	0.625%	3-Dec-2025	100,000	146,934	146,637	
Fidelity National Information Services Inc.	1.000%	3-Dec-2028	100,000	146,156	146,224	
Fidelity National Information Services Inc.	3.360%	21-May-2031	100,000	173,974	188,790	
Fiserv Inc.	4.400%	1-Jul-2049	84,000	110,774	124,194	
Ford Motor Credit Co LLC	1.514%	17-Feb-2023	100,000	150,272	147,118	
Fox Corp.	4.709%	25-Jan-2029	53,000	70,193	78,436	
GE Capital International Funding Co. Unlimited Co.	3.373%	15-Nov-2025	476,000	582,457	643,683	
General Motors Co.	0.875%	17-May-2025	200,000	296,612	292,979	
General Motors Co.	6.750%	1-Apr-2046	250,000	363,048	380,863	
GLP Capital LP / GLP Financing II Inc.	5.300%	15-Jan-2029	285,000	403,118	411,343	
Grand City Properties SA	1.375%	3-Aug-2026	300,000	424,451	451,600	
Grand City Properties SA	2.500%	31-Dec-2049	300,000	446,021	452,321	
Hartford Financial Services Group Inc.	3.600%	19-Aug-2049	226,000	296,723	302,146	
HCA Inc.	5.125%	15-Jun-2039	122,000	161,992	174,916	
Heathrow Funding Ltd.	4.625%	31-Oct-2046	100,000	238,818	244,314	
Home Depot Inc.	2.625%	1-Jun-2022	150,000	186,833	198,524	
Home Depot Inc.	4.875%	15-Feb-2044	200,000	290,001	330,568	

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

Sun Life MFS Global Total Return Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
HSBC Holdings PLC	4.375%	23-Nov-2026	200,000	268,518	280,731	
Huntington Ingalls Industries Inc.	3.483%	1-Dec-2027	140,000	178,296	189,215	
Illinois Tool Works Inc.	1.000%	5-Jun-2031	120,000	179,029	180,499	
Imerys SA	1.500%	15-Jan-2027	200,000	304,137	298,691	
Imperial Grands Finance PLC	2.125%	12-Feb-2027	350,000	522,952	533,134	
Infraestructura Energetica Nova SAB de CV	4.875%	14-Jan-2048	300,000	382,884	371,882	
ING Groep NV	1.000%	13-Nov-2030	200,000	292,878	290,485	
Intercontinental Exchange Inc.	4.000%	15-Oct-2023	350,000	466,631	485,149	
Intercontinental Exchange Inc.	3.750%	1-Dec-2025	112,000	148,577	157,343	
Intesa Sanpaolo SpA	5.250%	28-Jan-2022	50,000	108,637	92,052	
Intesa Sanpaolo SpA	0.750%	4-Dec-2024	250,000	366,833	365,703	
Investor AB	1.500%	20-Jun-2039	100,000	149,985	153,237	
Islandsbanki HF	1.125%	19-Jan-2024	350,000	532,876	513,966	
JPMorgan Chase & Co.	3.250%	23-Sep-2022	482,000	639,827	646,898	
JPMorgan Chase & Co.	2.950%	1-Oct-2026	708,000	875,951	946,942	
JPMorgan Chase & Co.	3.540%	1-May-2028	223,000	298,140	307,494	
KBC Group NV	0.500%	3-Dec-2029	100,000	146,353	143,450	
La Mondiale SAM	4.375%	31-Dec-2049	300,000	453,930	469,416	
Laboratory Corp of America Holdings	3.200%	1-Feb-2022	279,000	356,912	370,170	
Laboratory Corp of America Holdings	4.700%	1-Feb-2045	200,000	255,941	292,468	
Las Vegas Sands Corp.	3.900%	8-Aug-2029	114,000	149,706	154,658	
Lear Corp.	3.800%	15-Sep-2027	157,000	193,126	205,825	
LEG Immobilien AG	0.875%	28-Nov-2027	100,000	146,125	145,905	
Lloyds Banking Group PLC	0.500%	12-Nov-2025	300,000	435,562	435,943	
Lockheed Martin Corp.	3.550%	15-Jan-2026	100,000	132,658	139,225	
Low Income Investment Fund	3.386%	1-Jul-2026	80,000	104,465	104,851	
Low Income Investment Fund	3.711%	1-Jul-2029	215,000	280,748	286,124	
Macquarie Group Ltd.	1.250%	5-Mar-2025	200,000	294,182	300,253	
ManpowerGroup Inc.	1.750%	22-Jun-2026	250,000	381,670	385,922	
Marathon Petroleum Corp.	5.125%	15-Dec-2026	300,000	431,470	441,044	
Marsh & McLennan Cos Inc.	3.500%	3-Jun-2024	50,000	56,399	68,154	
Marsh & McLennan Cos Inc.	1.979%	21-Mar-2030	100,000	150,525	159,293	
Marsh & McLennan Cos Inc.	4.350%	30-Jan-2047	293,000	384,816	438,372	
Martin Marietta Materials Inc.	3.450%	1-Jun-2027	101,000	137,067	134,184	
MDGH - GMTN BV	2.500%	7-Nov-2024	216,000	281,519	281,347	
Merlin Properties Socimi SA	1.875%	2-Nov-2026	360,000	549,641	559,325	
Merlin Properties Socimi SA	1.875%	4-Dec-2034	200,000	289,830	289,441	
Microsoft Corp.	4.100%	6-Feb-2037	425,000	596,874	652,908	
Microsoft Corp.	3.950%	8-Aug-2056	153,000	238,217	235,502	
MMS USA Financing Inc.	1.750%	13-Jun-2031	500,000	765,169	740,534	
Morgan Stanley	2.500%	21-Apr-2021	239,000	305,989	312,348	
Morgan Stanley	5.500%	28-Jul-2021	50,000	63,894	68,318	
Morgan Stanley	3.125%	27-Jul-2026	603,000	743,125	808,030	
MPLX LP	4.500%	15-Apr-2038	184,000	226,721	243,195	
Nationwide Building Society	1.500%	8-Mar-2026	100,000	143,042	152,564	
Neste Oyj	1.500%	7-Jun-2024	200,000	309,098	303,728	
NN Group NV	4.625%	8-Apr-2044	250,000	420,374	419,399	
Northwell Healthcare Inc.	4.260%	1-Nov-2047	229,000	281,396	319,925	
NTPC Ltd.	4.250%	26-Feb-2026	200,000	272,796	273,170	
OMV AG	1.000%	3-Jul-2034	80,000	118,095	116,403	
ONEOK Inc.	4.950%	13-Jul-2047	275,000	352,728	393,887	
PepsiCo Inc.	3.100%	17-Jul-2022	164,000	208,798	219,508	
Pertamina Persero PT	3.650%	30-Jul-2029	300,000	394,213	408,334	
Pertamina Persero PT	6.000%	3-May-2042	599,000	881,438	950,730	
Philip Morris International Inc.	1.450%	1-Aug-2039	300,000	428,877	404,123	
Phillips 66	4.875%	15-Nov-2044	238,000	341,539	372,878	
Plains All American Pipeline LP / PAA Finance Corp.	3.550%	15-Dec-2029	188,000	246,886	240,996	
Power Finance Corp., Ltd.	3.750%	6-Dec-2027	250,000	324,249	322,349	
PPL Capital Funding Inc.	5.000%	15-Mar-2044	20,000	24,171	29,859	
PPL WEM Ltd.	5.375%	1-May-2021	200,000	287,019	267,185	
Priceline Group Inc.	3.550%	15-Mar-2028	138,000	175,186	190,850	
Progressive Corp.	4.125%	15-Apr-2047	257,000	388,951	388,432	
QBE Insurance Group Ltd.	6.115%	24-May-2042	115,000	221,708	216,157	
Reckitt Benckiser Treasury Services PLC	3.625%	21-Sep-2023	400,000	516,644	540,741	
Reckitt Benckiser Treasury Services PLC	3.000%	26-Jun-2027	211,000	279,535	280,650	
Roper Technologies Inc.	4.200%	15-Sep-2028	181,000	236,575	257,456	

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

Sun Life MFS Global Total Return Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Roper Technologies Inc.	2.950%	15-Sep-2029	117,000	155,109	153,579	
RWE Finance BV	4.750%	31-Jan-2034	100,000	206,553	219,115	
Sabine Pass Liquefaction LLC	4.200%	15-Mar-2028	450,000	586,801	619,066	
SASOL Financing USA LLC	6.500%	27-Sep-2028	200,000	292,328	288,720	
SELP Finance Sarl	1.500%	20-Dec-2026	250,000	377,143	373,326	
SES Global Americas Holdings GP	5.300%	25-Mar-2044	173,000	228,300	219,008	
SES SA	1.625%	22-Mar-2026	150,000	239,712	228,062	
SES SA	0.875%	4-Nov-2027	100,000	144,578	142,408	
State Bank of India/London	4.375%	24-Jan-2024	200,000	277,989	273,466	
State Grid Overseas Investment 2016 Ltd.	3.500%	4-May-2027	492,000	639,406	669,060	
Suez	1.625%	31-Dec-2049	100,000	145,504	145,560	
Sumitomo Mitsui Financial Group Inc.	0.465%	30-May-2024	100,000	149,553	146,536	
Sumitomo Mitsui Financial Group Inc.	3.544%	17-Jan-2028	456,000	568,175	626,427	
Suzano Austria GmbH	6.000%	15-Jan-2029	334,000	461,011	489,569	
Svenska Handelsbanken AB	5.250%	31-Dec-2049	297,000	389,958	392,403	
Symrise AG	1.250%	29-Nov-2025	175,000	260,678	265,342	
TD Ameritrade Holding Corp.	2.950%	1-Apr-2022	29,000	36,039	38,456	
Tele2 AB	2.125%	15-May-2028	300,000	472,194	474,553	
Tengizchevroil Finance Co International Ltd.	4.000%	15-Aug-2026	650,000	862,487	885,759	
Texas Instruments Inc.	2.250%	4-Sep-2029	301,000	396,066	385,906	
The Home Depot Inc.	3.000%	1-Apr-2026	124,000	170,623	168,435	
The Sherwin-Williams Co.	3.800%	15-Aug-2049	146,000	194,922	193,870	
Thermo Fisher Scientific Inc.	3.000%	15-Apr-2023	114,000	148,130	152,097	
Thermo Fisher Scientific Inc.	2.950%	19-Sep-2026	97,000	127,901	129,459	
Thermo Fisher Scientific Inc.	3.200%	15-Aug-2027	600,000	756,683	814,866	
Thermo Fisher Scientific Inc.	0.875%	1-Oct-2031	100,000	144,732	143,334	
Transurban Finance Co Pty Ltd.	1.750%	29-Mar-2028	200,000	302,893	312,265	
UBS AG	5.125%	15-May-2024	557,000	742,380	780,072	
UBS Group Funding Switzerland AG	2.859%	15-Aug-2023	617,000	799,108	813,302	
UniCredit SpA	6.572%	14-Jan-2022	350,000	465,079	487,604	
UniCredit SpA	1.625%	3-Jul-2025	250,000	375,617	373,126	
United Technologies Corp.	3.650%	16-Aug-2023	247,000	343,180	337,925	
UnitedHealth Group Inc.	2.700%	15-Jul-2020	164,000	212,613	213,574	
UnitedHealth Group Inc.	4.625%	15-Jul-2035	505,000	728,476	796,617	
Vattenfall AB	0.500%	24-Jun-2026	100,000	149,646	146,776	
VEREIT Operating Partnership LP	3.100%	15-Dec-2029	315,000	413,248	401,923	
Verizon Communications Inc.	0.875%	19-Mar-2032	160,000	232,085	230,039	
ViacomCBS Inc.	4.375%	15-Mar-2043	178,000	247,191	245,256	
Vinci SA	2.250%	15-Mar-2027	100,000	175,538	180,911	
Virginia Electric & Power Co.	3.500%	15-Mar-2027	350,000	470,370	485,929	
Visa Inc.	4.300%	14-Dec-2045	200,000	280,731	319,267	
Volkswagen Bank GmbH	2.500%	31-Jul-2026	200,000	301,691	318,394	
Volkswagen Financial Services AG	1.500%	1-Oct-2024	195,000	294,885	295,031	
Volkswagen Leasing GmbH	1.500%	19-Jun-2026	100,000	149,217	150,852	
Wabtec Corp.	4.950%	15-Sep-2028	168,000	218,325	239,844	
Wells Fargo & Co.	3.900%	1-May-2045	413,000	615,213	608,421	
Whirlpool Corp.	4.750%	26-Feb-2029	384,000	499,750	555,282	
WPP Finance 2016	1.375%	20-Mar-2025	150,000	230,829	227,330	
				75,924,485	78,462,864	10.99
Mortgage-Backed Securities						
CCUBS Commercial Mortgage Trust 2017-C1	3.544%	15-Nov-2050	1,000,000	1,315,541	1,383,261	
Comm Mortgage Trust 2015-LC19	3.183%	10-Feb-2048	200,000	260,554	269,224	
Comm Mortgage Trust 2015-LC21 A4	3.708%	10-Jul-2048	205,721	260,638	283,854	
Dryden 55 CLO Ltd.	3.021%	15-Apr-2031	331,317	426,224	427,276	
Fannie Mae Pool	2.770%	1-Mar-2022	50,000	54,945	55,676	
Fannie Mae Pool	2.500%	1-Oct-2034	1,200,000	1,570,128	1,529,469	
Fannie Mae Pool	3.000%	1-Nov-2034	1,010,000	1,332,116	1,325,962	
Fannie Mae Pool	4.500%	1-Jan-2040	423,000	56,293	57,071	
Fannie Mae Pool	5.000%	1-Aug-2040	738,000	145,990	142,282	
Fannie Mae Pool	4.000%	1-Sep-2040	193,000	29,209	28,821	
Fannie Mae Pool	4.000%	1-Sep-2040	108,000	17,473	17,947	
Fannie Mae Pool	4.000%	1-Nov-2040	1,425,000	301,214	304,816	
Fannie Mae Pool	4.000%	1-Dec-2040	1,400,000	380,652	384,622	
Fannie Mae Pool	4.000%	1-Feb-2041	1,200,000	347,981	352,122	
Fannie Mae Pool	4.500%	1-Feb-2041	63,453	12,109	11,698	

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

Sun Life MFS Global Total Return Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Fannie Mae Pool	4.500%	1-Feb-2041	700,000	151,793	151,155	
Fannie Mae Pool	4.500%	1-Apr-2041	282,064	64,122	64,403	
Fannie Mae Pool	4.000%	1-Jun-2041	41,000	27,424	26,705	
Fannie Mae Pool	4.000%	1-Nov-2041	32,573	11,526	10,858	
Fannie Mae Pool	4.000%	1-Jan-2042	144,656	42,283	41,193	
Fannie Mae Pool	4.000%	1-Jan-2042	73,000	22,219	22,120	
Fannie Mae Pool	5.000%	1-Mar-2042	583,000	187,859	187,177	
Fannie Mae Pool	4.000%	1-Dec-2042	21,000	9,545	9,334	
Fannie Mae Pool	4.000%	1-Jan-2043	45,000	30,993	31,102	
Fannie Mae Pool	4.500%	1-Jan-2043	500,000	226,648	225,393	
Fannie Mae Pool	4.500%	1-Jan-2043	371,000	250,149	240,591	
Fannie Mae Pool	4.000%	1-Jun-2043	28,821	19,595	19,673	
Fannie Mae Pool	4.000%	1-Jul-2043	27,142	10,453	10,688	
Fannie Mae Pool	4.500%	1-Sep-2043	550,000	242,308	233,139	
Fannie Mae Pool	4.000%	1-Apr-2044	20,000	16,363	16,371	
Fannie Mae Pool	4.500%	1-Apr-2044	400,000	206,977	207,601	
Fannie Mae Pool	4.500%	1-Jun-2044	1,000,000	596,312	597,303	
Fannie Mae Pool	4.000%	1-Nov-2044	55,020	24,645	23,942	
Fannie Mae Pool	4.000%	1-Feb-2045	95,406	43,159	45,607	
Fannie Mae Pool	3.500%	1-Mar-2045	57,472	37,339	36,791	
Fannie Mae Pool	4.500%	1-Feb-2046	569,000	465,156	455,645	
Fannie Mae Pool	3.500%	1-Jul-2046	239,000	227,537	228,449	
Fannie Mae Pool	3.500%	1-Dec-2046	128,000	126,904	125,048	
Fannie Mae Pool	3.500%	1-Jan-2047	35,533	34,412	33,864	
Fannie Mae Pool	3.500%	1-Jan-2047	67,981	67,564	66,571	
Fannie Mae Pool	3.500%	1-Dec-2049	2,100,000	2,830,422	2,796,713	
FORT CRE 2018-1 LLC	3.135%	21-Oct-2023	282,500	375,276	364,316	
Freddie Mac Gold Pool	4.500%	1-Dec-2039	1,085,000	117,170	117,614	
Freddie Mac Gold Pool	4.500%	1-Jul-2040	155,789	28,561	27,959	
Freddie Mac Gold Pool	4.000%	1-Jan-2041	35,000	16,916	17,097	
Freddie Mac Gold Pool	5.000%	1-Jul-2041	1,100,000	335,057	335,377	
Freddie Mac Gold Pool	4.500%	1-May-2042	450,000	279,709	277,559	
Freddie Mac Gold Pool	4.000%	1-Apr-2044	41,200	18,456	18,779	
Freddie Mac Gold Pool	3.500%	1-Sep-2045	244,760	171,445	166,644	
Freddie Mac Multifamily Structured Pass Through Certificates	2.637%	25-Jan-2023	150,000	189,295	197,945	
Freddie Mac Multifamily Structured Pass Through Certificates	3.300%	25-Apr-2023	249,675	331,812	336,698	
Freddie Mac Multifamily Structured Pass Through Certificates	3.458%	25-Aug-2023	249,675	334,880	339,238	
Freddie Mac Multifamily Structured Pass Through Certificates	3.064%	25-Aug-2024	792,666	1,052,452	1,067,744	
Freddie Mac Multifamily Structured Pass Through Certificates	3.350%	25-Jan-2028	750,000	1,056,619	1,040,452	
Freddie Mac Multifamily Structured Pass Through Certificates	3.600%	25-Jan-2028	1,070,000	1,600,275	1,508,066	
Freddie Mac Multifamily Structured Pass Through Certificates	3.900%	25-Apr-2028	1,800,000	2,681,032	2,584,890	
Freddie Mac Multifamily Structured Pass Through Certificates	3.854%	25-Jun-2028	1,650,000	2,393,366	2,363,098	
Freddie Mac Multifamily Structured Pass Through Certificates	3.900%	25-Aug-2028	670,000	1,013,999	964,082	
Ginnie Mae II Pool	3.000%	20-Nov-2049	1,200,000	1,620,583	1,596,315	
Ginnie Mae II Pool	3.500%	20-Nov-2049	980,000	1,348,051	1,314,192	
Ginnie Mae II Pool	3.500%	20-Dec-2049	2,100,000	2,857,527	2,822,077	
GS Mortgage Securities Corp. II	3.382%	10-May-2050	230,127	284,611	312,683	
JPMBB Commercial Mortgage Securities Trust 2014-C26	3.494%	15-Jan-2048	261,848	341,986	356,978	
Magnetite VII Ltd.	2.801%	15-Jan-2028	670,000	874,089	866,216	
Morgan Stanley Bank of America Merrill Lynch Trust 2015-C21	3.338%	15-Mar-2048	15,893	20,381	21,487	
Morgan Stanley Capital I Trust 2017-H1	3.530%	15-Jun-2050	1,092,705	1,515,227	1,509,714	
Morgan Stanley Capital I Trust 2019-H7	3.261%	15-Jul-2052	722,181	970,300	979,972	
Oaktree CLO 2015-1 Ltd.	3.316%	20-Oct-2027	500,000	666,617	638,628	
Octagon Investment Partners XVII Ltd.	3.340%	25-Jan-2031	907,000	1,137,333	1,160,450	
Small Business Administration Participation Certificates	2.220%	1-Mar-2033	25,000	11,960	14,941	
Sound Point CLO X Ltd.	2.856%	20-Jan-2028	500,000	668,630	647,421	
Wells Fargo Commercial Mortgage Trust	3.148%	15-May-2048	71,128	89,345	95,718	
Wells Fargo Commercial Mortgage Trust	3.540%	15-May-2048	230,334	284,135	315,734	
				37,171,869	36,861,621	5.16
Total Bonds				215,669,212	216,886,069	30.38

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

Sun Life MFS Global Total Return Fund (continued)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Energy				
BP PLC	125,118	889,434	1,013,634	
Chevron Corp.	8,344	1,099,205	1,303,926	
China Petroleum & Chemical Corporation, H Shares	2,972,000	2,855,833	2,319,742	
ENI SpA	106,327	2,499,844	2,142,946	
Enterprise Products Partners LP	37,569	1,445,308	1,371,885	
EQT Midstream Partners LP	22,296	829,131	864,767	
Exxon Mobil Corp.	29,317	3,159,778	2,652,809	
Galp Energia SGPS SA	61,543	1,205,592	1,334,775	
Lukoil PJSC	5,105	252,548	653,450	
Lukoil PJSC, Sponsored ADR	3,100	204,771	398,695	
Marathon Petroleum Corporation	5,588	502,310	436,585	
Suncor Energy Inc.	53,049	2,109,895	2,257,765	
United Tractors Tbk PT	189,500	416,839	381,013	
Valero Energy Corp.	5,593	722,309	679,216	
		18,192,797	17,811,208	2.49
Materials				
Akzo Nobel NV	23,226	2,972,953	3,064,344	
Amcor Ltd.	144,131	1,982,680	2,045,632	
Amcor PLC	64,893	843,237	912,184	
Corteva Inc.	5,191	188,770	198,981	
DuPont de Nemours Inc.	5,191	467,089	432,157	
Givaudan SA	394	966,374	1,599,215	
MMC Norilsk Nickel PJSC, ADR	7,783	277,231	308,329	
POSCO	1,464	454,833	388,241	
PPG Industries Inc.	26,180	3,476,397	4,531,833	
PTT Global Chemical PCL	838,600	2,216,363	2,069,351	
Rio Tinto PLC	14,173	1,088,425	1,096,355	
The Sherwin-Williams Company	4,207	1,697,034	3,183,455	
		16,631,386	19,830,077	2.78
Industrials				
3M Co.	15,604	3,272,772	3,569,762	
AGCO Corp.	5,616	541,665	562,576	
Air Canada	44,353	754,754	2,151,564	
Bunzl PLC	34,705	1,192,670	1,231,118	
Canadian National Railway Co.	6,915	571,347	811,066	
Canadian Pacific Railway Ltd.	2,754	921,931	911,657	
Copart Inc.	3,344	401,603	394,345	
Eaton Corporation PLC	45,896	4,800,981	5,637,311	
Equifax Inc.	11,042	1,557,622	2,006,335	
Experian PLC	50,043	1,367,945	2,193,873	
Honeywell International Inc.	22,776	3,074,884	5,227,647	
Illinois Tool Works Inc.	15,427	2,464,910	3,593,485	
Johnson Controls International PLC	44,789	2,260,705	2,364,438	
Kubota Corp.	123,500	2,422,728	2,543,511	
Legrand SA	18,262	1,401,718	1,930,934	
Lockheed Martin Corp.	9,589	3,112,740	4,841,751	
Northrop Grumman Corp.	3,148	1,150,290	1,404,141	
RELX PLC	64,804	1,632,617	2,118,629	
Schneider Electric SE	66,415	6,703,911	8,845,666	
Secom Co., Ltd.	27,700	2,815,044	3,231,553	
SGS SA	248	674,069	880,412	
Stanley Black & Decker Inc.	12,886	2,085,178	2,769,497	
Thomson Reuters Corp.	9,111	507,455	845,930	
Union Pacific Corp.	12,095	2,207,234	2,835,540	
United Technologies Corp.	10,734	1,446,423	2,084,553	
Wolters Kluwer NV	21,701	2,054,964	2,053,856	
		51,398,160	67,041,150	9.38
Consumer Discretionary				
Aptiv PLC	14,408	1,235,407	1,774,376	
Compagnie Financière Richemont SA	19,502	1,718,795	1,986,370	
Compass Group PLC	126,294	2,990,237	4,100,455	
Duffry AG	5,875	1,146,850	755,430	
Greggs PLC	28,674	640,907	1,131,946	

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

Sun Life MFS Global Total Return Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Lear Corp.	6,106	978,095	1,086,342	
Magna International Inc.	46,501	2,994,645	3,310,871	
Marriott International Inc.	4,971	796,200	976,138	
Starbucks Corp.	20,304	1,760,270	2,314,860	
Target Corp.	25,772	3,437,361	4,284,750	
USS Co., Ltd.	42,100	956,720	1,037,859	
		18,655,487	22,759,397	3.19
Consumer Staples				
Colgate-Palmolive Co.	15,312	1,313,811	1,366,873	
Danone SA	23,527	2,201,408	2,530,779	
Diageo PLC	47,859	2,570,096	2,631,291	
General Mills Inc.	44,155	3,096,529	3,066,733	
Heineken NV	24,562	2,632,609	3,393,632	
Henkel AG & Co., KGaA, Preferred	23,511	3,433,426	3,155,334	
Imperial Tobacco Group PLC	28,789	1,236,968	924,322	
Japan Tobacco Inc.	109,100	4,511,600	3,166,675	
Kao Corp.	22,200	1,559,306	2,390,705	
Kimberly-Clark Corp.	21,962	3,056,487	3,917,310	
Nestle SA	54,280	5,449,263	7,616,282	
PepsiCo, Inc.	4,463	806,549	790,962	
Pernod Ricard SA	14,176	2,176,295	3,289,162	
Philip Morris International Inc.	52,557	6,400,160	5,799,153	
Reckitt Benckiser Group PLC	26,308	2,987,121	2,769,905	
The J.M. Smucker Company	14,595	2,235,149	1,970,768	
US Foods Holding Corp.	9,765	535,688	530,442	
Wesfarmers Ltd.	14,772	465,671	557,470	
		46,668,136	49,867,798	6.98
Health Care				
Abbott Laboratories	22,601	1,266,019	2,545,675	
Abbvie Inc.	7,579	721,933	870,176	
Bayer AG	51,310	6,777,845	5,437,964	
Becton Dickinson and Co.	4,961	1,685,523	1,749,628	
Biogen Inc.	2,174	857,639	836,520	
Bristol-Myers Squibb Co.	25,076	1,897,971	2,087,282	
Cie Generale d'Optique Essilor International SA	4,496	722,919	888,729	
CIGNA Corp.	13,789	2,817,634	3,656,456	
Danaher Corporation	15,977	1,470,643	3,179,820	
Danaher Corporation, Series A, Preferred	135	177,417	206,404	
Eli Lilly & Co.	18,317	2,323,850	3,121,795	
HCA Holdings Inc.	16,309	2,887,057	3,125,983	
Hoya Corp.	15,900	1,027,583	1,982,619	
Johnson & Johnson	38,346	5,475,167	7,253,399	
McKesson Corp.	4,982	932,125	893,602	
Medtronic PLC	33,629	3,318,979	4,947,365	
Novartis AG	35,996	3,447,452	4,429,906	
Novo Nordisk A/S	32,729	2,179,565	2,465,062	
Pfizer Inc.	112,453	4,755,716	5,713,352	
Roche Holding AG	24,841	8,052,374	10,445,363	
Santen Pharmaceutical Co., Ltd.	81,100	1,396,871	2,018,650	
Sonic Healthcare Ltd.	43,990	1,029,827	1,152,851	
Thermo Fisher Scientific Inc.	4,336	922,255	1,826,646	
		56,144,364	70,835,247	9.92
Financials				
Absa Group Ltd.	108,009	1,612,419	1,495,406	
Aon PLC	25,421	3,729,532	6,866,202	
BB Seguridade Participacoes SA	19,200	205,135	233,335	
BlackRock Inc.	4,192	2,016,168	2,732,660	
China Construction Bank Corporation	2,210,000	2,353,131	2,475,286	
Chubb Ltd.	19,045	3,223,191	3,844,267	
Citigroup Inc.	52,152	4,788,748	5,402,800	
DBS Group Holdings Ltd.	95,000	2,201,059	2,371,015	
Invesco Ltd.	29,550	763,011	688,974	
JPMorgan Chase & Co.	40,872	3,658,632	7,388,295	

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

Sun Life MFS Global Total Return Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
KBC Group NV	15,238	1,710,587	1,487,424	
Komerční Banka AS	3,518	181,449	167,140	
Manulife Financial Corp.	41,594	965,451	1,096,418	
Marsh & McLennan Companies Inc.	13,680	1,776,448	1,976,359	
MetLife Inc.	27,421	1,528,847	1,812,397	
Moody's Corp.	6,961	988,501	2,143,021	
Prudential Financial Inc.	6,955	754,547	845,430	
Royal Bank of Canada	11,233	1,062,851	1,153,656	
Samsung Fire & Marine Insurance Co Ltd.	2,127	712,434	580,758	
Sberbank of Russia, ADR	33,984	581,825	724,489	
State Street Corp.	17,679	1,675,695	1,813,384	
The Bank of New York Mellon Corp.	38,159	2,034,078	2,490,459	
The Charles Schwab Corporation	43,360	2,339,166	2,674,155	
The Goldman Sachs Group Inc.	8,435	2,214,299	2,514,990	
The PNC Financial Services Group Inc.	8,724	1,309,923	1,805,867	
The Travelers Companies Inc.	20,167	2,817,814	3,581,450	
TMX Group Ltd.	9,265	677,849	1,041,849	
Truist Financial Corp.	50,579	3,309,157	3,693,928	
U.S. Bancorp	44,296	2,522,289	3,405,661	
UBS Group AG	186,391	3,939,836	3,051,396	
Wells Fargo & Co.	31,508	2,058,821	2,198,157	
Zurich Insurance Group AG	7,162	2,443,918	3,808,544	
		62,156,811	77,565,172	10.86
Real Estate				
Daito Trust Construction Co., Ltd.	3,600	642,517	579,053	
Daiwa House Industry Co., Ltd.	23,900	933,828	966,771	
Deutsche Wohnen AG	47,533	1,822,752	2,519,872	
Grand City Properties SA	25,052	733,036	779,639	
Longfor Group Holdings Ltd.	80,000	414,678	485,960	
Medical Properties Trust Inc.	20,361	348,838	557,369	
Public Storage	2,138	591,940	590,420	
STORE Capital Corp.	20,577	820,483	993,682	
Unibail-Rodamco-Westfield	6,953	1,290,887	1,423,493	
		7,598,959	8,896,259	1.25
Information Technology				
Accenture PLC	23,399	3,261,645	6,389,241	
Adobe Systems Inc.	3,093	993,516	1,322,815	
Amadeus IT Holding SA	28,727	1,888,931	3,044,142	
Analog Devices Inc.	17,044	1,621,119	2,626,574	
CGI Group Inc.	13,108	931,983	1,424,446	
Cognizant Technology Solutions Corp.	18,494	1,773,422	1,487,367	
Fidelity National Information Services Inc.	11,022	1,100,803	1,987,979	
Fiserv Inc.	18,841	1,696,555	2,825,075	
Hitachi Ltd.	65,300	3,163,874	3,604,497	
Hon Hai Precision Industry Co., Ltd.	291,000	1,146,833	1,143,000	
Kyocera Corp.	25,600	2,034,996	2,284,901	
Microsoft Corp.	3,324	671,610	679,748	
Nomura Research Institute Ltd.	83,100	1,258,298	2,318,309	
NXP Semiconductors NV	9,364	1,333,826	1,545,286	
Omron Corp.	10,600	545,635	812,020	
Samsung Electronics Co., Ltd.	41,384	1,841,638	2,589,377	
Samsung Electronics Co., Ltd., Preferred	19,846	855,852	1,010,317	
Spectris PLC	18,018	740,365	899,476	
Taiwan Semiconductor Manufacturing Co., Ltd., ADR	165,875	5,971,975	12,497,197	
Texas Instruments Inc.	32,531	2,700,147	5,411,850	
Yokogawa Electric Corp.	32,800	770,583	754,974	
		36,303,606	56,658,591	7.94
Communication Services				
Advanced Info Service PCL	70,800	682,028	652,856	
Comcast Corporation, Class A	107,993	4,484,498	6,297,584	
Hellenic Telecommunications Organization SA	10,668	214,846	221,435	
KDDI Corp.	224,600	7,193,949	8,718,058	
Koninklijke KPN NV	153,447	666,585	587,655	

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

Sun Life MFS Global Total Return Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Omnicom Group Inc.	4,787	456,020	502,934	
TELUS Corp.	37,079	1,748,958	1,863,783	
Verizon Communications Inc.	13,050	806,651	1,039,045	
Vodafone Group PLC	993,043	3,518,693	2,503,590	
		19,772,228	22,386,940	3.14
Utilities				
CenterPoint Energy Inc., Preferred	10,639	722,872	672,422	
Duke Energy Corporation	25,128	2,675,316	2,972,048	
Exelon Corp.	55,834	2,495,270	3,300,835	
Iberdrola SA	101,426	1,369,834	1,355,299	
Xcel Energy Inc.	17,697	1,024,226	1,457,003	
		8,287,518	9,757,607	1.37
Total Equities		341,809,452	423,409,446	59.30
Transaction Costs		(235,104)		
Total Investments		625,640,980	708,692,935	99.26
Unrealized appreciation/(depreciation) on currency forward contracts⁽¹⁾			3,022,415	0.42
Other Assets less Liabilities			2,276,917	0.32
Total Net Assets			713,992,267	100.00

(1) Unrealized appreciation/(depreciation) on currency forward contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
Goldman Sachs & Co.	A-2	28-Feb-2020	CAD	1,418,833	JPY	(118,199,000)	3,995
JP Morgan	A-2	28-Feb-2020	CAD	98,210,995	USD	(74,234,118)	1,963,171
State Street Bank & Trust	A-1	28-Feb-2020	CAD	25,202,008	JPY	(2,057,778,965)	568,909
State Street Bank & Trust	A-1	28-Feb-2020	CAD	49,940,755	EUR	(33,910,895)	407,564
State Street Bank & Trust	A-1	28-Feb-2020	CAD	16,822,807	GBP	(9,643,264)	232,807
UBS AG Warburg	A-1	28-Feb-2020	CAD	1,674,537	SEK	(12,002,000)	7,546
UBS AG Warburg	A-1	28-Feb-2020	CAD	421,485	GBP	(243,000)	3,442
							3,187,434
BNP Paribas	A-1	28-Feb-2020	AUD	1,981,000	CAD	(1,814,205)	(6,177)
Brown Brothers Harriman & Co.	NR	28-Feb-2020	CAD	568,208	GBP	(333,000)	(4,636)
Goldman Sachs & Co.	A-2	28-Feb-2020	SEK	12,002,000	CAD	(1,683,719)	(16,700)
JP Morgan	A-2	28-Feb-2020	EUR	389,000	CAD	(569,186)	(990)
JP Morgan	A-2	15-Jan-2020	CAD	4,127,106	IDR	(44,325,059,000)	(7,087)
JP Morgan	A-2	15-Jan-2020	IDR	40,129,966,000	CAD	(3,764,552)	(21,610)
Merrill Lynch	NR	28-Feb-2020	EUR	233,000	CAD	(341,798)	(1,463)
Merrill Lynch	NR	28-Feb-2020	CAD	1,463,164	NOK	(10,057,000)	(20,877)
State Street Bank & Trust	A-1	28-Feb-2020	CAD	4,673,398	AUD	(5,190,000)	(63,189)
UBS AG Warburg	A-1	28-Feb-2020	EUR	288,000	CAD	(422,133)	(1,462)
UBS AG Warburg	A-1	28-Feb-2020	CAD	2,900,872	AUD	(3,201,319)	(20,828)
							(165,019)
							3,022,415

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

Sun Life MFS Global Total Return Fund (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS Global Total Return Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the 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 invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	12.92	16.49
AA/Aa	4.03	4.30
A/A	8.45	6.76
BBB/Baa	9.86	10.67
BB/Ba	0.11	1.54
Not rated	5.76	3.02
Total	41.13	42.78

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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. 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, 2019		December 31, 2018	
United States				
Dollar	253,427,359	35.49	213,113,164	33.49
Euro	52,151,433	7.30	45,677,683	7.18
Japanese Yen	37,811,452	5.30	27,985,147	4.40
Swiss Franc	35,093,041	4.92	33,162,094	5.21
British Pound	20,417,370	2.86	23,463,201	3.69
Hong Kong Dollar	5,280,988	0.74	4,725,455	0.74
Korean Won	4,568,692	0.64	2,355,249	0.37
Australian Dollar	3,654,297	0.51	3,649,448	0.57
Mexican Peso	2,740,760	0.38	-	-
Thai Baht	2,722,206	0.38	2,054,461	0.32
Danish Krone	2,472,076	0.35	6,067	-
Singapore Dollar	2,371,015	0.33	496,138	0.08
South African Rand	1,495,406	0.21	905,152	0.14
New Taiwan Dollar	1,143,000	0.16	704,020	0.11
Indonesian Rupiah	600,673	0.08	1,336,174	0.21
Brazilian Real	236,995	0.03	-	-
Czech Koruna	167,140	0.02	180,764	0.03
Chinese Renminbi	5,361	-	-	-
Swedish Krona	-	-	374,008	0.06
New Zealand				
Dollar	-	-	(87,005)	(0.01)
Norwegian Krone	(2,800)	-	4,566,391	0.72
Total	426,356,464	59.70	364,667,611	57.31

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$21,317,823 (\$18,233,381 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

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

Sun Life MFS Global Total Return Fund (continued)

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	68,916,846	22,574,268	193,792,375	285,283,489
December 31, 2018	29,823,490	62,391,409	175,187,716	267,402,615

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$28,800,481 (\$25,562,550 as at December 31, 2018). 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 its investment in global equities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$21,170,472 (\$18,615,249 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Treasury Bills	6.3	1.8
Term Deposit Receipts	0.1	-
Promissory Note	1.9	2.8
Bearer Deposit Notes	1.3	-
Bonds		
Federal Bonds	14.2	23.1
Corporate Bonds	11.0	11.9
Mortgage-Backed Securities	5.2	2.4
Equities		
Energy	2.5	3.1
Materials	2.8	2.4
Industrials	9.4	8.3
Consumer Discretionary	3.2	2.2
Consumer Staples	7.0	8.9
Health Care	9.9	9.1
Financials	10.9	10.5
Real Estate	1.3	1.4
Information Technology	7.9	7.0
Communication Services	3.1	3.5
Utilities	1.3	2.1
Derivative Assets (Liabilities)	0.4	(1.5)
Other Assets less Liabilities	0.3	1.0
Total	100.0	100.0

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

Sun Life MFS Global Total Return Fund (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, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Equities	422,755,996	653,450	-	423,409,446
Bonds	-	180,024,448	-	180,024,448
Mortgage-Backed Securities	-	36,497,305	364,316	36,861,621
Short-Term Investments	-	68,397,420	-	68,397,420
Currency Forward Contracts	-	3,187,434	-	3,187,434
Financial Liabilities				
Currency Forward Contracts	-	165,019	-	165,019
<hr/>				
	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Equities	371,807,576	497,413	-	372,304,989
Bonds	-	222,654,693	-	222,654,693
Mortgage-Backed Securities	-	15,129,030	383,717	15,512,747
Short-Term Investments	-	29,235,175	-	29,235,175
Currency Forward Contracts	-	806,755	-	806,755
Financial Liabilities				
Currency Forward Contracts	-	10,344,646	-	10,344,646

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

The following is a reconciliation of Level 3 fair value assets as at December 31, 2019 and December 31, 2018.

	December 31, 2019 (\$)	December 31, 2018 (\$)
Opening Balance	383,717	4,229,370
Net purchases and sales	-	(1,651,173)
Net transfers in (out)	-	(2,306,190)
Gains (Losses)		
Realized	-	(13,237)
Unrealized	(19,401)	124,947
Closing Balance	364,316	383,717

The fair value pricing of Level 3 assets is performed by using the last observable market price available. There are no changes in the fair value pricing assumptions of Level 3 assets that would impact the Fund. Other valuation estimates considered were to price the assets at cost or derive the prices indirectly from other observable market prices.

Bonds and Mortgage-Backed Securities

Bonds include primarily government and corporate bonds and mortgage-backed securities, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. Bonds are classified as Level 2, when the inputs that are significant to valuation are generally observable. When one or more of the inputs that are significant to valuation become unobservable, bonds are then classified as Level 3.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$102,426 (\$142,854 for the period ended December 31, 2018).

Taxation of the Fund

The Fund had no accumulated capital losses.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

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

Sun Life MFS Global Total Return Fund (continued)

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the “Manager”) is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series F5	-	-
	December 31, 2018	
	Units	Market Value (\$)
Series F5	705	10,026

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	25	11,634	576
	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	10,016	-	554

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

	Amounts Eligible for Offset			
	Gross Assets/ (Liabilities) (\$)	Financial Instruments (\$)	Collateral received/ paid (\$)	Net (\$)
December 31, 2019				
Derivative assets - Forward Contracts	3,187,434	(107,859)	-	3,079,575
Total	3,187,434	(107,859)	-	3,079,575
Derivative liabilities - Forward Contracts	(165,019)	107,859	-	(57,160)
Total	(165,019)	107,859	-	(57,160)
December 31, 2018				
Derivative assets - Forward Contracts	806,755	(446,055)	-	360,700
Total	806,755	(446,055)	-	360,700
Derivative liabilities - Forward Contracts	(10,344,646)	446,055	-	(9,898,591)
Total	(10,344,646)	446,055	-	(9,898,591)

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	September 10, 2010	October 01, 2010
Series T5 Units	August 24, 2011	September 01, 2011
Series F Units	September 10, 2010	October 01, 2010
Series F5 Units	February 09, 2018	February 09, 2018
Series I Units	September 10, 2010	October 01, 2010
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life MFS Global Value Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	417,666,193	396,689,998
Short-term investments	5,443,517	4,890,730
Cash	527,381	642,108
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	468,828	11,359
Accrued interest	4,591	2,425
Dividends receivable	1,045,170	1,035,022
Distributions receivable from underlying funds	-	-
Subscriptions receivable	199,609	281,526
	425,355,289	403,553,168
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	20,806	17,206
Redemptions payable	2,931,045	367,203
Distributions payable	-	-
Due to investment dealers	-	-
Management fees payable	151,078	123,596
Total liabilities (excluding net assets attributable to holders of redeemable units)	3,102,929	508,005
Net Assets Attributable to Holders of Redeemable Units	422,252,360	403,045,163
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	164,547,361	152,173,072
Series T5	1,390,666	1,040,505
Series T8	3,007,630	2,341,385
Series F	78,080,327	75,204,394
Series F5	136,975	9,926
Series F8	2,421,078	649,302
Series I	158,490,646	158,584,426
Series O	14,177,677	13,042,153
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	26.63	22.16
Series T5	27.03	23.54
Series T8	21.23	19.02
Series F	28.27	23.47
Series F5	16.51	14.20
Series F8	15.60	13.81
Series I	29.67	24.61
Series O	17.26	14.32

Approved on behalf of Trustee

“signed” Jordy Chilcott
President

“signed” Kari Holdsworth
Chief Financial Officer

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

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	10,602,918	11,542,969
Interest income for distribution purposes	73,299	109,675
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	19,006,053	8,819,513
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	57,830,915	(28,206,999)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	87,513,185	(7,734,842)
Net gain (loss) on foreign exchange	(255,333)	(153,781)
Other income	584	937
Total income (loss)	87,258,436	(7,887,686)
Expenses (note 5)		
Management fees	4,536,494	4,791,740
Fixed annual administration fees	603,400	656,291
Independent review committee fees	3,138	5,105
Withholding tax	1,207,292	1,290,043
Transaction costs (note 2)	90,221	84,101
Total operating expenses	6,440,545	6,827,280
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	80,817,891	(14,714,966)
Finance Cost		
Interest expense	(224)	(93)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	80,817,667	(14,715,059)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	29,418,295	(7,230,829)
Series T5	215,474	(42,121)
Series T8	451,927	(72,705)
Series F	15,230,490	(2,668,753)
Series F5	15,248	(76)
Series F8	318,123	(41,496)
Series I	32,364,072	(4,354,061)
Series O	2,804,038	(305,018)
Weighted Average Number of Units Outstanding		
Series A	6,521,433	7,200,396
Series T5	47,296	52,270
Series T8	119,821	159,717
Series F	2,992,456	3,414,030
Series F5	6,095	681
Series F8	119,452	37,595
Series I	5,603,534	6,883,357
Series O	846,313	926,351

Sun Life MFS Global Value Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	4.51	(1.00)
Series T5	4.56	(0.81)
Series T8	3.77	(0.46)
Series F	5.09	(0.78)
Series F5	2.50	(0.11)
Series F8	2.66	(1.10)
Series I	5.78	(0.63)
Series O	3.31	(0.33)

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

For the periods ended December 31

	Series A		Series T5		Series T8		Series F	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 152,173,072	165,545,843	1,040,505	1,510,685	2,341,385	3,873,398	75,204,394	81,297,927
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 29,418,295	(7,230,829)	215,474	(42,121)	451,927	(72,705)	15,230,490	(2,668,753)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 30,767,191	52,277,670	439,398	263,774	1,794,983	1,943,076	18,201,118	25,343,817
Redemption of redeemable units	\$ (47,811,962)	(58,419,728)	(269,112)	(646,855)	(1,438,115)	(3,170,074)	(30,406,925)	(28,637,117)
Reinvestment of distributions to holders of redeemable units	\$ 26,529	23,161	20,289	22,260	40,818	41,836	631,319	711,699
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (17,018,242)	(6,118,897)	190,575	(360,821)	397,686	(1,185,162)	(11,574,488)	(2,581,601)
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	-	-	-	-	-	-	-
From net investment income	\$ (25,764)	(22,760)	(1,779)	-	(5,848)	-	(780,069)	(832,741)
Return of capital	\$ -	(285)	(54,109)	(67,238)	(177,520)	(274,146)	-	(10,438)
	\$ (25,764)	(23,045)	(55,888)	(67,238)	(183,368)	(274,146)	(780,069)	(843,179)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 12,374,289	(13,372,771)	350,161	(470,180)	666,245	(1,532,013)	2,875,933	(6,093,533)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 164,547,361	152,173,072	1,390,666	1,040,505	3,007,630	2,341,385	78,080,327	75,204,394
Redeemable Unit Transactions								
Balance - beginning of period	6,867,642	7,129,783	44,205	58,173	123,128	178,888	3,204,219	3,307,409
Units issued	1,248,412	2,238,271	16,993	10,254	86,995	91,271	689,342	1,019,219
Units issued on reinvestment of distributions	1,065	994	786	880	1,977	2,009	22,109	31,121
Units redeemed	(1,939,118)	(2,501,406)	(10,530)	(25,102)	(70,445)	(149,040)	(1,153,826)	(1,153,530)
Balance - end of period	6,178,001	6,867,642	51,454	44,205	141,655	123,128	2,761,844	3,204,219

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

Sun Life MFS Global Value Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series F5		Series F8		Series I		Series O	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 9,926	-	649,302	-	158,584,426	165,125,377	13,042,153	13,603,751
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 15,248	(76)	318,123	(41,496)	32,364,072	(4,354,061)	2,804,038	(305,018)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 126,858	10,000	2,134,142	998,130	14,156,691	50,291,141	1,881,820	2,303,122
Redemption of redeemable units	\$ (12,258)	-	(544,942)	(266,222)	(46,614,542)	(52,478,031)	(3,550,431)	(2,559,702)
Reinvestment of distributions to holders of redeemable units	\$ 1,825	486	2,145	1,783	3,449,900	3,786,789	289,208	296,914
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 116,425	10,486	1,591,345	733,691	(29,007,951)	1,599,899	(1,379,403)	40,334
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	-	-	-	-	-	-	-
From net investment income	\$ (149)	(478)	(4,398)	(42,362)	(3,449,901)	(3,739,911)	(289,111)	(293,238)
Return of capital	\$ (4,475)	(6)	(133,294)	(531)	-	(46,878)	-	(3,676)
	\$ (4,624)	(484)	(137,692)	(42,893)	(3,449,901)	(3,786,789)	(289,111)	(296,914)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 127,049	9,926	1,771,776	649,302	(93,780)	(6,540,951)	1,135,524	(561,598)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 136,975	9,926	2,421,078	649,302	158,490,646	158,584,426	14,177,677	13,042,153
Redeemable Unit Transactions								
Balance - beginning of period	699	-	47,022	-	6,442,761	6,397,607	910,812	906,019
Units issued	8,216	667	144,996	64,935	513,888	1,929,975	115,066	151,872
Units issued on reinvestment of distributions	116	32	144	122	114,793	158,434	16,545	21,353
Units redeemed	(733)	-	(37,005)	(18,035)	(1,729,147)	(2,043,255)	(220,857)	(168,432)
Balance - end of period	8,298	699	155,157	47,022	5,342,295	6,442,761	821,566	910,812

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 403,045,163	430,956,981
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 80,817,667	(14,715,059)
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 69,502,201	133,430,730
Redemption of redeemable units	\$ (130,648,287)	(146,177,729)
Reinvestment of distributions to holders of redeemable units	\$ 4,462,033	4,884,928
Capitalized distributions	\$ -	-
	\$ (56,684,053)	(7,862,071)
Distributions to Holders of Redeemable Units		
From capital gains	\$ -	-
From net investment income	\$ (4,557,019)	(4,931,490)
Return of capital	\$ (369,398)	(403,198)
	\$ (4,926,417)	(5,334,688)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 19,207,197	(27,911,818)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 422,252,360	403,045,163
Redeemable Unit Transactions		
Balance - beginning of period	17,640,488	17,977,879
Units issued	2,823,908	5,506,464
Units issued on reinvestment of distributions	157,535	214,945
Units redeemed	(5,161,661)	(6,058,800)
Balance - end of period	15,460,270	17,640,488

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

Sun Life MFS Global Value Fund (continued)

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	80,817,667	(14,715,059)
Adjustments for:		
Net realized (gain) loss on sale of investments	(19,006,053)	(8,819,513)
Change in unrealized (appreciation) depreciation in value of investments	(57,830,915)	28,206,999
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	-	-
Change in margin	-	-
Purchases of investments	(66,405,460)	(92,404,798)
Proceeds from sale of investments	121,718,543	101,179,075
Purchases of short-term investments	(117,739,887)	(464,890,123)
Proceeds from sale of short-term investments	117,187,100	468,943,248
Change in dividends and interest receivable	(12,314)	(364,895)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	27,482	9,461
Change in other payables and accrued expenses	93,821	83,438
Net Cash Provided by (Used in) Operating Activities	58,849,984	17,227,833
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(464,384)	(449,760)
Proceeds from redeemable units issued	69,584,118	133,560,168
Redemption of redeemable units	(128,084,445)	(150,039,803)
Net Cash Provided by (Used in) Financing Activities	(58,964,711)	(16,929,395)
Net increase (decrease) in cash	(114,727)	298,438
Cash (bank indebtedness) at beginning of period	642,108	343,670
Cash (bank indebtedness) at end of period	527,381	642,108
Dividends received, net of withholding taxes	9,385,478	9,887,201
Interest received, net of withholding taxes	71,133	110,505
Interest paid	(224)	(93)

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

Sun Life MFS Global Value Fund (continued)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.658%	5-Mar-2020	500,000	498,285	498,285	
Province of Manitoba	1.767%	15-Jan-2020	400,000	398,672	398,672	
				896,957	896,957	0.21
Promissory Note						
Province of Alberta	1.776%	4-Feb-2020	800,000	796,560	796,560	
				796,560	796,560	0.19
Term Deposit Receipts						
National Bank of Canada	1.700%	2-Jan-2020	3,750,000	3,750,000	3,750,000	
				3,750,000	3,750,000	0.89
Total Short-Term Investments				5,443,517	5,443,517	1.29

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Energy				
Chevron Corp.	13,296	1,814,319	2,077,780	
Exxon Mobil Corp.	27,670	2,918,711	2,503,777	
Suncor Energy Inc.	78,303	3,127,367	3,332,576	
		7,860,397	7,914,133	1.87
Materials				
Akzo Nobel NV	34,441	4,416,130	4,544,006	
Amcor Ltd.	210,074	2,893,566	2,981,552	
Corteva Inc.	7,789	283,367	298,567	
DuPont de Nemours Inc.	7,789	701,156	648,444	
Givaudan SA	578	1,375,845	2,346,057	
PPG Industries Inc.	38,532	5,034,651	6,669,999	
The Sherwin-Williams Company	6,312	2,493,998	4,776,317	
		17,198,713	22,264,942	5.27
Industrials				
3M Co.	24,956	5,228,926	5,709,240	
Bunzl PLC	50,967	1,705,807	1,807,992	
Canadian National Railway Co.	10,175	824,025	1,193,434	
Canadian Pacific Railway Ltd.	4,042	1,353,114	1,338,023	
Eaton Corporation PLC	28,987	3,089,535	3,560,414	
Equifax Inc.	16,422	2,307,683	2,983,882	
Experian PLC	73,657	2,012,129	3,229,105	
Honeywell International Inc.	33,523	4,454,049	7,694,345	
Illinois Tool Works Inc.	22,942	3,662,745	5,343,990	
Johnson Controls International PLC	66,927	3,452,059	3,533,117	
Kubota Corp.	182,800	3,587,817	3,764,808	
Legrand SA	27,311	2,053,032	2,887,731	
Lockheed Martin Corp.	15,495	4,351,066	7,823,854	
Northrop Grumman Corp.	4,722	1,727,494	2,106,212	
RELX PLC	94,598	2,335,267	3,092,680	
Schneider Electric SE	45,807	4,484,730	6,100,932	
Secom Co., Ltd.	41,300	4,181,306	4,818,164	
SGS SA	363	971,110	1,288,668	
Stanley Black & Decker Inc.	19,164	3,076,608	4,118,784	
Thomson Reuters Corp.	13,371	748,535	1,241,459	
Union Pacific Corp.	17,892	3,291,332	4,194,583	
United Technologies Corp.	15,799	2,154,516	3,068,181	
Wolters Kluwer NV	31,852	3,016,032	3,014,581	
		64,068,917	83,914,179	19.87

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Consumer Discretionary				
Aptiv PLC	21,648	1,809,377	2,665,997	
Compagnie Financière Richemont SA	29,359	2,620,720	2,990,352	
Compass Group PLC	185,888	4,336,716	6,035,325	
Dufry AG	8,555	1,669,702	1,100,035	
Lear Corp.	8,958	1,433,571	1,593,752	
Marriott International Inc.	7,362	1,179,234	1,445,650	
USS Co., Ltd.	63,200	1,407,969	1,558,021	
		14,457,289	17,389,132	4.12
Consumer Staples				
Colgate-Palmolive Co.	22,534	1,932,939	2,011,568	
Danone SA	37,268	3,401,544	4,008,887	
Diageo PLC	70,258	3,772,099	3,862,790	
Heineken NV	36,149	3,664,814	4,994,561	
Henkel AG & Co., KGaA, Preferred	34,319	5,001,349	4,605,840	
Kao Corp.	32,500	2,162,337	3,499,907	
Nestle SA	81,379	7,713,762	11,418,670	
Pernod Ricard SA	20,976	3,170,115	4,866,921	
Philip Morris International Inc.	43,905	5,205,982	4,844,489	
Reckitt Benckiser Group PLC	38,671	4,291,383	4,071,576	
The J.M. Smucker Company	8,028	1,405,243	1,084,024	
		41,721,567	49,269,233	11.68

Health Care				
Abbott Laboratories	33,179	1,790,816	3,737,134	
Bayer AG	28,777	4,053,271	3,049,859	
Becton Dickinson and Co.	7,282	2,472,965	2,568,190	
Cie Generale d'Optique Essilor International SA	6,599	1,061,183	1,304,431	
CIGNA Corp.	20,329	4,142,783	5,390,681	
Danaher Corporation	23,516	2,159,010	4,680,268	
Hoya Corp.	23,300	1,504,136	2,905,347	
Johnson & Johnson	56,762	7,820,454	10,736,906	
Medtronic PLC	49,512	4,787,236	7,284,009	
Novo Nordisk A/S	47,882	3,187,227	3,606,346	
Pfizer Inc.	100,398	4,060,239	5,100,879	
Roche Holding AG	14,924	4,845,820	6,275,375	
Santen Pharmaceutical Co., Ltd.	119,300	1,977,993	2,969,481	

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

Sun Life MFS Global Value Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Sonic Healthcare Ltd.	66,017	1,543,352	1,730,116	
Thermo Fisher Scientific Inc.	6,382	1,312,037	2,688,574	
	46,718,522	64,027,596	15.16	
Financials				
Aon PLC	37,190	5,412,992	10,045,003	
BlackRock Inc.	6,167	2,915,896	4,020,114	
Chubb Ltd.	27,954	4,722,781	5,642,564	
Citigroup Inc.	31,523	2,868,184	3,265,694	
JPMorgan Chase & Co.	60,092	5,489,443	10,862,628	
KBC Group NV	22,309	2,501,672	2,177,644	
Marsh & McLennan Companies Inc.	20,306	2,637,306	2,933,621	
Moody's Corp.	10,216	1,407,260	3,145,107	
State Street Corp.	26,182	2,355,894	2,685,560	
The Bank of New York Mellon Corp.	56,166	2,908,065	3,665,692	
The Charles Schwab Corporation	63,751	3,432,724	3,931,736	
The Goldman Sachs Group Inc.	12,381	3,325,180	3,691,534	
The PNC Financial Services Group Inc.	12,839	1,947,414	2,657,671	
The Travelers Companies Inc.	29,684	4,109,543	5,271,570	
TMX Group Ltd.	13,543	987,655	1,522,910	
Truist Financial Corp.	74,208	4,866,326	5,419,621	
U.S. Bancorp	65,199	3,833,011	5,012,771	
UBS Group AG	277,894	5,895,724	4,549,386	
Wells Fargo & Co.	46,454	3,057,241	3,240,865	
	64,674,311	83,741,691	19.83	
Real Estate				
Daito Trust Construction Co., Ltd.	5,300	946,054	852,495	
Deutsche Wohnen AG	71,542	2,666,218	3,792,663	
Grand City Properties SA	37,017	1,080,656	1,151,999	
Public Storage	3,147	877,140	869,061	
	5,570,068	6,666,218	1.58	
Utilities				
Duke Energy Corporation	37,944	4,054,338	4,487,878	
	4,054,338	4,487,878	1.06	
Information Technology				
Accenture PLC	34,509	4,731,050	9,422,895	
Amadeus IT Holding SA	42,544	2,708,748	4,508,302	
Analog Devices Inc.	25,411	2,443,265	3,915,975	
CGI Group Inc.	19,355	1,373,783	2,103,308	
Cognizant Technology Solutions Corp.	27,558	2,640,924	2,216,333	
Fidelity National Information Services Inc.	16,223	1,621,450	2,926,056	
Fiserv Inc.	27,652	2,489,929	4,146,222	
Kyocera Corp.	37,500	2,971,431	3,347,023	
Nomura Research Institute Ltd.	123,300	1,802,204	3,439,802	
NXP Semiconductors NV	13,768	1,961,309	2,272,052	
Omron Corp.	15,600	803,559	1,195,048	
Samsung Electronics Co., Ltd.	33,280	1,722,204	2,082,314	
Spectris PLC	28,713	1,178,256	1,433,381	
Taiwan Semiconductor Manufacturing Co., Ltd., ADR	101,070	3,431,586	7,614,719	
Texas Instruments Inc.	47,829	4,005,837	7,956,821	
Yokogawa Electric Corp.	46,000	1,080,770	1,058,805	
	36,966,305	59,639,056	14.12	

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Communication Services				
Comcast Corporation, Class A	159,921	6,723,345	9,325,752	
KDDI Corp.	173,400	5,202,550	6,730,681	
Omnicom Group Inc.	7,026	680,643	738,169	
Verizon Communications Inc.	19,562	1,201,537	1,557,533	
	13,808,075	18,352,135	4.35	
Total Equities	317,098,502	417,666,193	98.91	
Transaction Costs		(199,708)		
Total Investments	322,342,311	423,109,710	100.20	
Other Assets less Liabilities		(857,350)	(0.20)	
Total Net Assets		422,252,360	100.00	

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS Global Value Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Fund invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	0.31	0.72
AA/Aa	0.98	0.49
Not rated	1.09	1.37
Total	2.38	2.58

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 Value Fund (continued)

(b) Market risk

(i) Currency risk

The 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. 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, 2019		December 31, 2018	
United States Dollar	258,605,490	61.24	251,412,205	62.38
Euro	54,344,004	12.87	53,080,926	13.17
Japanese Yen	36,561,661	8.66	30,907,084	7.67
Swiss Franc	30,399,352	7.20	31,025,520	7.70
British Pound	20,453,874	4.84	21,148,519	5.25
Australian Dollar	4,758,938	1.13	3,238,891	0.80
Danish Krone	3,648,239	0.86	-	-
Korean Won	2,102,982	0.50	591,427	0.15
Swedish Krona	-	-	562,726	0.14
Total	410,874,540	97.30	391,967,298	97.26

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$20,543,727 (\$19,598,365 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	5,443,517	-	-	5,443,517
December 31, 2018	4,890,730	-	-	4,890,730

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$2,020 (\$5,365 as at December 31, 2018). 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 its investment in global equities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$20,883,310 (\$19,834,500 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Treasury Bills	0.2	0.7
Promissory Note	0.2	0.5
Term Deposit Receipts	0.9	-
Equities		
Energy	1.9	2.8
Materials	5.3	5.0
Industrials	19.9	17.1
Consumer Discretionary	4.1	3.3
Consumer Staples	11.7	14.5
Health Care	15.2	13.7
Financials	19.8	20.6
Real Estate	1.6	1.8
Utilities	1.0	1.3
Information Technology	14.1	13.1
Communication Services	4.3	5.2
Other Assets less Liabilities	(0.2)	0.4
Total	100.0	100.0

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

Sun Life MFS Global Value Fund (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, 2019 and December 31, 2018.

December 31, 2019				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	417,666,193	-	-	417,666,193
Short-Term Investments	-	5,443,517	-	5,443,517

December 31, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	396,689,998	-	-	396,689,998
Short-Term Investments	-	4,890,730	-	4,890,730

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$90,221 (\$84,101 for the period ended December 31, 2018).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended December 31, 2019 was \$13,423 (\$6,339 for the period ended December 31, 2018).

Taxation of the Fund

The Fund had no accumulated capital losses.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the "Manager") is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

December 31, 2019		
	Units	Market Value (\$)
Series F5	-	-
Series F8	-	-

December 31, 2018		
	Units	Market Value (\$)
Series F5	699	9,926
Series F8	719	9,927

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

December 31, 2019			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	25	12,258	508
Series F8	25	12,260	823

December 31, 2018			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	10,016	-	468
Series F8	10,016	-	758

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

Sun Life MFS Global Value Fund (continued)

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	September 10, 2010	October 01, 2010
Series T5 Units	August 24, 2011	September 01, 2011
Series T8 Units	August 24, 2011	September 01, 2011
Series F Units	September 10, 2010	October 01, 2010
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	September 10, 2010	October 01, 2010
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life MFS International Growth Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	765,117,125	531,026,571
Short-term investments	10,619,945	6,782,467
Cash	1,941,158	694,452
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	56,905	-
Accrued interest	13,872	8,645
Dividends receivable	2,846,315	2,203,415
Distributions receivable from underlying funds	-	-
Subscriptions receivable	516,470	631,817
	781,111,790	541,347,367
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	15,614	9,832
Redemptions payable	142,879	59,677
Distributions payable	8	-
Due to investment dealers	1,507,020	59,789
Management fees payable	23,583	14,138
Total liabilities (excluding net assets attributable to holders of redeemable units)	1,689,104	143,436
Net Assets Attributable to Holders of Redeemable Units	779,422,686	541,203,931
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	26,982,201	19,296,332
Series T5	153,174	143,689
Series T8	109,071	200,759
Series D	3,432,931	3,250,051
Series F	14,246,695	6,314,042
Series F5	24,843	20,576
Series F8	12,211	10,104
Series I	732,751,542	510,274,622
Series O	1,710,018	1,693,756
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	16.77	14.08
Series T5	18.70	16.42
Series T8	15.09	13.64
Series D	17.36	14.52
Series F	17.78	14.92
Series F5	14.93	12.96
Series F8	15.46	13.82

	December 31, 2019 (\$)	December 31, 2018 (\$)
Series I	18.87	15.77
Series O	13.75	11.48

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

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

Sun Life MFS International Growth Fund (continued)

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	12,368,249	14,887,512
Interest income for distribution purposes	137,256	106,031
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	21,377,437	67,880,971
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	80,855,350	(68,795,642)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	114,738,292	14,078,872
Net gain (loss) on foreign exchange	(424,132)	(985,316)
Other income	859	832
Total income (loss)	114,315,019	13,094,388
Expenses (note 5)		
Management fees	610,341	444,760
Fixed annual administration fees	366,584	430,424
Independent review committee fees	431	504
Withholding tax	1,411,817	1,888,658
Transaction costs (note 2)	594,560	653,550
Total operating expenses	2,983,733	3,417,896
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	111,331,286	9,676,492
Finance Cost		
Interest expense	(279)	(395)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	111,331,007	9,676,097
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	3,954,977	(756,163)
Series T5	26,483	(4,503)
Series T8	31,124	4,854
Series D	604,782	(52,482)
Series F	1,770,366	(164,085)
Series F5	4,266	(906)
Series F8	7,872	1,969
Series I	104,589,733	10,649,744
Series O	341,404	(2,331)

	2019 (\$)	2018 (\$)
Weighted Average Number of Units Outstanding		
Series A	1,475,902	1,015,025
Series T5	8,266	7,502
Series T8	10,720	24,115
Series D	207,626	206,771
Series F	601,312	278,486
Series F5	1,623	1,117
Series F8	1,955	3,969
Series I	28,242,663	33,292,486
Series O	135,281	128,792
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	2.68	(0.74)
Series T5	3.20	(0.60)
Series T8	2.90	0.20
Series D	2.91	(0.25)
Series F	2.94	(0.59)
Series F5	2.63	(0.81)
Series F8	4.03	0.50
Series I	3.70	0.32
Series O	2.52	(0.02)

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

Sun Life MFS International Growth Fund (continued)

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

For the periods ended December 31

	Series A		Series T5		Series T8		Series D	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 19,296,332	10,714,336	143,689	128,786	200,759	312,834	3,250,051	3,464,343
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 3,954,977	(756,163)	26,483	(4,503)	31,124	4,854	604,782	(52,482)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 10,326,004	13,641,550	31,239	37,604	47,409	743,346	72,720	129,164
Redemption of redeemable units	\$ (6,595,323)	(4,273,735)	(43,615)	(2,704)	(161,460)	(812,021)	(494,088)	(286,058)
Reinvestment of distributions to holders of redeemable units	\$ 5,947	2,242,166	2,150	8,248	2,630	6,211	11,430	390,399
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 3,736,628	11,609,981	(10,226)	43,148	(111,421)	(62,464)	(409,938)	233,505
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	(2,129,981)	-	(16,913)	-	(23,418)	-	(361,653)
From net investment income	\$ (3,922)	(138,627)	(3)	-	-	-	(11,645)	(33,662)
Return of capital	\$ (1,814)	(3,214)	(6,769)	(6,829)	(11,391)	(31,047)	(319)	-
	\$ (5,736)	(2,271,822)	(6,772)	(23,742)	(11,391)	(54,465)	(11,964)	(395,315)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 7,685,869	8,581,996	9,485	14,903	(91,688)	(112,075)	182,880	(214,292)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 26,982,201	19,296,332	153,174	143,689	109,071	200,759	3,432,931	3,250,051
Redeemable Unit Transactions								
Balance - beginning of period	1,370,771	654,027	8,753	6,504	14,714	19,009	223,864	207,036
Units issued	661,766	820,329	1,718	1,914	3,369	45,435	4,448	7,664
Units issued on reinvestment of distributions	379	155,915	121	470	181	415	662	26,137
Units redeemed	(424,344)	(259,500)	(2,401)	(135)	(11,037)	(50,145)	(31,279)	(16,973)
Balance - end of period	1,608,572	1,370,771	8,191	8,753	7,227	14,714	197,695	223,864

	Series F		Series F5		Series F8		Series I	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 6,314,042	3,764,859	20,576	-	10,104	-	510,274,622	582,081,443
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 1,770,366	(164,085)	4,266	(906)	7,872	1,969	104,589,733	10,649,744
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 8,752,270	4,263,212	-	21,496	40,340	101,791	306,282,879	257,790,590
Redemption of redeemable units	\$ (2,588,862)	(1,520,828)	-	(14)	(46,107)	(88,514)	(188,395,683)	(340,247,155)
Reinvestment of distributions to holders of redeemable units	\$ 160,977	785,289	1,083	2,977	2,157	1,006	11,013,192	69,190,451
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 6,324,385	3,527,673	1,083	24,459	(3,610)	14,283	128,900,388	(13,266,114)
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	(688,155)	-	(2,262)	-	(1,842)	-	(56,292,238)
From net investment income	\$ (157,186)	(126,250)	(2)	(715)	(2)	(4,306)	(10,959,427)	(12,898,213)
Return of capital	\$ (4,912)	-	(1,080)	-	(2,153)	-	(53,774)	-
	\$ (162,098)	(814,405)	(1,082)	(2,977)	(2,155)	(6,148)	(11,013,201)	(69,190,451)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 7,932,653	2,549,183	4,267	20,576	2,107	10,104	222,476,920	(71,806,821)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 14,246,695	6,314,042	24,843	20,576	12,211	10,104	732,751,542	510,274,622
Redeemable Unit Transactions								
Balance - beginning of period	423,211	215,966	1,588	-	731	-	32,362,020	32,196,941
Units issued	526,615	242,496	-	1,370	2,934	6,496	16,612,035	14,065,646
Units issued on reinvestment of distributions	9,034	51,617	76	218	146	66	587,979	4,202,867
Units redeemed	(157,364)	(86,868)	-	-	(3,021)	(5,831)	(10,723,879)	(18,103,434)
Balance - end of period	801,496	423,211	1,664	1,588	790	731	38,838,155	32,362,020

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

Sun Life MFS International Growth Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series O		Total	
	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 1,693,756	1,620,191	541,203,931	602,086,792
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 341,404	(2,331)	111,331,007	9,676,097
Redeemable Unit Transactions				
Proceeds from redeemable units issued	\$ 421,495	1,024,343	325,974,356	277,753,096
Redemption of redeemable units	\$ (746,584)	(948,023)	(199,071,722)	(348,179,052)
Reinvestment of distributions to holders of redeemable units	\$ 28,266	228,279	11,227,832	72,855,026
Capitalized distributions	\$ -	-	-	-
	\$ (296,823)	304,599	138,130,466	2,429,070
Distributions to Holders of Redeemable Units				
From capital gains	\$ -	(187,602)	-	(59,704,064)
From net investment income	\$ (28,142)	(41,101)	(11,160,329)	(13,242,874)
Return of capital	\$ (177)	-	(82,389)	(41,090)
	\$ (28,319)	(228,703)	(11,242,718)	(72,988,028)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 16,262	73,565	238,218,755	(60,882,861)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 1,710,018	1,693,756	779,422,686	541,203,931
Redeemable Unit Transactions				
Balance - beginning of period	147,530	122,039	34,553,182	33,421,522
Units issued	33,368	75,510	17,846,253	15,266,860
Units issued on reinvestment of distributions	2,078	19,230	600,656	4,456,935
Units redeemed	(58,590)	(69,249)	(11,411,915)	(18,592,135)
Balance - end of period	124,386	147,530	41,588,176	34,553,182

Statements of Cash Flows

For the periods ended December 31

	2019	2018		2019	2018
	(\$)	(\$)		(\$)	(\$)
Cash Flows from Operating Activities			Net Cash Provided by (Used in) Operating Activities	(125,839,599)	70,548,932
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	111,331,007	9,676,097	Cash Flows from Financing Activities		
Adjustments for:			Distributions paid to holders of redeemable units, net of reinvested distributions	(14,878)	(133,002)
Net realized (gain) loss on sale of investments	(21,377,437)	(67,880,971)	Proceeds from redeemable units issued	326,089,703	277,979,606
Change in unrealized (appreciation) depreciation in value of investments	(80,855,350)	68,795,642	Redemption of redeemable units	(198,988,520)	(348,216,499)
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-	Net Cash Provided by (Used in) Financing Activities	127,086,305	(70,369,895)
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-	Net increase (decrease) in cash	1,246,706	179,037
Change in unrealized (appreciation) depreciation in option contracts	-	-	Cash (bank indebtedness) at beginning of period	694,452	515,415
Change in unrealized (appreciation) depreciation in value of swaps	-	-	Cash (bank indebtedness) at end of period	1,941,158	694,452
Non-cash income distributions from underlying funds	-	-	Dividends received, net of withholding taxes	10,313,532	11,921,911
Change in margin	-	-	Interest received, net of withholding taxes	132,029	100,553
Purchases of investments	(338,230,731)	(337,807,284)	Interest paid	(279)	(395)
Proceeds from sale of investments	207,168,730	397,726,653			
Purchases of short-term investments	(271,354,050)	(623,395,952)			
Proceeds from sale of short-term investments	267,516,572	623,856,695			
Change in dividends and interest receivable	(648,127)	(1,082,421)			
Change in distributions receivable from underlying funds	-	-			
Change in management fees payable	9,445	6,162			
Change in other payables and accrued expenses	600,342	654,311			

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

Sun Life MFS International Growth Fund (continued)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.658%	9-Jan-2020	1,200,000	1,197,720	1,197,720	
Canadian Treasury Bill	1.658%	6-Feb-2020	2,800,000	2,789,712	2,789,712	
Canadian Treasury Bill	1.658%	5-Mar-2020	3,300,000	3,288,141	3,288,141	
Province of Manitoba	1.767%	15-Jan-2020	400,000	398,672	398,672	
				7,674,245	7,674,245	0.99
Promissory Note						
Province of Alberta	1.776%	4-Feb-2020	1,000,000	995,700	995,700	
				995,700	995,700	0.13
Term Deposit Receipts						
National Bank of Canada	1.700%	2-Jan-2020	1,950,000	1,950,000	1,950,000	
				1,950,000	1,950,000	0.25
Total Short-Term Investments				10,619,945	10,619,945	1.36

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Energy				
Oil Search Ltd.	1,088,230	7,741,278	7,191,843	
		7,741,278	7,191,843	0.92
Materials				
Air Liquide SA	76,464	11,594,459	14,046,189	
Akzo Nobel NV	89,804	10,402,454	11,848,376	
Croda International PLC	84,211	6,288,924	7,406,726	
Kansai Paint Co., Ltd.	106,600	2,976,376	3,405,112	
Linde PLC	67,222	13,876,182	18,669,516	
Sika AG	22,526	4,003,121	5,485,575	
Symrise AG	60,766	6,537,350	8,296,726	
		55,678,866	69,158,220	8.87
Industrials				
5ljob Inc.	35,744	3,537,895	3,935,196	
Adani Ports & Special Economic Zone Ltd.	402,419	2,901,320	2,675,776	
Brambles Ltd.	374,783	3,879,294	4,003,953	
Brenntag AG	78,524	5,595,192	5,541,257	
Experian PLC	280,213	9,349,943	12,284,470	
GEA Group AG	142,956	6,887,692	6,134,415	
Intertek Group PLC	51,026	4,110,276	5,129,598	
Japan Airport Terminal Co., Ltd.	38,100	2,165,553	2,768,651	
Legrand SA	44,081	4,078,481	4,660,908	
Prismian SpA	239,564	7,422,959	7,493,785	
Rolls-Royce Holdings PLC	769,657	10,781,966	9,033,011	
Rolls-Royce Holdings PLC, C Shares	23,448,730	39,420	40,282	
Schneider Electric SE	141,630	15,622,579	18,863,384	
TOTO Ltd.	113,600	6,090,073	6,289,588	
		82,462,643	88,854,274	11.40
Consumer Discretionary				
Alibaba Group Holding Ltd., ADR	24,228	4,903,397	6,663,674	
Bandai Namco Holdings Inc.	77,200	4,579,220	6,108,326	
Burberry Group PLC	167,754	5,348,248	6,354,318	
Compass Group PLC	247,486	7,056,740	8,035,260	
Flutter Entertainment PLC	34,637	4,736,287	5,488,416	
Just Eat PLC	109,525	1,138,607	1,570,664	
Kering SA	11,171	6,310,363	9,515,676	

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
LVMH Moet Hennessy Louis Vuitton SA				
Vuitton SA	45,317	19,211,619	27,322,127	
Yum China Holdings Inc.	56,980	3,014,058	3,547,396	
		56,298,539	74,605,857	9.57
Consumer Staples				
Ambev SA, ADR	678,059	4,494,319	4,097,405	
China Resources Beer Holdings Co., Ltd.	696,000	3,677,973	4,992,344	
Danone SA	185,120	18,660,529	19,913,199	
Diageo PLC	318,963	14,693,543	17,536,609	
ITC Ltd.	1,250,656	6,247,437	5,400,790	
Japan Tobacco Inc.	239,400	8,586,215	6,948,689	
Kao Corp.	59,300	5,539,286	6,385,983	
L'Oreal SA	55,563	16,899,828	21,351,721	
Nestle SA	296,145	34,703,375	41,553,496	
Pernod Ricard SA	82,255	16,359,817	19,085,076	
Reckitt Benckiser Group PLC	148,947	16,332,096	15,682,268	
Wal-Mart de Mexico SAB de CV	589,149	2,326,035	2,190,710	
		148,520,453	165,138,290	21.20
Health Care				
Alcon Inc.	30,037	2,054,773	2,204,255	
Bayer AG	140,972	17,406,814	14,940,570	
Cie Generale d'Optique Essilor International SA	90,857	16,178,794	17,959,797	
Fresenius Medical Care AG & Co., KGaA	78,440	8,298,832	7,531,153	
Mettler-Toledo International Inc.	5,485	4,096,604	5,642,332	
Novartis AG	160,494	17,290,538	19,751,454	
Novo Nordisk A/S	101,420	6,560,409	7,638,688	
QIAGEN NV	132,642	5,719,077	5,881,041	
Roche Holding AG	91,278	32,484,606	38,381,375	
Terumo Corp.	241,700	8,394,698	11,204,527	
		118,485,145	131,135,192	16.83
Financials				
AEON Financial Service Co., Ltd.	205,500	5,238,610	4,234,772	
AIA Group Ltd.	2,150,400	23,231,685	29,274,574	
Credicorp Ltd.	17,043	4,269,908	4,710,274	
DBS Group Holdings Ltd.	426,700	9,575,356	10,649,600	

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

Sun Life MFS International Growth Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Grupo Financiero Banorte				
SAB de CV	948,121	7,134,342	6,878,514	
HDFC Bank Ltd., ADR	211,454	13,529,257	17,376,212	
Komerční Banka AS	41,470	2,099,739	1,970,239	
	65,078,897	75,094,185	9.63	
Information Technology				
Accenture PLC	52,479	10,686,797	14,329,715	
Amadeus IT Holding SA	75,908	6,650,690	8,043,817	
Delta Electronics Inc.	435,000	2,811,011	2,850,817	
Hitachi Ltd.	270,900	13,128,301	14,953,419	
Infosys Ltd., ADR	427,035	5,626,940	5,714,769	
Mellanox Technologies Ltd.	37,622	4,282,992	5,716,772	
Nice Systems Ltd., ADR	28,232	3,932,318	5,680,008	
OBIC Co., Ltd.	30,900	3,533,436	5,442,153	
SAP AG	167,679	24,675,342	29,367,012	
Taiwan Semiconductor Manufacturing Co., Ltd., ADR	473,175	25,614,544	35,649,499	
	100,942,371	127,747,981	16.39	
Communication Services				
Baidu Inc.	65,932	15,080,371	10,806,843	
NHN Corp.	47,003	8,102,285	9,829,537	
SoftBank Corp.	40,100	2,051,661	2,275,685	
Yandex NV	28,339	1,543,833	1,598,194	
	26,778,150	24,510,259	3.14	
Utilities				
China Resources Gas Group Ltd.	236,000	1,098,577	1,681,024	
	1,098,577	1,681,024	0.22	
Total Equities	663,084,919	765,117,125	98.17	
Transaction Costs	(992,688)			
Total Investments	672,712,176	775,737,070	99.53	
Other Assets less Liabilities		3,685,616	0.47	
Total Net Assets		779,422,686	100.00	

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS International Growth Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Fund invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	1.06	0.31
AA/Aa	0.30	0.94
Total	1.36	1.25

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

Sun Life MFS International Growth Fund (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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. 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, 2019		December 31, 2018	
Euro	277,446,611	35.60	183,023,133	33.82
United States Dollar	126,359,017	16.21	83,314,020	15.39
Swiss Franc	108,652,367	13.94	75,323,932	13.92
British Pound	88,587,596	11.37	66,657,168	12.32
Japanese Yen	70,242,964	9.01	48,931,614	9.04
Hong Kong Dollar	36,004,847	4.62	25,293,977	4.67
Australian Dollar	11,195,796	1.44	12,054,506	2.23
Singapore Dollar	10,649,600	1.37	7,700,823	1.42
Korean Won	9,829,537	1.26	4,073,859	0.75
Mexican Peso	9,069,225	1.16	7,389,617	1.37
Indian Rupee	8,076,567	1.04	6,408,111	1.18
Danish Krone	6,552,176	0.84	4,806,095	0.89
New Taiwan Dollar	2,719,242	0.35	1,921,742	0.36
Czech Koruna	1,970,239	0.25	1,620,199	0.30
Brazilian Real	5	-	6	-
Total	767,355,789	98.46	528,518,802	97.66

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$38,367,789 (\$26,425,940 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	10,619,945	-	-	10,619,945
December 31, 2018	6,782,467	-	-	6,782,467

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$10,204 (\$5,405 as at December 31, 2018). 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 its investment in global equities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$38,255,856 (\$26,551,329 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Growth Fund (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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Treasury Bills	1.0	0.7
Term Deposit Receipts	0.3	0.6
Promissory Note	0.1	-
Equities		
Energy	0.9	1.8
Materials	8.9	8.5
Industrials	11.4	10.4
Consumer Discretionary	9.6	8.8
Consumer Staples	21.2	22.1
Health Care	16.8	15.7
Financials	9.6	12.0
Information Technology	16.4	14.0
Communication Services	3.1	4.4
Utilities	0.2	0.4
Other Assets less Liabilities	0.5	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, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities	765,076,843	-	40,282	765,117,125
Short-Term Investments	-	10,619,945	-	10,619,945

	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities	530,980,325	-	46,246	531,026,571
Short-Term Investments	-	6,782,467	-	6,782,467

The following are transfers in the Fund between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

	Transfers from Level 1 to Level 2 (\$)	Transfers from Level 2 to Level 1 (\$)	Transfers from Level 1 to Level 2 (\$)	Transfers from Level 2 to Level 1 (\$)
	December 31, 2019	December 31, 2018		
Equities	10,806,843	-	-	-

The following is a reconciliation of Level 3 fair value assets as at December 31, 2019 and December 31, 2018.

	December 31, 2019 (\$)	December 31, 2018 (\$)
Opening Balance	46,246	31,561
Net purchases and sales	(5,774)	13,292
Net transfers in (out)	-	-
Gains (Losses)		
Realized	597	(146)
Unrealized	(787)	1,539
Closing Balance	40,282	46,246

The fair value pricing of Level 3 assets is performed by using the last observable market price available. There are no changes in the fair value pricing assumptions of Level 3 assets that would impact the Fund. Other valuation estimates considered were to price the assets at cost or derive the prices indirectly from other observable market prices.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$594,560 (\$653,550 for the period ended December 31, 2018).

Taxation of the Fund

The Fund had no accumulated capital losses.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

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

Sun Life MFS International Growth Fund (continued)

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the “Manager”) is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series T5	-	-
Series F5	818	12,220
Series F8	790	12,211

	December 31, 2018	
	Units	Market Value (\$)
Series T5	1,108	18,190
Series F5	780	10,107
Series F8	731	10,104

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series T5	21	20,616	384
Series T8	-	-	-
Series F5	28	-	517
Series F8	28	-	838

	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series T5	47	-	2,901
Series T8	19	20,076	628
Series F5	10,017	-	1,539
Series F8	10,017	-	960

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	September 10, 2010	October 01, 2010
Series T5 Units	August 24, 2011	September 01, 2011
Series T8 Units	August 24, 2011	September 01, 2011
Series D Units	September 10, 2010	November 01, 2012
Series F Units	September 10, 2010	October 01, 2010
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	September 10, 2010	October 01, 2010
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life MFS International Value Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	1,862,465,472	1,431,301,201
Short-term investments	65,885,445	40,868,840
Cash	3,051,281	179,106
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	3,723,240	3,045,606
Unrealized appreciation on swaps	-	-
Due from investment dealers	636	1,150
Accrued interest	104,173	67,780
Dividends receivable	5,965,702	4,385,088
Distributions receivable from underlying funds	-	-
Subscriptions receivable	2,504,855	2,162,143
	1,943,700,804	1,482,010,914
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	1,690,352	2,792,393
Unrealized depreciation on swaps	-	-
Accrued expenses	75,215	48,272
Redemptions payable	1,832,117	767,525
Distributions payable	-	-
Due to investment dealers	1,764,319	-
Management fees payable	525,088	330,334
Total liabilities (excluding net assets attributable to holders of redeemable units)	5,887,091	3,938,524
Net Assets Attributable to Holders of Redeemable Units	1,937,813,713	1,478,072,390
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	409,905,787	311,520,055
Series T5	7,522,935	5,550,884
Series T8	2,740,649	2,157,504
Series F	610,227,396	385,750,609
Series F5	11,742,682	1,367,008
Series F8	719,355	179,310
Series I	879,694,536	757,532,874
Series O	15,260,373	14,014,146
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	23.29	20.00
Series T5	24.30	21.79
Series T8	19.25	17.72
Series F	24.60	20.98
Series F5	15.98	14.15
Series F8	15.19	13.80
Series I	26.33	22.34
Series O	16.20	13.75

Approved on behalf of Trustee

“signed” Jordy Chilcott

President

“signed” Kari Holdsworth

Chief Financial Officer

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

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	30,167,478	34,603,225
Interest income for distribution purposes	884,518	715,321
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	95,494,277	68,964,065
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	(620,439)	2,347,686
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	169,432,335	(107,255,061)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	1,779,675	(1,620,649)
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	297,137,844	(2,245,413)
Net gain (loss) on foreign exchange	(1,509,049)	(1,288,009)
Other income	22,196	9,585
Total income (loss)	295,650,991	(3,523,837)
Expenses (note 5)		
Management fees	13,600,778	10,869,236
Fixed annual administration fees	1,902,470	1,627,287
Independent review committee fees	9,953	12,772
Withholding tax	3,506,405	3,587,612
Transaction costs (note 2)	1,154,805	981,447
Total operating expenses	20,174,411	17,078,354
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	275,476,580	(20,602,191)
Finance Cost		
Interest expense	(1,232)	(909)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	275,475,348	(20,603,100)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	56,262,979	(11,739,032)
Series T5	1,013,467	(216,789)
Series T8	444,347	(64,666)
Series F	79,534,967	(10,635,657)
Series F5	660,808	(54,409)
Series F8	116,161	641
Series I	134,763,906	2,236,426
Series O	2,678,713	(129,614)
Weighted Average Number of Units Outstanding		
Series A	16,538,310	14,090,434
Series T5	284,990	213,963
Series T8	146,949	119,112
Series F	20,797,508	16,310,806
Series F5	280,571	64,234
Series F8	44,663	9,022
Series I	27,074,297	37,626,399
Series O	977,328	1,036,673

Sun Life MFS International Value Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	3.40	(0.83)
Series T5	3.56	(1.01)
Series T8	3.02	(0.54)
Series F	3.82	(0.65)
Series F5	2.36	(0.85)
Series F8	2.60	0.07
Series I	4.98	0.06
Series O	2.74	(0.13)

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

For the periods ended December 31

	Series A		Series T5		Series T8		Series F	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 311,520,055	254,844,245	5,550,884	3,966,767	2,157,504	2,123,662	385,750,609	286,885,159
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 56,262,979	(11,739,032)	1,013,467	(216,789)	444,347	(64,666)	79,534,967	(10,635,657)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 158,335,497	157,766,772	3,018,332	3,778,287	1,016,993	1,446,271	267,505,105	216,540,149
Redemption of redeemable units	\$ (116,100,367)	(89,046,485)	(1,807,349)	(1,722,891)	(775,185)	(1,213,975)	(121,197,353)	(105,162,857)
Reinvestment of distributions to holders of redeemable units	\$ 2,674,839	6,097,315	83,039	87,770	108,564	82,562	5,438,217	8,794,814
	\$ 44,909,969	74,817,602	1,294,022	2,143,166	350,372	314,858	151,745,969	120,172,106
Distributions to Holders of Redeemable Units								
From capital gains	\$ (2,753,773)	(5,862,843)	(50,426)	(105,907)	(18,328)	(39,438)	(4,014,422)	(7,247,950)
From net investment income	\$ (33,443)	(539,917)	(223,914)	(199,126)	(151,819)	(149,047)	(2,789,727)	(3,423,049)
Return of capital	\$ -	-	(61,098)	(37,227)	(41,427)	(27,865)	-	-
	\$ (2,787,216)	(6,402,760)	(335,438)	(342,260)	(211,574)	(216,350)	(6,804,149)	(10,670,999)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 98,385,732	56,675,810	1,972,051	1,584,117	583,145	33,842	224,476,787	98,865,450
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 409,905,787	311,520,055	7,522,935	5,550,884	2,740,649	2,157,504	610,227,396	385,750,609
Redeemable Unit Transactions								
Balance - beginning of period	15,572,699	12,054,856	254,769	164,767	121,752	105,387	18,389,513	13,001,037
Units issued	7,198,508	7,394,807	128,113	159,257	56,086	73,625	11,408,966	9,698,929
Units issued on reinvestment of distributions	113,674	307,123	3,519	3,806	5,765	4,318	218,943	413,057
Units redeemed	(5,282,865)	(4,184,087)	(76,856)	(73,061)	(41,228)	(61,578)	(5,212,756)	(4,723,510)
Balance - end of period	17,602,016	15,572,699	309,545	254,769	142,375	121,752	24,804,666	18,389,513

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

Sun Life MFS International Value Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series F5		Series F8		Series I		Series O	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 1,367,008	-	179,310	-	757,532,874	912,821,542	14,014,146	14,714,342
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 660,808	(54,409)	116,161	641	134,763,906	2,236,426	2,678,713	(129,614)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 10,659,018	1,539,913	510,698	289,948	330,502,567	258,488,494	4,178,891	3,529,024
Redemption of redeemable units	\$ (867,660)	(87,221)	(49,679)	(101,355)	(343,104,816)	(416,013,588)	(5,611,377)	(4,099,774)
Reinvestment of distributions to holders of redeemable units	\$ 175,084	34,630	14,284	921	14,156,400	28,823,846	269,541	513,596
	\$ 9,966,442	1,487,322	475,303	189,514	1,554,151	(128,701,248)	(1,162,945)	(57,154)
Distributions to Holders of Redeemable Units								
From capital gains	\$ (78,742)	(26,147)	(4,778)	(1,651)	(5,183,660)	(14,295,703)	(104,745)	(268,149)
From net investment income	\$ (135,780)	(39,758)	(36,642)	(9,194)	(8,972,735)	(14,528,143)	(164,796)	(245,279)
Return of capital	\$ (37,054)	-	(9,999)	-	-	-	-	-
	\$ (251,576)	(65,905)	(51,419)	(10,845)	(14,156,395)	(28,823,846)	(269,541)	(513,428)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 10,375,674	1,367,008	540,045	179,310	122,161,662	(155,288,668)	1,246,227	(700,196)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 11,742,682	1,367,008	719,355	179,310	879,694,536	757,532,874	15,260,373	14,014,146
Redeemable Unit Transactions								
Balance - beginning of period	96,607	-	12,992	-	33,908,381	39,040,905	1,019,257	1,021,129
Units issued	683,661	99,880	36,709	19,518	12,822,515	10,905,966	267,611	241,013
Units issued on reinvestment of distributions	11,124	2,352	961	62	533,041	1,251,304	16,486	36,410
Units redeemed	(56,591)	(5,625)	(3,311)	(6,588)	(13,853,455)	(17,289,794)	(361,455)	(279,295)
Balance - end of period	734,801	96,607	47,351	12,992	33,410,482	33,908,381	941,899	1,019,257

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 1,478,072,390	1,475,355,717
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 275,475,348	(20,603,100)
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 775,727,101	643,378,858
Redemption of redeemable units	\$ (589,513,786)	(617,448,146)
Reinvestment of distributions to holders of redeemable units	\$ 22,919,968	44,435,454
	\$ 209,133,283	70,366,166
Distributions to Holders of Redeemable Units	\$ -	-
From capital gains	\$ (12,208,874)	(27,847,788)
From net investment income	\$ (12,508,856)	(19,133,513)
Return of capital	\$ (149,578)	(65,092)
	\$ (24,867,308)	(47,046,393)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 459,741,323	2,716,673
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 1,937,813,713	1,478,072,390
Redeemable Unit Transactions		
Balance - beginning of period	69,375,970	65,388,081
Units issued	32,602,169	28,592,995
Units issued on reinvestment of distributions	903,513	2,018,432
Units redeemed	(24,888,517)	(26,623,538)
Balance - end of period	77,993,135	69,375,970

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

Sun Life MFS International Value Fund (continued)

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	275,475,348	(20,603,100)
Adjustments for:		
Net realized (gain) loss on sale of investments	(95,494,277)	(68,964,065)
Change in unrealized (appreciation) depreciation in value of investments	(169,432,335)	107,255,061
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	(1,779,675)	1,620,649
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	-	-
Change in margin	-	-
Purchases of investments	(735,356,824)	(500,526,807)
Proceeds from sale of investments	569,729,193	449,404,150
Purchases of short-term investments	(973,011,686)	(1,387,501,153)
Proceeds from sale of short-term investments	947,995,081	1,394,972,404
Change in dividends and interest receivable	(1,617,007)	(1,399,412)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	194,754	112,419
Change in other payables and accrued expenses	1,181,748	989,917
Net Cash Provided by (Used in) Operating Activities	(182,115,680)	(24,639,937)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(1,947,340)	(2,610,939)
Proceeds from redeemable units issued	775,384,389	643,801,385
Redemption of redeemable units	(588,449,194)	(617,153,104)
Net Cash Provided by (Used in) Financing Activities	184,987,855	24,037,342
Net increase (decrease) in cash	2,872,175	(602,595)
Cash (bank indebtedness) at beginning of period	179,106	781,701
Cash (bank indebtedness) at end of period	3,051,281	179,106
Dividends received, net of withholding taxes	25,080,459	29,674,001
Interest received, net of withholding taxes	848,125	657,521
Interest paid	(1,232)	(909)

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

Sun Life MFS International Value Fund (continued)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.662%	5-Mar-2020	15,000,000	14,947,050	14,947,050	
Government of Canada	1.659%	9-Jan-2020	6,800,000	6,787,080	6,787,080	
Government of Canada	1.657%	6-Feb-2020	8,300,000	8,270,037	8,270,037	
Province of Manitoba	1.767%	15-Jan-2020	8,700,000	8,671,116	8,671,116	
				38,675,283	38,675,283	1.99
Bearer Deposit Notes						
Province of Ontario	1.765%	19-Feb-2020	600,000	597,522	597,522	
				597,522	597,522	0.03
Promissory Note						
Province of Alberta	1.776%	4-Feb-2020	8,500,000	8,463,450	8,463,450	
Province of Alberta	1.776%	18-Feb-2020	1,700,000	1,692,690	1,692,690	
Province of Alberta	1.777%	24-Feb-2020	10,000,000	9,956,500	9,956,500	
				20,112,640	20,112,640	1.04
Term Deposit Notes						
National Bank of Canada	1.700%	2-Jan-2020	6,500,000	6,500,000	6,500,000	
				6,500,000	6,500,000	0.34
Total Short-Term Investments				65,885,445	65,885,445	3.40
			Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES						
Energy						
Core Laboratories NV			88,701	7,660,269	4,332,910	
				7,660,269	4,332,910	0.22
Materials						
Croda International PLC			68,572	5,434,112	6,031,207	
Givaudan SA			18,735	54,866,023	76,043,905	
Kansai Paint Co., Ltd.			286,300	7,728,328	9,145,250	
Novozymes A/S			283,110	16,927,141	17,978,354	
Sika AG			46,901	8,472,976	11,421,422	
Symrise AG			202,777	19,387,320	27,686,292	
				112,815,900	148,306,430	7.65
Industrials						
Brenntag AG			127,356	8,837,639	8,987,218	
Epiroc AB			254,426	3,568,405	4,030,217	
Experian PLC			528,433	16,698,617	23,166,375	
GEA Group AG			339,073	16,912,604	14,550,032	
Geberit AG			15,574	8,557,530	11,328,821	
IMI PLC			979,992	18,878,417	19,848,323	
Intertek Group PLC			215,738	16,753,559	21,687,947	
Legrand SA			351,254	31,034,798	37,139,870	
MISUMI Group Inc.			119,300	3,346,743	3,874,846	
Nordson Corp.			62,645	10,365,697	13,228,269	
Rentokil Initial PLC			713,552	3,738,260	5,552,791	
Ryanair Holdings PLC, ADR			119,606	14,322,906	13,588,207	
Schindler Holding AG			27,255	6,964,795	8,985,847	
Schneider Electric SE			360,651	37,970,986	48,034,303	
Secom Co., Ltd.			214,400	22,019,784	25,012,452	
SGS SA			8,731	26,669,246	30,995,488	
SMC Corp.			27,700	14,034,663	16,622,153	
Sohgo Security Services Co., Ltd.			130,000	8,145,259	9,183,134	
Spirax-Sarco Engineering PLC			182,337	17,813,954	27,846,079	
Wartsila OYJ Abp			230,924	4,273,422	3,310,919	
				290,907,284	346,973,291	17.92

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

Sun Life MFS International Value Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Consumer Discretionary				
Cie Generale des Etablissements Michelin SCA	43,511	7,276,628	6,909,825	
Compagnie Financière Richemont SA	126,267	11,970,123	12,860,888	
Compass Group PLC	936,130	24,365,161	30,393,831	
Esprit Holdings Ltd.	813,000	1,065,997	212,426	
LVMH Moët Hennessy Louis Vuitton SA	13,178	5,979,153	7,945,164	
USS Co., Ltd.	133,400	3,025,163	3,288,607	
		53,682,225	61,610,741	3.18
Consumer Staples				
Chocoladefabriken Lindt & Sprungli AG	180	1,534,610	1,811,450	
Colgate-Palmolive Co.	324,394	29,351,722	28,958,041	
Danone SA	374,125	35,923,587	40,244,305	
Diageo PLC	936,452	44,762,893	51,486,200	
Ezaki Glico Co., Ltd.	157,900	9,500,273	9,166,232	
Heineken NV	237,965	27,862,643	32,878,658	
Henkel AG & Co., KGaA, Preferred	361,092	52,778,618	48,460,964	
Ito En Ltd.	385,300	19,098,624	25,194,482	
Kao Corp.	406,200	31,499,704	43,743,447	
Kerry Group PLC	152,495	19,413,683	24,658,791	
Kobayashi Pharmaceutical Co., Ltd.	232,000	17,661,133	25,662,183	
KOSÉ Corporation	26,800	4,248,103	5,116,590	
L'Oreal SA	110,100	34,193,636	42,309,170	
Nestle SA	770,355	84,626,984	108,092,129	
Nissin Foods Holdings Co., Ltd.	59,800	5,292,138	5,794,061	
Pernod Ricard SA	231,029	42,726,242	53,604,109	
Reckitt Benckiser Group PLC	425,603	45,938,701	44,810,705	
Toyo Suisan Kaisha Ltd.	426,100	21,101,031	23,540,647	
		527,514,325	615,532,164	31.76
Health Care				
Cie Generale d'Optique Essilor International SA	38,588	6,636,475	7,627,730	
DENTSPLY SIRONA Inc.	77,208	5,776,354	5,665,751	
Nihon Kohden Corp.	423,400	13,291,270	15,308,032	
Rohto Pharmaceutical Co., Ltd.	384,400	12,209,847	15,228,157	
Santen Pharmaceutical Co., Ltd.	1,045,300	19,911,036	26,018,432	
Terumo Corp.	365,600	10,271,253	16,948,181	
		68,096,235	86,796,283	4.48
Financials				
Euronext NV	73,257	6,825,743	7,746,901	
Fairfax Financial Holdings Ltd.	10,473	6,394,680	6,385,807	
Hiscox Ltd.	451,179	9,866,927	11,036,881	
Julius Baer Group Ltd.	87,380	5,679,965	5,842,495	
Jyske Bank A/S	75,841	4,312,343	3,591,420	
Mebuki Financial Group Inc.	1,006,100	4,431,344	3,361,438	
North Pacific Bank Ltd.	895,500	3,566,566	2,617,927	
Svenska Handelsbanken AB	777,111	12,876,087	10,861,880	
Sydbank A/S	100,563	3,552,428	2,738,562	
The Chiba Bank Ltd.	609,000	4,943,093	4,599,884	
The Hachijuni Bank Ltd.	597,300	3,977,036	3,406,797	
UBS Group AG	866,413	17,401,598	14,183,996	
		83,827,810	76,373,988	3.94
Real Estate				
Deutsche Wohnen AG	594,894	27,892,471	31,537,175	
LEG Immobilien AG	77,470	9,700,555	11,902,414	
TAG Immobilien AG	283,436	6,733,825	9,142,564	
Vonovia SE	345,303	18,476,882	24,125,974	
		62,803,733	76,708,127	3.96
Information Technology				
Amadeus IT Holding SA	435,648	33,425,203	46,164,737	
Analog Devices Inc.	187,609	24,421,863	28,911,579	
ANSYS Inc.	85,976	19,172,451	28,698,431	
Cadence Design Systems Inc.	511,978	33,104,262	46,048,543	
Dassault Systèmes	103,565	15,010,132	22,092,359	

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

Sun Life MFS International Value Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Disco Corp.	18,500	4,203,320	5,717,384	
Halma PLC	509,958	10,978,190	18,536,919	
Hirose Electric Co., Ltd.	139,622	21,902,556	23,374,235	
Infineon Technologies AG	523,997	12,271,403	15,491,090	
Nomura Research Institute Ltd.	802,900	14,018,485	22,399,165	
OBIC Co., Ltd.	125,700	11,999,050	22,138,465	
Omron Corp.	261,000	15,434,476	19,994,079	
Samsung Electronics Co., Ltd.	342,170	19,191,802	21,409,414	
SAP AG	90,093	14,138,535	15,778,733	
Shimadzu Corp.	247,000	9,818,501	10,138,677	
Spectris PLC	271,023	11,467,825	13,529,733	
Taiwan Semiconductor Manufacturing Co., Ltd., ADR	709,031	32,283,255	53,419,137	
Texas Instruments Inc.	89,352	12,060,157	14,864,578	
Wisetech Global Ltd.	125,523	2,337,531	2,674,013	
Wix.com Ltd.	48,066	8,281,444	7,627,881	
Yokogawa Electric Corp.	296,400	6,198,531	6,822,386	
		331,718,972	445,831,538	23.01
Total Equities		1,539,026,753	1,862,465,472	96.12
Transaction Costs		(2,220,592)		
Total Investments		1,602,691,606	1,928,350,917	99.52
Unrealized Appreciation/(Depreciation) on Currency Forward Contracts⁽¹⁾			2,032,888	0.10
Other Assets less Liabilities			7,429,908	0.38
Total Net Assets			1,937,813,713	100.00

(1) Unrealized Appreciation/(Depreciation) on Currency Forward Contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
JP Morgan	A-2	21-Feb-2020	CAD	68,483,566	JPY (5,411,503,000)		3,723,240
							3,723,240
JP Morgan	A-2	21-Feb-2020	USD	51,067,000	CAD (67,902,258)		(1,690,352)
							(1,690,352)
							2,032,888

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS International Value Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the 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 accompanying notes are an integral part of the financial statements.

Sun Life MFS International Value Fund (continued)

The Fund invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	2.59	1.34
AA/Aa	1.01	1.63
Not Rated	2.50	2.95
Total	6.10	5.92

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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. 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, 2019		December 31, 2018	
Euro	589,815,469	30.44	466,068,913	31.53
Japanese Yen	339,077,776	17.50	252,802,612	17.10
United States Dollar	311,918,239	16.10	249,449,036	16.88
Swiss Franc	285,048,491	14.71	188,531,789	12.76
British Pound	273,984,283	14.14	221,500,326	14.99
Danish Krone	22,961,175	1.18	5,803,744	0.39
Korean Won	21,409,414	1.10	6,681,208	0.45
Swedish Krona	14,828,851	0.77	15,211,952	1.03
Australian Dollar	2,674,013	0.14	13,670,349	0.92
Hong Kong Dollar	213,062	0.01	527,736	0.03
Norwegian Krone	-	-	5,559,147	0.38
Total	1,861,930,773	96.09	1,425,806,812	96.46

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$93,096,539 (\$71,290,341 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	65,885,445	-	-	65,885,445
December 31, 2018	40,868,840	-	-	40,868,840

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$66,804 (\$38,273 as at December 31, 2018). 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 its investment in global equities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$93,123,274 (\$71,565,060 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Value Fund (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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Treasury Bills	2.0	2.4
Promissory Note	1.0	0.4
Term Deposit Receipts	0.3	-
Bearer Deposit Notes	0.1	-
Equities		
Energy	0.2	0.3
Materials	7.6	5.7
Industrials	17.9	17.2
Consumer Discretionary	3.2	3.3
Consumer Staples	31.8	31.9
Health Care	4.5	5.0
Financials	3.9	5.9
Real Estate	4.0	5.6
Information Technology	23.0	20.5
Communication Services	-	1.4
Derivative Assets (Liabilities)	0.1	-
Other Assets less Liabilities	0.4	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, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Equities	1,862,465,472	-	-	1,862,465,472
Short-Term Investments	-	65,885,445	-	65,885,445
Currency Forward Contracts	-	3,723,240	-	3,723,240
Financial Liabilities				
Currency Forward Contracts	-	1,690,352	-	1,690,352
December 31, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Financial Assets				
Equities	1,431,301,201	-	-	1,431,301,201
Short-Term Investments	-	40,868,840	-	40,868,840
Currency Forward Contracts	-	3,045,606	-	3,045,606
Financial Liabilities				
Currency Forward Contracts	-	2,792,393	-	2,792,393

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$1,154,805 (\$981,447 for the period ended December 31, 2018).

Taxation of the Fund

The Fund had no accumulated capital losses.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

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

Sun Life MFS International Value Fund (continued)

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the “Manager”) is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series F8	-	-
	December 31, 2018	
	Units	Market Value (\$)
Series F8	727	10,033

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	-	-	-
Series F8	25	12,076	838
	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	10,001	10,887	168
Series F8	10,016	-	872

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

	Amounts Eligible for Offset			
	Gross Assets/ (Liabilities) (\$)	Financial Instruments (\$)	Collateral received/ paid (\$)	Net (\$)
December 31, 2019				
Derivative assets - Currency Forward Contracts	3,723,240	(1,690,352)	-	2,032,888
Total	3,723,240	(1,690,352)	-	2,032,888
Derivative liabilities - Currency Forward Contracts	(1,690,352)	1,690,352	-	-
Total	(1,690,352)	1,690,352	-	-
December 31, 2018				
Derivative assets - Currency Forward Contracts	3,045,606	(2,792,393)	-	253,213
Total	3,045,606	(2,792,393)	-	253,213
Derivative liabilities - Currency Forward Contracts	(2,792,393)	2,792,393	-	-
Total	(2,792,393)	2,792,393	-	-

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	September 10, 2010	October 01, 2010
Series T5 Units	August 24, 2011	September 01, 2011
Series T8 Units	August 24, 2011	September 01, 2011
Series F Units	September 10, 2010	October 01, 2010
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	September 10, 2010	October 01, 2010
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life MFS Low Volatility Global Equity Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	65,473,468	16,053,141
Short-term investments	597,942	99,909
Cash	361,596	180,640
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	83,510
Accrued interest	832	68
Dividends receivable	130,954	32,994
Distributions receivable from underlying funds	-	-
Subscriptions receivable	16,089	4,736
	66,580,881	16,454,998
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	2,231	475
Redemptions payable	-	205,065
Distributions payable	-	-
Due to investment dealers	-	66,053
Management fees payable	8,834	1,961
Total liabilities (excluding net assets attributable to holders of redeemable units)	11,065	273,554
Net Assets Attributable to Holders of Redeemable Units	66,569,816	16,181,444
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	9,736,319	2,760,160
Series T5	13,650	26,360
Series T8	41,416	13,083
Series F	9,576,603	1,906,092
Series F5	629,215	11,021
Series F8	12,557	11,021
Series I	44,332,124	10,966,407
Series O	2,227,932	487,300
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	13.09	11.70
Series T5	16.52	15.43
Series T8	14.72	14.16
Series F	13.29	11.85
Series F5	16.90	15.60
Series F8	16.02	15.22
Series I	13.51	11.98
Series O	13.45	11.94

Approved on behalf of Trustee

“signed” Jordy Chilcott
President

“signed” Kari Holdsworth
Chief Financial Officer

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

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	1,456,165	241,667
Interest income for distribution purposes	14,783	1,774
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	23,723	312,189
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	5,140,406	(35,749)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	6,635,077	519,881
Net gain (loss) on foreign exchange	(79,384)	(6,995)
Other income	796	-
Total income (loss)	6,556,489	512,886
Expenses (note 5)		
Management fees	185,002	45,806
Fixed annual administration fees	46,597	9,054
Independent review committee fees	143	53
Withholding tax	172,964	28,153
Transaction costs (note 2)	38,642	8,732
Total operating expenses	443,348	91,798
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	6,113,141	421,088
Finance Cost		
Interest expense	(107)	(2)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	6,113,034	421,086
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	686,884	94,214
Series T5	3,538	1,186
Series T8	2,283	560
Series F	674,697	3,599
Series F5	57,529	1,019
Series F8	1,535	1,019
Series I	4,517,261	292,078
Series O	169,307	27,411
Weighted Average Number of Units Outstanding		
Series A	526,036	185,171
Series T5	2,096	1,616
Series T8	1,358	827
Series F	456,054	29,996
Series F5	31,741	681
Series F8	751	690
Series I	2,757,825	418,170
Series O	112,698	35,167

Sun Life MFS Low Volatility Global Equity Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	1.31	0.51
Series T5	1.69	0.73
Series T8	1.68	0.68
Series F	1.48	0.12
Series F5	1.81	1.50
Series F8	2.04	1.48
Series I	1.64	0.70
Series O	1.50	0.78

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

For the periods ended December 31

	Series A		Series T5		Series T8		Series F	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 2,760,160	1,943,687	26,360	23,873	13,083	11,552	1,906,092	215,623
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 686,884	94,214	3,538	1,186	2,283	560	674,697	3,599
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 7,673,989	1,118,583	34,701	1,300	26,125	1,000	8,570,110	1,797,536
Redemption of redeemable units	\$ (1,383,713)	(394,006)	(50,950)	-	-	-	(1,572,373)	(105,883)
Reinvestment of distributions to holders of redeemable units	\$ 49,556	46,290	1,657	1,646	1,539	1,107	121,454	46,926
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 6,339,832	770,867	(14,592)	2,946	27,664	2,107	7,119,191	1,738,579
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	(47,495)	-	(444)	-	(213)	-	(30,815)
From net investment income	\$ (50,557)	(1,103)	(414)	-	(403)	-	(123,377)	(20,699)
Return of capital	\$ -	(10)	(1,242)	(1,201)	(1,211)	(923)	-	(195)
	\$ (50,557)	(48,608)	(1,656)	(1,645)	(1,614)	(1,136)	(123,377)	(51,709)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 6,976,159	816,473	(12,710)	2,487	28,333	1,531	7,670,511	1,690,469
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 9,736,319	2,760,160	13,650	26,360	41,416	13,083	9,576,603	1,906,092
Redeemable Unit Transactions								
Balance - beginning of period	235,842	170,811	1,708	1,520	924	780	160,888	18,688
Units issued	613,535	94,433	2,130	83	1,785	68	671,930	146,870
Units issued on reinvestment of distributions	3,746	4,037	102	105	105	76	9,024	4,047
Units redeemed	(109,143)	(33,439)	(3,114)	-	-	-	(121,361)	(8,717)
Balance - end of period	743,980	235,842	826	1,708	2,814	924	720,481	160,888

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

Sun Life MFS Low Volatility Global Equity Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series F5		Series F8		Series I		Series O	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 11,021	-	11,021	-	10,966,407	3,535,473	487,300	371,538
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 57,529	1,019	1,535	1,019	4,517,261	292,078	169,307	27,411
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 591,464	10,000	-	10,000	34,273,172	7,951,135	1,687,218	209,409
Redemption of redeemable units	\$ (9,128)	-	-	-	(5,424,716)	(812,279)	(115,893)	(121,058)
Reinvestment of distributions to holders of redeemable units	\$ 6,118	629	949	891	794,442	347,461	38,745	14,653
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 588,454	10,629	949	10,891	29,642,898	7,486,317	1,610,070	103,004
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	(186)	-	(186)	-	(198,250)	-	(8,693)
From net investment income	\$ (6,919)	(437)	(238)	(696)	(794,442)	(147,819)	(38,745)	(5,904)
Return of capital	\$ (20,870)	(4)	(710)	(7)	-	(1,392)	-	(56)
	\$ (27,789)	(627)	(948)	(889)	(794,442)	(347,461)	(38,745)	(14,653)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 618,194	11,021	1,536	11,021	33,365,717	7,430,934	1,740,632	115,762
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 629,215	11,021	12,557	11,021	44,332,124	10,966,407	2,227,932	487,300
Redeemable Unit Transactions								
Balance - beginning of period	707	-	724	-	915,260	305,614	40,829	32,245
Units issued	36,683	667	-	667	2,723,878	645,550	130,613	17,637
Units issued on reinvestment of distributions	375	40	60	57	58,076	29,638	2,845	1,255
Units redeemed	(540)	-	-	-	(415,319)	(65,542)	(8,620)	(10,308)
Balance - end of period	37,225	707	784	724	3,281,895	915,260	165,667	40,829

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 16,181,444	6,101,746
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 6,113,034	421,086
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 52,856,779	11,098,963
Redemption of redeemable units	\$ (8,556,773)	(1,433,226)
Reinvestment of distributions to holders of redeemable units	\$ 1,014,460	459,603
Capitalized distributions	\$ -	-
	\$ 45,314,466	10,125,340
Distributions to Holders of Redeemable Units		
From capital gains	\$ -	(286,282)
From net investment income	\$ (1,015,095)	(176,658)
Return of capital	\$ (24,033)	(3,788)
	\$ (1,039,128)	(466,728)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 50,388,372	10,079,698
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 66,569,816	16,181,444
Redeemable Unit Transactions		
Balance - beginning of period	1,356,882	529,658
Units issued	4,180,554	905,975
Units issued on reinvestment of distributions	74,333	39,255
Units redeemed	(658,097)	(118,006)
Balance - end of period	4,953,672	1,356,882

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

Sun Life MFS Low Volatility Global Equity Fund (continued)

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	6,113,034	421,086
Adjustments for:		
Net realized (gain) loss on sale of investments	(23,723)	(312,189)
Change in unrealized (appreciation) depreciation in value of investments	(5,140,406)	35,749
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	-	-
Change in margin	-	-
Purchases of investments	(57,749,274)	(12,541,912)
Proceeds from sale of investments	13,471,892	2,730,966
Purchases of short-term investments	(42,381,185)	(7,448,821)
Proceeds from sale of short-term investments	41,883,151	7,348,912
Change in dividends and interest receivable	(98,724)	(23,930)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	6,873	921
Change in other payables and accrued expenses	40,398	9,012
Net Cash Provided by (Used in) Operating Activities	(43,877,964)	(9,780,206)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(24,668)	(7,125)
Proceeds from redeemable units issued	52,845,426	11,114,930
Redemption of redeemable units	(8,761,838)	(1,228,661)
Net Cash Provided by (Used in) Financing Activities	44,058,920	9,879,144
Net increase (decrease) in cash	180,956	98,938
Cash (bank indebtedness) at beginning of period	180,640	81,702
Cash (bank indebtedness) at end of period	361,596	180,640
Dividends received, net of withholding taxes	1,185,241	189,652
Interest received, net of withholding taxes	14,019	1,706
Interest paid	(107)	(2)

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

Sun Life MFS Low Volatility Global Equity Fund (continued)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM NOTES						
Treasury Bills						
Canadian Treasury Bill	1.657%	6-Feb-2020	400,000	398,628	398,628	
Canadian Treasury Bill	1.658%	5-Mar-2020	200,000	199,314	199,314	
Total Short-Term Notes				597,942	597,942	0.90

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Energy				
Enbridge Inc.	12,366	583,366	637,735	
ENI SpA	12,024	252,914	242,335	
Royal Dutch Shell PLC, Class B	15,548	640,791	598,154	
		1,477,071	1,478,224	2.22
Materials				
Franco-Nevada Corp.	5,369	547,294	719,929	
Symrise AG	5,389	617,367	735,791	
		1,164,661	1,455,720	2.19
Industrials				
AGCO Corp.	2,962	263,552	296,715	
Canadian National Railway Co.	4,268	476,174	500,597	
Doosan Bobcat Inc.	7,435	283,597	286,376	
Lockheed Martin Corp.	2,549	1,053,612	1,287,061	
Malaysia Airports Holdings Bhd	118,100	308,729	284,540	
Waste Connections Inc.	9,193	1,015,369	1,082,308	
		3,401,033	3,737,597	5.61
Consumer Discretionary				
ABC-Mart Inc.	16,800	1,320,325	1,491,448	
Crown Resorts Ltd.	50,279	575,899	550,441	
Genting BHD	451,900	975,481	866,716	
McDonald's Corp.	3,298	796,242	845,114	
Rinnai Corp.	3,300	297,874	336,671	
Starbucks Corp.	11,743	1,139,250	1,338,820	
USS Co., Ltd.	21,800	520,917	537,419	
		5,625,988	5,966,629	8.96
Consumer Staples				
British American Tobacco PLC	5,125	251,387	284,502	
Dairy Farm International Holdings Ltd.	55,200	595,459	408,725	
General Mills Inc.	12,139	792,672	843,100	
Japan Tobacco Inc.	18,200	585,439	528,263	
Kimberly-Clark Corp.	3,452	555,804	615,725	
Lawson Inc.	3,700	289,070	273,287	
L'Oreal SA	815	270,544	313,188	
Marine Harvest ASA	19,997	594,287	673,412	
Mondelez International Inc.	7,852	506,355	560,828	
Nestle SA	8,106	973,719	1,137,391	
PepsiCo, Inc.	7,282	1,145,804	1,290,563	
Seven & I Holdings Co., Ltd.	13,000	695,658	620,947	
Tesco PLC	60,532	233,964	265,371	
The Procter & Gamble Co.	5,165	686,900	836,543	
Toyo Suisan Kaisha Ltd.	7,600	380,270	419,875	

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
US Foods Holding Corp.	8,177	382,225	444,181	
Wesfarmers Ltd.	23,658	778,402	892,812	
		9,717,959	10,408,713	15.64
Health Care				
Cie Generale d'Optique Essilor International SA	3,177	520,408	628,001	
CIGNA Corp.	2,380	569,021	631,109	
Eli Lilly & Co.	4,546	684,478	774,782	
Johnson & Johnson	9,126	1,611,254	1,726,243	
McKesson Corp.	1,312	247,385	235,328	
Merck & Co., Inc.	8,612	874,035	1,015,692	
Novartis AG	4,225	456,899	519,956	
Novo Nordisk A/S	11,869	821,219	893,942	
Pfizer Inc.	10,875	585,688	552,522	
Roche Holding AG	5,340	1,892,423	2,245,409	
Terumo Corp.	28,800	1,090,040	1,335,086	
		9,352,850	10,558,070	15.87
Financials				
Beazley PLC	49,130	440,502	469,255	
Credicorp Ltd.	1,993	584,902	550,817	
DBS Group Holdings Ltd.	10,400	247,188	259,564	
Everest Re Group Ltd.	2,863	857,746	1,027,793	
Komercni Banka AS	7,900	410,894	375,329	
MetLife Inc.	16,820	1,091,505	1,111,722	
Reinsurance Group of America Inc.	2,451	510,057	518,258	
Royal Bank of Canada	5,423	539,135	556,955	
Samsung Fire & Marine Insurance Co Ltd.	1,495	492,775	408,196	
The Bank of Nova Scotia	3,974	286,475	291,109	
The PNC Financial Services Group Inc.	2,526	447,487	522,882	
U.S. Bancorp	11,169	775,906	858,719	
Zurich Insurance Group AG	1,013	431,853	538,684	
		7,116,425	7,489,283	11.25
Real Estate				
AvalonBay Communities Inc.	3,172	816,145	862,556	
Grand City Properties SA	32,367	1,003,611	1,007,287	
Life Storage Inc.	3,393	440,293	476,417	
Public Storage	1,409	407,831	389,103	
STORE Capital Corp.	30,754	1,298,945	1,485,138	
Sun Communities Inc.	4,245	649,688	826,255	
		4,616,513	5,046,756	7.58
Information Technology				
Adobe Systems Inc.	3,445	1,131,230	1,473,359	
CGI Inc.	4,362	452,248	473,555	
Fiserv Inc.	4,948	705,518	741,918	
Fujitsu Ltd.	2,200	241,140	269,599	
Hitachi Ltd.	6,700	310,730	369,834	
Infosys Ltd., ADR	74,509	1,023,244	997,112	
Kyocera Corp.	11,100	842,999	990,719	
Leidos Holdings Inc.	2,309	262,857	293,101	

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

Sun Life MFS Low Volatility Global Equity Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Nice Systems Ltd., ADR	3,210	499,684	645,821	
Taiwan Semiconductor Manufacturing Co., Ltd., ADR	24,336	1,269,250	1,833,499	
	6,738,900	8,088,517	12.15	
Communication Services				
Advanced Info Service PCL	41,800	334,808	385,443	
Alphabet Inc., Class A	313	459,039	543,634	
Auto Trader Group PLC	37,252	322,850	380,506	
Comcast Corporation, Class A	4,330	225,295	252,503	
CTS Eventim AG & Co KGaA	3,632	267,586	296,323	
HKT Trust & HKT Ltd.	418,000	827,012	763,830	
KDDI Corp.	26,800	872,876	1,040,267	
Publicis Groupe SA	6,326	464,359	371,641	
TELUS Corp.	20,950	988,284	1,052,173	
Verizon Communications Inc.	9,028	674,831	718,812	
Vodafone Group PLC	233,531	608,132	588,762	
	6,045,072	6,393,894	9.59	
Utilities				
American Electric Power Co., Inc.	5,741	611,735	703,592	
Avangrid Inc.	6,478	428,832	429,761	
CEZ AS	7,086	224,470	206,783	
CLP Holdings Ltd.	73,500	1,099,867	1,001,819	
Duke Energy Corporation	2,188	253,550	258,789	
Evergy Inc.	7,996	621,704	674,905	
WEC Energy Group Inc.	6,526	653,543	780,503	
Xcel Energy Inc.	9,643	687,418	793,913	
	4,581,119	4,850,065	7.29	
Total Equities	59,837,591	65,473,468	98.35	
Transaction Costs	(37,374)			
Total Investments	60,398,159	66,071,410	99.25	
Other Assets less Liabilities		498,406	0.75	
Total Net Assets		66,569,816	100.00	

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS Low Volatility Global Equity Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Fund invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	0.90	0.62
Total	0.90	0.62

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

Sun Life MFS Low Volatility Global Equity Fund (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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. 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, 2019		December 31, 2018	
United States Dollar	38,129,928	57.28	9,835,265	60.79
Japanese Yen	8,227,629	12.36	1,938,269	11.98
Swiss Franc	4,460,337	6.70	1,142,085	7.06
Euro	3,612,027	5.43	788,506	4.87
British Pound	2,600,219	3.91	493,745	3.05
Hong Kong Dollar	1,765,649	2.65	660,245	4.08
Australian Dollar	1,443,253	2.17	284,877	1.76
Malaysian Ringgit	1,151,256	1.73	276,466	1.71
Danish Krone	893,942	1.34	-	-
Korean Won	694,572	1.04	-	-
Norwegian Krone	673,412	1.01	160,483	0.99
Thai Baht	385,443	0.58	162,191	1.00
Singapore Dollar	259,564	0.39	-	-
Czech Koruna	-	-	177,179	1.09
Total	64,297,231	96.59	15,919,311	98.38

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$3,214,862 (\$795,966 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	597,942	-	-	597,942
December 31, 2018	99,909	-	-	99,909

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$759 (\$11 as at December 31, 2018). 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 its investment in global equities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$3,273,673 (\$802,657 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Low Volatility Global Equity Fund (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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Treasury Bills	0.9	0.6
Equities		
Energy	2.2	3.2
Materials	2.2	2.1
Industrials	5.6	8.3
Consumer Discretionary	9.0	7.6
Consumer Staples	15.6	15.9
Health Care	15.9	16.4
Financials	11.3	9.6
Real Estate	7.6	7.8
Information Technology	12.2	10.7
Communication Services	9.6	9.4
Utilities	7.2	8.2
Other Assets less Liabilities	0.7	0.2
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities	65,473,468	-	-	65,473,468
Short-Term Investments	-	597,942	-	597,942
December 31, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	16,053,141	-	-	16,053,141
Short-Term Investments	-	99,909	-	99,909

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$38,642 (\$8,732 for the period ended December 31, 2018).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended December 31, 2019 was \$3,769 (\$827 for the period ended December 31, 2018).

Taxation of the Fund

The Fund had no accumulated capital losses.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

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

Sun Life MFS Low Volatility Global Equity Fund (continued)

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the “Manager”) is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series T5	826	13,650
Series T8	927	13,651
Series F5	743	12,558
Series F8	784	12,557

	December 31, 2018	
	Units	Market Value (\$)
Series T5	786	12,126
Series T8	856	12,123
Series F5	707	11,021
Series F8	724	11,021

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series T5	33	-	621
Series T8	33	-	1,006
Series F5	30	-	564
Series F8	30	-	915
Series I	-	-	-

	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series T5	29	-	746
Series T8	29	-	1,074
Series F5	10,017	-	610
Series F8	10,017	-	872
Series I	-	130,932	-

Seed Capital Investment by Related Party

Sun Life Assurance Company of Canada (“SLA”) invested additional seed money to support the launch of the Fund and investments were made for the purposes of seed money investments. As at December 31, 2019 and December 31, 2018, SLA held the following position in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series I	-	-

	December 31, 2018	
	Units	Market Value (\$)
Series I	220,234	2,638,795

The following are transactions in the Fund by SLA from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	-	2,872,154	-

	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	-	-	82,434

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	February 05, 2016	February 11, 2016
Series T5 Units	February 05, 2016	February 11, 2016
Series T8 Units	February 05, 2016	February 11, 2016
Series F Units	February 05, 2016	February 11, 2016
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	February 05, 2016	February 11, 2016
Series O Units	February 05, 2016	February 11, 2016

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

Sun Life MFS Low Volatility International Equity Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	6,389,020	4,540,150
Short-term investments	-	-
Cash	52,092	81,510
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	15,960
Accrued interest	-	-
Dividends receivable	33,226	112,140
Distributions receivable from underlying funds	-	-
Subscriptions receivable	262,409	3,473
	6,736,747	4,753,233
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	225	144
Redemptions payable	140,913	-
Distributions payable	-	-
Due to investment dealers	164,938	5,460
Management fees payable	1,068	594
Total liabilities (excluding net assets attributable to holders of redeemable units)	307,144	6,198
Net Assets Attributable to Holders of Redeemable Units	6,429,603	4,747,035
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	1,480,827	920,365
Series T5	12,048	10,837
Series T8	57,284	36,693
Series F	234,209	141,351
Series F5	11,363	12,518
Series F8	11,363	10,100
Series I	4,225,157	3,177,047
Series O	397,352	438,124
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	9.12	8.33
Series T5	12.44	11.78
Series T8	11.35	11.07
Series F	9.20	8.40
Series F5	15.46	14.46
Series F8	14.59	14.06
Series I	10.42	9.46
Series O	9.26	8.40

Approved on behalf of Trustee

“signed” Jordy Chilcott
President

“signed” Kari Holdsworth
Chief Financial Officer

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

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	184,046	148,606
Interest income for distribution purposes	694	506
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	(14,670)	92,240
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	546,758	(233,595)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	716,828	7,757
Net gain (loss) on foreign exchange	(9,736)	2,656
Other income	576	-
Total income (loss)	707,668	10,413
Expenses (note 5)		
Management fees	24,130	18,148
Fixed annual administration fees	5,459	4,353
Independent review committee fees	20	25
Withholding tax	29,340	20,105
Transaction costs (note 2)	5,389	8,191
Total operating expenses	64,338	50,822
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	643,330	(40,409)
Finance Cost		
Interest expense	(3)	(1)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	643,327	(40,410)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	114,030	(22,317)
Series T5	1,210	(164)
Series T8	4,462	(1,001)
Series F	14,736	(1,203)
Series F5	1,338	107
Series F8	1,263	98
Series I	449,571	(10,185)
Series O	56,717	(5,745)
Weighted Average Number of Units Outstanding		
Series A	125,785	94,315
Series T5	942	894
Series T8	3,758	1,980
Series F	15,667	12,801
Series F5	742	706
Series F8	746	690
Series I	356,411	288,322
Series O	50,686	40,873

Sun Life MFS Low Volatility International Equity Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	0.91	(0.24)
Series T5	1.28	(0.18)
Series T8	1.19	(0.51)
Series F	0.94	(0.09)
Series F5	1.80	0.15
Series F8	1.69	0.14
Series I	1.26	(0.04)
Series O	1.12	(0.14)

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

For the periods ended December 31

	Series A		Series T5		Series T8		Series F	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 920,365	571,833	10,837	11,001	36,693	16,324	141,351	106,858
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 114,030	(22,317)	1,210	(164)	4,462	(1,001)	14,736	(1,203)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 662,586	458,042	-	-	20,573	24,884	161,048	48,941
Redemption of redeemable units	\$ (216,170)	(87,193)	-	-	(2,464)	(2,884)	(82,925)	(13,245)
Reinvestment of distributions to holders of redeemable units	\$ 19,599	10,913	588	594	1,418	1,387	5,875	3,307
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 466,015	381,762	588	594	19,527	23,387	83,998	39,003
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	-	-	-	-	-	-	-
From net investment income	\$ (19,583)	(10,913)	(153)	-	(876)	(137)	(5,876)	(3,307)
Return of capital	\$ -	-	(434)	(594)	(2,522)	(1,880)	-	-
	\$ (19,583)	(10,913)	(587)	(594)	(3,398)	(2,017)	(5,876)	(3,307)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 560,462	348,532	1,211	(164)	20,591	20,369	92,858	34,493
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 1,480,827	920,365	12,048	10,837	57,284	36,693	234,209	141,351
Redeemable Unit Transactions								
Balance - beginning of period	110,479	66,639	920	872	3,315	1,335	16,831	12,350
Units issued	74,334	52,392	-	-	1,822	2,120	17,305	5,638
Units issued on reinvestment of distributions	2,125	1,329	48	48	126	117	632	399
Units redeemed	(24,575)	(9,881)	-	-	(215)	(257)	(9,322)	(1,556)
Balance - end of period	162,363	110,479	968	920	5,048	3,315	25,446	16,831

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

Sun Life MFS Low Volatility International Equity Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series F5		Series F8		Series I		Series O	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 12,518	-	10,100	-	3,177,047	2,003,600	438,124	261,898
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 1,338	107	1,263	98	449,571	(10,185)	56,717	(5,745)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ -	12,411	-	10,000	1,919,301	2,977,166	78,676	377,100
Redemption of redeemable units	\$ (2,494)	-	-	-	(1,320,762)	(1,793,534)	(176,165)	(195,129)
Reinvestment of distributions to holders of redeemable units	\$ 568	505	869	776	116,360	96,670	10,939	13,339
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (1,926)	12,916	869	10,776	714,899	1,280,302	(86,550)	195,310
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	-	-	-	-	-	-	-
From net investment income	\$ (147)	(505)	(225)	(774)	(116,360)	(96,670)	(10,939)	(13,339)
Return of capital	\$ (420)	-	(644)	-	-	-	-	-
	\$ (567)	(505)	(869)	(774)	(116,360)	(96,670)	(10,939)	(13,339)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (1,155)	12,518	1,263	10,100	1,048,110	1,173,447	(40,772)	176,226
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 11,363	12,518	11,363	10,100	4,225,157	3,177,047	397,352	438,124
Redeemable Unit Transactions								
Balance - beginning of period	866	-	718	-	335,770	205,924	52,141	30,303
Units issued	-	833	-	666	189,657	298,009	8,398	41,862
Units issued on reinvestment of distributions	38	33	60	52	11,042	10,376	1,169	1,612
Units redeemed	(169)	-	-	-	(131,043)	(178,539)	(18,786)	(21,636)
Balance - end of period	735	866	778	718	405,426	335,770	42,922	52,141

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 4,747,035	2,971,514
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 643,327	(40,410)
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 2,842,184	3,908,544
Redemption of redeemable units	\$ (1,800,980)	(2,091,985)
Reinvestment of distributions to holders of redeemable units	\$ 156,216	127,491
Capitalized distributions	\$ -	-
	\$ 1,197,420	1,944,050
Distributions to Holders of Redeemable Units		
From capital gains	\$ -	-
From net investment income	\$ (154,159)	(125,645)
Return of capital	\$ (4,020)	(2,474)
	\$ (158,179)	(128,119)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 1,682,568	1,775,521
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 6,429,603	4,747,035
Redeemable Unit Transactions		
Balance - beginning of period	521,040	317,423
Units issued	291,516	401,520
Units issued on reinvestment of distributions	15,240	13,966
Units redeemed	(184,110)	(211,869)
Balance - end of period	643,686	521,040

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

Sun Life MFS Low Volatility International Equity Fund (continued)

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	643,327	(40,410)
Adjustments for:		
Net realized (gain) loss on sale of investments	14,670	(92,240)
Change in unrealized (appreciation) depreciation in value of investments	(546,758)	233,595
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	-	-
Change in margin	-	-
Purchases of investments	(3,082,113)	(4,444,182)
Proceeds from sale of investments	1,935,380	2,513,815
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	78,914	(3,552)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	474	252
Change in other payables and accrued expenses	5,470	8,254
Net Cash Provided by (Used in) Operating Activities	(950,636)	(1,824,468)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(1,963)	(628)
Proceeds from redeemable units issued	2,583,248	3,985,389
Redemption of redeemable units	(1,660,067)	(2,091,985)
Net Cash Provided by (Used in) Financing Activities	921,218	1,892,776
Net increase (decrease) in cash	(29,418)	68,308
Cash (bank indebtedness) at beginning of period	81,510	13,202
Cash (bank indebtedness) at end of period	52,092	81,510
Dividends received, net of withholding taxes	233,620	124,949
Interest received, net of withholding taxes	694	506
Interest paid	(3)	(1)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Energy				
BP PLC	10,289	88,951	83,356	
ENI SpA	2,290	53,482	46,153	
Galp Energia SGPS SA	3,277	76,187	71,073	
		218,620	200,582	3.12
Materials				
Air Liquide SA	281	41,850	51,692	
Croda International PLC	317	24,746	27,882	
Symrise AG	408	43,218	55,707	
Toray Industries Inc.	2,700	30,649	23,876	
		140,463	159,157	2.48
Industrials				
Aalberts NV	457	25,565	26,615	
Atlas Copco AB, A Shares	833	34,236	43,110	
Daikin Industries Ltd.	100	12,501	18,435	
Dassault Aviation SA	10	23,734	17,031	
East Japan Railway Co.	400	47,200	47,052	
Experian PLC	3,108	111,937	136,254	
Glory Ltd.	1,000	44,441	39,496	
Legrand SA	279	25,535	29,500	
Mainfreight Ltd.	1,771	61,167	65,848	
Sankyu Inc.	900	58,841	59,065	
Schneider Electric SE	765	84,041	101,889	
Singapore Technologies Engineering Ltd.	12,700	43,146	48,255	
Sohgo Security Services Co., Ltd.	400	28,076	28,256	
		600,420	660,806	10.28
Consumer Discretionary				
ABC-Mart Inc.	1,700	132,023	150,920	
Bridgestone Corp.	400	20,963	19,426	
LVMH Moet Hennessy Louis Vuitton SA	185	81,533	111,539	
Panasonic Corp.	3,000	33,881	36,853	
Rinnai Corp.	600	57,778	61,213	
Toyota Motor Corp.	600	48,263	55,228	
		374,441	435,179	6.77
Consumer Staples				
Bakkafrost P/F	333	30,694	31,942	
Danone SA	266	30,814	28,613	
Diageo PLC	1,711	85,017	94,071	
Ezaki Glico Co., Ltd.	800	48,693	46,441	
Japan Tobacco Inc.	5,700	197,549	165,445	
Kao Corp.	500	37,387	53,845	
Lawson Inc.	500	47,896	36,931	
L'Oreal SA	296	98,327	113,747	
Nestle SA	1,368	151,683	191,951	
Reckitt Benckiser Group PLC	1,232	136,278	129,714	
Seven & I Holdings Co., Ltd.	1,200	66,035	57,318	
Toyo Suisan Kaisha Ltd.	500	24,485	27,623	
Tsuruha Holdings Inc.	200	31,590	33,458	
Wesfarmers Ltd.	1,799	56,964	67,891	
		1,043,412	1,078,990	16.77
Health Care				
Astellas Pharma Inc.	2,400	49,787	53,552	
Cie Generale d'Optique Essilor International SA	274	47,146	54,162	
Cochlear Ltd.	161	28,401	32,981	
Kyowa Hakko Kirin Co., Ltd.	900	22,588	27,632	
Novartis AG	1,830	182,550	225,212	
Novo Nordisk A/S	2,710	174,902	204,110	

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

Sun Life MFS Low Volatility International Equity Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Roche Holding AG	592	194,937	248,929	
Sonic Healthcare Ltd.	3,200	80,492	83,863	
Terumo Corp.	2,700	89,968	125,164	
	870,771	1,055,605	16,42	
Financials				
AIA Group Ltd.	5,200	57,261	70,790	
DBS Group Holdings Ltd.	7,700	181,436	192,177	
Hannover Rueck SE	163	29,128	40,880	
Hiscox Ltd.	1,653	42,181	40,436	
Insurance Australia Group Ltd.	4,947	33,796	34,542	
KBC Group NV	362	34,332	35,336	
National Australia Bank Ltd.	2,492	63,851	55,949	
Sumitomo Mitsui Financial Group Inc.	1,200	56,150	57,819	
Swiss Re AG	257	32,343	37,410	
Tokio Marine Holdings Inc.	300	17,254	21,904	
Westpac Banking Corp.	3,598	97,893	79,469	
Zurich Insurance Group AG	245	101,257	130,284	
	746,882	796,996	12,40	
Real Estate				
Grand City Properties SA	4,005	120,411	124,639	
LEG Immobilien AG	228	31,572	35,030	
Shaftesbury PLC	6,892	113,817	111,883	
Unibail-Rodamco-Westfield	596	119,175	122,020	
UNITE Group PLC	1,818	32,195	39,351	
Warehouses De Pauw CVA	105	25,009	24,790	
	442,179	457,713	7,12	
Information Technology				
Amadeus IT Holding SA	1,248	115,146	132,248	
Fujitsu Ltd.	700	78,187	85,782	
Hitachi Ltd.	1,600	81,144	88,318	
Kyocera Corp.	300	20,497	26,776	
SCSK Corp.	400	28,354	27,063	
	323,328	360,187	5,60	
Communication Services				
Auto Trader Group PLC	3,726	32,646	38,059	
CTS Eventim AG & Co KGaA	388	24,790	31,656	
Deutsche Telekom AG	3,208	72,685	68,036	
HKT Trust & HKT Ltd.	33,000	61,065	60,302	
KDDI Corp.	4,400	151,614	170,790	
Koninklijke KPN NV	6,297	25,614	24,116	
Lagardere SCA	1,658	59,266	46,892	
Proximus	2,405	86,019	89,339	
Tele2 AB	2,438	39,548	45,880	
Vodafone Group PLC	46,854	147,752	118,125	
	700,999	693,195	10,78	
Utilities				
APA Group	3,399	29,694	34,392	
Chubu Electric Power Co., Inc.	1,200	22,415	22,072	
CLP Holdings Ltd.	7,000	94,770	95,411	
Enel SpA	11,276	85,438	116,076	
Iberdrola S.A.	2,526	33,260	33,754	
Italgas SpA	3,072	25,484	24,343	

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SSE PLC	3,122	69,007	77,149	
Uniper SE	2,035	83,588	87,413	
		443,656	490,610	7.63
Total Equities		5,905,171	6,389,020	99.37
Transaction Costs		(8,109)		
Total Investments		5,897,062	6,389,020	99.37
Other Assets less Liabilities			40,583	0.63
Total Net Assets			6,429,603	100.00

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS Low Volatility International Equity Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the Fund had no significant investments in debt instruments and/or derivatives and, therefore, did not have significant exposure to credit risk. Credit risk from other financial instruments is minimal.

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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

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

Sun Life MFS Low Volatility International Equity Fund (continued)

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. 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, 2019		December 31, 2018	
Euro	1,705,568	26.53	987,241	20.80
Japanese Yen	1,674,960	26.05	1,199,789	25.27
British Pound	858,649	13.35	732,220	15.42
Swiss Franc	806,750	12.55	621,681	13.10
Australian Dollar	373,259	5.81	387,833	8.17
Singapore Dollar	231,125	3.59	122,155	2.57
Hong Kong Dollar	215,055	3.34	266,353	5.61
Danish Krone	211,662	3.29	127,945	2.70
Swedish Krona	85,274	1.33	60,907	1.28
New Zealand Dollar	63,066	0.98	-	-
Norwegian Krone	31,942	0.50	59,882	1.26
Total	6,257,310	97.32	4,566,006	96.18

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$312,866 (\$228,300 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

As at December 31, 2019 and December 31, 2018, the majority of the Fund's financial assets and liabilities are non-interest bearing. As a result, the Fund is not subject to a significant amount of interest rate risk.

(iii) Other market risk

The Fund is exposed to other market risk as a result of its investment in global equities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$319,451 (\$227,008 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Equities		
Energy	3.1	3.8
Materials	2.5	2.7
Industrials	10.3	8.8
Consumer Discretionary	6.8	6.9
Consumer Staples	16.8	18.0
Health Care	16.4	13.5
Financials	12.4	13.9
Real Estate	7.1	7.2
Information Technology	5.6	3.0
Communication Services	10.8	9.7
Utilities	7.6	8.1
Other Assets less Liabilities	0.6	4.4
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, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities	6,389,020	-	-	6,389,020

	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities	4,540,150	-	-	4,540,150

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

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

Sun Life MFS Low Volatility International Equity Fund (continued)

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$5,389 (\$8,191 for the period ended December 31, 2018).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended December 31, 2019 was \$253 (\$280 for the period ended December 31, 2018).

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$1,696,103 (\$1,594,027 as at December 31, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the “Manager”) is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series T5	968	12,048
Series T8	1,063	12,064
Series F	-	-
Series F5	735	11,363
Series F8	779	11,363

	December 31, 2018	
	Units	Market Value (\$)
Series T5	920	10,837
Series T8	980	10,849
Series F	1,334	11,203
Series F5	699	10,100
Series F8	718	10,100

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series T5	29	-	555
Series T8	29	-	901
Series F	27	12,737	292
Series F5	27	-	517
Series F8	27	-	839

	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series T5	28	-	563
Series T8	28	-	915
Series F	28	-	260
Series F5	10,016	-	468
Series F8	10,016	-	758

Seed Capital Investment by Related Party

Sun Life Assurance Company of Canada (“SLA”) invested additional seed money to support the launch of the Fund and investments were made for the purposes of seed money investments. As at December 31, 2019 and December 31, 2018, SLA held no seed position in the Fund:

The following are transactions in the Fund by SLA from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	-	-	-

	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	-	177,618	-

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	February 05, 2016	February 11, 2016
Series T5 Units	February 05, 2016	February 11, 2016
Series T8 Units	February 05, 2016	February 11, 2016
Series F Units	February 05, 2016	February 11, 2016
Series F5 Units	February 09, 2018	November 12, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	February 05, 2016	February 11, 2016
Series O Units	February 05, 2016	February 11, 2016

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

Sun Life MFS Monthly Income Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	25,385,089	20,844,366
Short-term investments	1,395,273	399,462
Cash	139,222	273,791
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	205,072	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	-
Accrued interest	105,405	95,473
Dividends receivable	44,788	42,752
Distributions receivable from underlying funds	-	-
Subscriptions receivable	100	8,709
	27,274,949	21,664,553
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	460,472
Unrealized depreciation on swaps	-	-
Accrued expenses	1,339	989
Redemptions payable	36,397	342
Distributions payable	-	-
Due to investment dealers	-	-
Management fees payable	6,205	4,675
Total liabilities (excluding net assets attributable to holders of redeemable units)	43,941	466,478
Net Assets Attributable to Holders of Redeemable Units	27,231,008	21,198,075
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	13,413,372	11,031,148
Series T5	311,370	273,445
Series F	810,616	520,802
Series F5	11,484	10,018
Series I	11,261,686	7,772,316
Series O	1,422,480	1,590,346
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	11.22	10.20
Series T5	14.68	13.54
Series F	11.83	10.67
Series F5	15.63	14.33
Series I	12.99	11.58
Series O	10.81	9.70

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	465,206	413,465
Interest income for distribution purposes	396,771	377,716
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	637,882	314,729
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	(244,597)	(428,000)
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	1,431,865	(945,286)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	665,544	(435,216)
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	3,352,671	(702,592)
Net gain (loss) on foreign exchange	(3,983)	9,446
Other income	290	-
Total income (loss)	3,348,978	(693,146)
Expenses (note 5)		
Management fees	171,371	179,270
Fixed annual administration fees	35,191	36,157
Independent review committee fees	167	277
Withholding tax	18,201	19,043
Transaction costs (note 2)	4,981	3,395
Total operating expenses	229,911	238,142
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	3,119,067	(931,288)
Finance Cost		
Interest expense	(1)	(3)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	3,119,066	(931,291)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	1,457,987	(603,187)
Series T5	37,288	(15,366)
Series F	108,339	(24,699)
Series F5	1,465	16
Series I	1,316,932	(220,816)
Series O	197,055	(67,239)
Weighted Average Number of Units Outstanding		
Series A	1,059,363	1,153,131
Series T5	20,669	21,671
Series F	79,799	47,863
Series F5	716	681
Series I	777,515	585,618
Series O	125,564	178,654

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

Sun Life MFS Monthly Income Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	1.38	(0.52)
Series T5	1.80	(0.71)
Series F	1.36	(0.52)
Series F5	2.05	0.02
Series I	1.69	(0.38)
Series O	1.57	(0.38)

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

For the periods ended December 31

	Series A		Series T5		Series F		Series F5	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 11,031,148	13,253,172	273,445	339,174	520,802	523,996	10,018	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 1,457,987	(603,187)	37,288	(15,366)	108,339	(24,699)	1,465	16
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 4,576,846	2,706,428	12,296	32,817	689,332	126,575	-	10,000
Redemption of redeemable units	\$ (3,651,954)	(4,324,357)	(889)	(71,239)	(507,863)	(105,066)	-	-
Reinvestment of distributions to holders of redeemable units	\$ 384,269	414,510	3,305	4,268	29,649	17,620	544	486
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 1,309,161	(1,203,419)	14,712	(34,154)	211,118	39,129	544	10,486
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	-	-	-	-	-	-	-
From net investment income	\$ (331,097)	(315,894)	-	-	(25,463)	(13,402)	-	(368)
Return of capital	\$ (53,827)	(99,524)	(14,075)	(16,209)	(4,180)	(4,222)	(543)	(116)
	\$ (384,924)	(415,418)	(14,075)	(16,209)	(29,643)	(17,624)	(543)	(484)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 2,382,224	(2,222,024)	37,925	(65,729)	289,814	(3,194)	1,466	10,018
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 13,413,372	11,031,148	311,370	273,445	810,616	520,802	11,484	10,018
Redeemable Unit Transactions								
Balance - beginning of period	1,081,281	1,194,849	20,203	22,611	48,817	45,533	699	-
Units issued	414,311	254,580	846	2,241	60,406	11,186	-	666
Units issued on reinvestment of distributions	34,892	39,071	228	299	2,559	1,595	36	33
Units redeemed	(334,920)	(407,219)	(61)	(4,948)	(43,251)	(9,497)	-	-
Balance - end of period	1,195,564	1,081,281	21,216	20,203	68,531	48,817	735	699

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

Sun Life MFS Monthly Income Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series I		Series O		Total	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 7,772,316	6,705,950	1,590,346	2,181,681	21,198,075	23,003,973
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 1,316,932	(220,816)	197,055	(67,239)	3,119,066	(931,291)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 3,323,922	2,181,776	250,880	273,250	8,853,276	5,330,846
Redemption of redeemable units	\$ (1,151,484)	(894,594)	(609,062)	(790,571)	(5,921,252)	(6,185,827)
Reinvestment of distributions to holders of redeemable units	\$ 282,283	212,284	37,749	56,890	737,799	706,058
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 2,454,721	1,499,466	(320,433)	(460,431)	3,669,823	(148,923)
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	-	-	-	-	-
From net investment income	\$ (242,453)	(161,426)	(38,211)	(48,412)	(637,224)	(539,502)
Return of capital	\$ (39,830)	(50,858)	(6,277)	(15,253)	(118,732)	(186,182)
	\$ (282,283)	(212,284)	(44,488)	(63,665)	(755,956)	(725,684)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 3,489,370	1,066,366	(167,866)	(591,335)	6,032,933	(1,805,898)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 11,261,686	7,772,316	1,422,480	1,590,346	27,231,008	21,198,075
Redeemable Unit Transactions						
Balance - beginning of period	671,334	543,204	163,875	209,390	1,986,209	2,015,587
Units issued	265,123	184,677	23,706	27,085	764,392	480,435
Units issued on reinvestment of distributions	22,325	17,815	3,581	5,669	63,621	64,482
Units redeemed	(91,622)	(74,362)	(59,610)	(78,269)	(529,464)	(574,295)
Balance - end of period	867,160	671,334	131,552	163,875	2,284,758	1,986,209

Statements of Cash Flows

For the periods ended December 31

	2019	2018		2019	2018
	(\$)	(\$)		(\$)	(\$)
Cash Flows from Operating Activities			Net Cash Provided by (Used in) Operating Activities	(3,093,100)	1,012,730
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	3,119,066	(931,291)	Cash Flows from Financing Activities		
Adjustments for:			Distributions paid to holders of redeemable units, net of reinvested distributions	(18,157)	(19,626)
Net realized (gain) loss on sale of investments	(637,882)	(314,729)	Proceeds from redeemable units issued	8,861,885	5,329,320
Change in unrealized (appreciation) depreciation in value of investments	(1,431,865)	945,286	Redemption of redeemable units	(5,885,197)	(6,185,827)
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-	Net Cash Provided by (Used in) Financing Activities	2,958,531	(876,133)
Change in unrealized (appreciation) depreciation in currency forward contracts	(665,544)	435,216	Net increase (decrease) in cash	(134,569)	136,597
Change in unrealized (appreciation) depreciation in option contracts	-	-	Cash (bank indebtedness) at beginning of period	273,791	137,194
Change in unrealized (appreciation) depreciation in value of swaps	-	-	Cash (bank indebtedness) at end of period	139,222	273,791
Non-cash income distributions from underlying funds	-	-	Dividends received, net of withholding taxes	444,969	393,866
Change in margin	-	-	Interest received, net of withholding taxes	386,839	375,009
Purchases of investments	(11,956,449)	(5,657,999)	Interest paid	(1)	(3)
Proceeds from sale of investments	9,480,492	6,385,521			
Purchases of short-term investments	(7,487,865)	(7,098,796)			
Proceeds from sale of short-term investments	6,492,054	7,249,334			
Change in dividends and interest receivable	(11,968)	(3,263)			
Change in distributions receivable from underlying funds	-	-			
Change in management fees payable	1,530	98			
Change in other payables and accrued expenses	5,331	3,353			

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

Sun Life MFS Monthly Income Fund (continued)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM NOTES						
Treasury Bills						
Canadian Treasury Bill	1.659%	9-Jan-2020	300,000	299,430	299,430	
Canadian Treasury Bill	1.660%	6-Feb-2020	300,000	298,875	298,875	
Canadian Treasury Bill	1.658%	5-Mar-2020	800,000	796,968	796,968	
				1,395,273	1,395,273	5.12
Total Short-Term Notes				1,395,273	1,395,273	5.12

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
BONDS						
Federal Bonds						
United States Treasury Note	1.625%	31-Aug-2022	110,000	140,496	142,790	
United States Treasury Note	2.000%	15-Feb-2025	1,030,000	1,351,024	1,355,373	
United States Treasury Note	2.375%	15-May-2027	80,000	100,539	107,632	
United States Treasury Note	2.625%	15-Feb-2029	285,000	398,103	392,029	
United States Treasury Note	5.000%	15-May-2037	255,000	472,286	468,855	
United States Treasury Note	3.000%	15-May-2042	240,000	333,034	347,083	
United States Treasury Note	2.500%	15-Feb-2045	605,000	713,539	802,705	
United States Treasury Note	2.875%	15-May-2049	400,000	565,380	573,426	
				4,074,401	4,189,893	15.39
Provincial Bonds						
Province of Ontario	4.700%	2-Jun-2037	145,000	181,578	189,468	
				181,578	189,468	0.70

Corporate Bonds						
Advance Auto Parts Inc.	4.500%	15-Jan-2022	10,000	10,194	13,472	
Allergan Sales LLC	4.875%	15-Feb-2021	47,000	55,861	62,739	
Allied Properties Real Estate Investment Trust	3.394%	15-Aug-2029	200,000	201,720	199,165	
Anheuser-Busch Cos LLC / Anheuser-Busch InBev Worldwide Inc.	3.650%	1-Feb-2026	95,000	127,308	131,491	
Anheuser-Busch InBev Worldwide Inc.	4.750%	23-Jan-2029	100,000	134,200	150,431	
Apple Inc.	3.850%	4-May-2043	150,000	147,468	218,489	
AT&T Inc.	4.500%	15-May-2035	195,000	242,960	282,211	
Avolon Holdings Funding Ltd.	3.950%	1-Jul-2024	100,000	137,104	135,296	
Bank of America Corp.	3.950%	21-Apr-2025	165,000	217,450	228,652	
Becton Dickinson and Co.	3.734%	15-Dec-2024	47,000	63,903	64,654	
Bell Canada Inc.	3.000%	3-Oct-2022	100,000	102,040	101,782	
Berkshire Hathaway Inc.	3.400%	31-Jan-2022	220,000	265,474	295,599	
BP Capital Markets PLC	4.742%	11-Mar-2021	120,000	139,946	160,718	
Bruce Power LP	3.969%	23-Jun-2026	85,000	89,675	89,876	
Bruce Power LP	4.010%	21-Jun-2029	160,000	174,403	168,630	
Cenovus Energy Inc.	3.000%	15-Aug-2022	41,000	54,461	53,935	
Cenovus Energy Inc.	3.800%	15-Sep-2023	13,000	17,613	17,453	
Colgate-Palmolive Co.	2.100%	1-May-2023	200,000	234,533	262,057	
CU Inc.	3.805%	10-Sep-2042	205,000	213,587	230,047	
Eni SpA	4.250%	9-May-2029	200,000	288,310	285,052	
GE Capital International Funding Co. Unlimited Co.	2.342%	15-Nov-2020	200,000	263,206	259,613	
Gilead Sciences Inc.	4.800%	1-Apr-2044	150,000	169,704	234,095	
Goldman Sachs Group Inc.	3.625%	22-Jan-2023	150,000	149,211	202,710	
Home Depot Inc.	5.950%	1-Apr-2041	75,000	140,919	137,629	
Home Depot Inc.	4.875%	15-Feb-2044	55,000	88,371	90,906	
Husky Energy Inc.	4.400%	15-Apr-2029	125,000	173,728	174,541	
Hydro One Inc.	6.930%	1-Jun-2032	160,000	216,517	227,459	
IGM Financial Inc.	4.560%	25-Jan-2047	40,000	40,000	45,182	
Intercontinental Exchange Inc.	3.750%	1-Dec-2025	135,000	180,934	189,655	
JPMorgan Chase & Co.	5.500%	28-Jul-2021	100,000	98,785	136,636	
JPMorgan Chase & Co.	3.200%	25-Jan-2023	150,000	146,409	200,865	
Medtronic Inc.	3.500%	15-Mar-2025	67,000	92,754	93,194	
Medtronic Inc.	4.625%	15-Mar-2045	8,000	10,971	13,084	
Morgan Stanley	3.875%	29-Apr-2024	100,000	109,433	137,940	
Northern Courier Pipeline LP	3.365%	30-Jun-2042	146,274	146,274	146,039	
Pembina Pipeline Corp.	4.810%	25-Mar-2044	190,000	196,074	209,684	

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

Sun Life MFS Monthly Income Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Reynolds American Inc.	4.850%	15-Sep-2023	75,000	106,838	105,515	
Rogers Communications Inc.	3.625%	15-Dec-2025	175,000	219,207	242,237	
Royal Bank of Canada	2.609%	1-Nov-2024	130,000	130,780	130,600	
Sabine Pass Liquefaction LLC	4.200%	15-Mar-2028	58,000	76,744	79,791	
Sealed Air Corp.	5.125%	1-Dec-2024	60,000	86,121	84,029	
Sydney Airport Finance Co., Pty Ltd.	3.375%	30-Apr-2025	125,000	150,562	167,718	
The Bank of Nova Scotia	3.270%	11-Jan-2021	200,000	203,250	202,506	
The Bank of Nova Scotia	2.490%	23-Sep-2024	130,000	130,077	129,773	
The Kroger Co.	3.400%	15-Apr-2022	200,000	218,498	266,793	
Total Capital Canada Ltd.	2.750%	15-Jul-2023	65,000	64,010	86,517	
Total Capital International SA	2.875%	17-Feb-2022	100,000	100,023	132,546	
Toyota Motor Credit Corp.	3.300%	12-Jan-2022	100,000	104,234	133,423	
TransCanada Pipelines Ltd.	4.875%	15-May-2048	150,000	196,253	230,424	
United Technologies Corp.	3.650%	16-Aug-2023	116,000	158,133	158,702	
UnitedHealth Group Inc.	3.350%	15-Jul-2022	145,000	192,882	194,824	
Videotron Ltd.	5.625%	15-Jun-2025	85,000	88,188	91,614	
WM Wrigley Jr Co.	3.375%	21-Oct-2020	150,000	162,189	196,432	
				7,529,489	8,284,425	30.41
Total Bonds				11,785,468	12,663,786	46.50

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Energy				
Canadian Natural Resources Ltd.	3,355	124,697	140,910	
Enbridge Inc.	13,136	632,708	678,212	
ENI SpA	8,191	174,028	165,084	
Enterprise Products Partners LP	4,879	173,090	178,164	
EQT Midstream Partners LP	2,741	108,880	106,312	
Equitrans Midstream Corp.	4,294	99,939	74,392	
Suncor Energy Inc.	11,205	437,640	476,885	
TC Energy Corp.	9,358	513,524	647,199	
TORC Oil & Gas Ltd.	11,516	82,455	51,707	
		2,346,961	2,518,865	9.25
Materials				
Agnico Eagle Mines Ltd.	1,200	65,988	95,976	
Barrick Gold Corp.	3,429	60,724	82,707	
Franco-Nevada Corp.	1,283	110,685	172,037	
Methanex Corp.	3,414	241,459	171,212	
Nutrien Ltd.	3,241	190,507	201,493	
OceanaGold Corp.	14,869	45,621	37,916	
Teck Resources Ltd., Class B	2,754	84,496	62,020	
Western Forest Products Inc.	38,301	87,247	46,727	
		886,727	870,088	3.20
Industrials				
Canadian National Railway Co.	972	107,509	114,181	
Canadian Pacific Railway Ltd.	997	218,047	330,037	
NFI Group Inc.	7,000	224,743	186,550	
Thomson Reuters Corp.	4,235	286,315	393,389	
Transcontinental Inc., Class A	9,895	181,000	157,034	
		1,017,614	1,181,191	4.34
Consumer Discretionary				
Gildan Activewear Inc.	1,286	51,516	49,370	
Greggs PLC	5,507	116,930	217,397	
Magna International Inc.	3,070	150,650	218,584	
Restaurant Brands International Inc.	776	69,725	64,237	
Starbucks Corp.	759	72,117	86,534	
Target Corp.	227	37,281	37,740	
		498,219	673,862	2.47

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

Sun Life MFS Monthly Income Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Consumer Staples				
Japan Tobacco Inc.	5,800	173,764	168,348	
Loblaws Companies Ltd.	1,782	122,434	119,394	
		296,198	287,742	1.06
Health Care				
Danaher Corporation, Series A, Preferred	22	30,863	33,636	
Eli Lilly & Co.	1,193	169,254	203,325	
Roche Holding AG	606	221,019	254,816	
		421,136	491,777	1.81
Financials				
Bank of Montreal	514	47,913	51,729	
CI Financial Corp.	4,724	92,029	102,558	
Citigroup Inc.	2,428	223,629	251,534	
Fairfax Financial Holdings Ltd.	347	209,749	211,580	
Intesa Sanpaolo SpA	67,025	242,700	229,124	
Invesco Ltd.	7,247	165,326	168,968	
Manulife Financial Corp.	26,330	586,184	694,058	
MetLife Inc.	874	57,096	57,767	
Onex Corp.	825	65,167	67,790	
Power Financial Corp.	3,861	120,440	134,903	
Royal Bank of Canada	8,736	736,687	897,624	
The Bank of Nova Scotia	4,226	282,780	309,977	
The Toronto-Dominion Bank	14,668	901,618	1,068,269	
UBS Group AG	6,837	104,816	111,928	
		3,836,134	4,357,809	16.00
Real Estate				
Granite Real Estate Investment Trust	6,201	385,271	409,142	
Public Storage	151	47,863	41,699	
STORE Capital Corp.	1,482	52,671	71,567	
		485,805	522,408	1.92
Information Technology				
Hitachi Ltd.	3,100	152,574	171,117	
Open Text Corp.	3,712	171,934	212,401	
		324,508	383,518	1.41
Communication Services				
TELUS Corp.	10,486	473,626	527,236	
		473,626	527,236	1.94
Utilities				
Emera Inc.	3,663	171,638	204,359	
Hydro One Ltd.	5,598	129,480	140,398	
Northland Power Inc.	5,531	142,808	150,443	
Superior Plus Corp.	26,630	321,825	334,473	
TransAlta Renewables Inc.	4,970	60,059	77,134	
		825,810	906,807	3.33
Total Equities		11,412,738	12,721,303	46.73
Transaction Costs		(4,873)		
Total Investments		24,588,606	26,780,362	98.35
Unrealized appreciation/(depreciation) on currency forward contracts ⁽¹⁾			205,072	0.75
Other Assets less Liabilities			245,574	0.90
Total Net Assets			27,231,008	100.00

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

Sun Life MFS Monthly Income Fund (continued)

Schedule of Investments (continued)

(l) Unrealized appreciation/(depreciation) on currency forward contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
JP Morgan	A-2	28-Feb-2020	CAD	10,047,803	USD	(7,594,769)	200,849
HSBC Bank USA	A-1	28-Feb-2020	CAD	289,643	USD	(220,143)	4,223
							205,072
							205,072

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS Monthly Income Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the 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 invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	20.51	19.65
AA/Aa	4.84	4.24
A/A	12.47	12.15
BBB/Bbb	13.92	16.72
BB/Bb	0.65	0.79
Not Rated	0.12	-
Total	52.51	53.55

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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk (\$CAD)		Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018	December 31, 2019	December 31, 2018
United States Dollar	1,817,293	1,796,045	6.67	8.47
Euro	394,874	484,575	1.45	2.29
Swiss Franc	372,167	227,814	1.37	1.07
Japanese Yen	343,994	-	1.26	-
British Pound	217,397	232,748	0.80	1.10
Danish Krone	908	-	-	-
South African Rand	-	58,363	-	0.28
Total	3,146,633	2,799,545	11.55	13.21

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

Sun Life MFS Monthly Income Fund (continued)

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$157,332 (\$139,977 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	1,851,318	3,613,875	8,593,866	14,059,059
December 31, 2018	454,348	3,524,525	7,372,296	11,351,169

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$1,402,291 (\$1,149,611 as at December 31, 2018). 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 its investment in global equities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$636,065 (\$494,633 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Treasury Bills	5.1	1.9
Bonds		
Federal Bonds	15.4	17.8
Provincial Bonds	0.7	1.8
Corporate Bonds	30.4	32.0
Equities		
Energy	9.3	8.9
Materials	3.2	4.8
Industrials	4.3	4.1
Consumer Discretionary	2.5	2.5
Consumer Staples	1.1	2.5
Financials	16.0	15.3
Real Estate	1.9	1.9
Information Technology	1.4	0.8
Communication Services	1.9	2.6
Utilities	3.3	3.3
Health Care	1.8	-
Derivative Assets (Liabilities)	0.8	(2.2)
Other Assets less Liabilities	0.9	2.0
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, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Short-Term Investments	-	1,395,273	-	1,395,273
Equities	12,721,303	-	-	12,721,303
Bonds	-	12,663,786	-	12,663,786
Currency Forward Contracts	-	205,072	-	205,072
Financial Assets				
Short-Term Investments	-	399,462	-	399,462
Equities	9,746,050	146,609	-	9,892,659
Bonds	-	10,951,707	-	10,951,707
Financial Liabilities				
Currency Forward Contracts	-	460,472	-	460,472

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

Sun Life MFS Monthly Income Fund (continued)

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Bonds

Bonds include primarily government and corporate bonds, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the bonds have been classified as Level 2.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$4,981 (\$3,395 for the period ended December 31, 2018).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended December 31, 2019 was \$345 (\$383 for the period ended December 31, 2018).

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$72,644 (\$72,644 as at December 31, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the "Manager") is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series F5	735	11,484

	December 31, 2018	
	Units	Market Value (\$)
Series F5	699	10,018

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	28	-	513

	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F5	10,016	-	468

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

Sun Life MFS Monthly Income Fund (continued)

Seed Capital Investment by Related Party

Sun Life Assurance Company of Canada ("SLA") invested additional seed money to support the launch of the Fund and investments were made for the purposes of seed money investments. As at December 31, 2019 and December 31, 2018, SLA held the following position in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series I	207,930	2,700,365

	December 31, 2018	
	Units	Market Value (\$)
Series I	202,092	2,339,703

The following are transactions in the Fund by SLA from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	73,724	-	-

	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	-	-	71,570

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	August 24, 2011	September 01, 2011
Series T5 Units	August 24, 2011	September 01, 2011
Series F Units	August 24, 2011	September 01, 2011
Series F5 Units	February 09, 2018	February 09, 2018
Series I Units	August 24, 2011	September 01, 2011
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life MFS U.S. Equity Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	605,626,813	504,936,881
Short-term investments	5,693,195	2,248,372
Cash	1,821,019	790,733
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	-
Accrued interest	21,670	3,317
Dividends receivable	575,744	727,282
Distributions receivable from underlying funds	-	-
Subscriptions receivable	271,379	565,927
	614,009,820	509,272,512
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	11,216	8,137
Redemptions payable	219,139	579,856
Distributions payable	-	-
Due to investment dealers	-	-
Management fees payable	30,649	22,580
Total liabilities (excluding net assets attributable to holders of redeemable units)	261,004	610,573
Net Assets Attributable to Holders of Redeemable Units	613,748,816	508,661,939
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	16,450,252	13,026,758
Series D	33,670,799	30,776,958
Series F	17,676,212	13,733,312
Series I	534,592,402	440,336,935
Series O	11,359,151	10,787,976
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	84.26	69.64
Series D	90.14	73.97
Series F	89.78	73.56
Series I	91.48	74.85
Series O	18.53	15.16

Approved on behalf of Trustee

“signed” Jordy Chilcott
President

“signed” Kari Holdsworth
Chief Financial Officer

Statements of Comprehensive Income (Loss)

for the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	8,968,935	8,893,319
Interest income for distribution purposes	612,827	152,170
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	37,632,019	60,725,945
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	81,489,430	(48,395,115)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	128,703,211	21,376,319
Net gain (loss) on foreign exchange	41,503	(93,478)
Other income	2,459	875
Total income (loss)	128,747,173	21,283,716
Expenses (note 5)		
Management fees	912,796	864,187
Fixed annual administration fees	312,521	302,200
Independent review committee fees	917	1,344
Withholding tax	1,246,233	1,146,647
Transaction costs (note 2)	63,188	63,042
Total operating expenses	2,535,655	2,377,420
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	126,211,518	18,906,296
Finance Cost		
Interest expense	(8)	(3)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	126,211,510	18,906,293
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	3,042,958	106,469
Series D	7,047,128	859,245
Series F	3,462,043	241,367
Series I	110,049,911	17,407,333
Series O	2,609,470	291,879
Weighted Average Number of Units Outstanding		
Series A	189,468	168,711
Series D	394,753	424,667
Series F	192,998	167,194
Series I	5,698,110	5,610,528
Series O	670,210	658,955

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

Sun Life MFS U.S. Equity Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

for the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	16.06	0.63
Series D	17.85	2.02
Series F	17.94	1.44
Series I	19.31	3.10
Series O	3.89	0.44

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

for the periods ended December 31

	Series A		Series D		Series F	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 13,026,758	11,529,200	30,776,958	35,021,988	13,733,312	11,753,272
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 3,042,958	106,469	7,047,128	859,245	3,462,043	241,367
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 4,388,417	5,227,152	1,874,247	2,526,840	2,886,155	3,364,872
Redemption of redeemable units	\$ (4,003,548)	(3,821,611)	(5,997,552)	(7,552,606)	(2,364,882)	(1,496,893)
Reinvestment of distributions to holders of redeemable units	\$ 271,552	738,164	537,651	1,688,289	322,800	748,457
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 656,421	2,143,705	(3,585,654)	(3,337,477)	844,073	2,616,436
Distributions to Holders of Redeemable Units						
From capital gains	\$ (273,316)	(750,649)	(567,444)	(1,766,636)	(286,582)	(782,445)
From net investment income	\$ (2,569)	(1,967)	(189)	(162)	(76,634)	(95,318)
Return of capital	\$ -	-	-	-	-	-
	\$ (275,885)	(752,616)	(567,633)	(1,766,798)	(363,216)	(877,763)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 3,423,494	1,497,558	2,893,841	(4,245,030)	3,942,900	1,980,040
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 16,450,252	13,026,758	33,670,799	30,776,958	17,676,212	13,733,312
Redeemable Unit Transactions						
Balance - beginning of period	187,060	157,602	416,070	453,579	186,704	152,959
Units issued	55,104	68,317	21,666	30,908	34,581	41,295
Units issued on reinvestment of distributions	3,179	11,041	5,879	23,788	3,556	10,584
Units redeemed	(50,112)	(49,900)	(70,089)	(92,205)	(27,967)	(18,134)
Balance - end of period	195,231	187,060	373,526	416,070	196,874	186,704

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

Sun Life MFS U.S. Equity Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

for the periods ended December 31

	Series I		Series O		Total	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 440,336,935	489,974,293	10,787,976	9,956,558	508,661,939	558,235,311
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 110,049,911	17,407,333	2,609,470	291,879	126,211,510	18,906,293
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 60,234,915	50,822,623	239,290	3,338,656	69,623,024	65,280,143
Redemption of redeemable units	\$ (76,029,359)	(117,867,314)	(2,090,735)	(2,380,848)	(90,486,076)	(133,119,272)
Reinvestment of distributions to holders of redeemable units	\$ 15,462,996	32,003,955	132,100	383,879	16,727,099	35,562,744
Capitalized distributions	\$ -	-	-	-	-	-
	\$ (331,448)	(35,040,736)	(1,719,345)	1,341,687	(4,135,953)	(32,276,385)
Distributions to Holders of Redeemable Units						
From capital gains	\$ (8,929,890)	(25,163,498)	(193,455)	(642,444)	(10,250,687)	(29,105,672)
From net investment income	\$ (6,533,106)	(6,840,457)	(125,495)	(159,704)	(6,737,993)	(7,097,608)
Return of capital	\$ -	-	-	-	-	-
	\$ (15,462,996)	(32,003,955)	(318,950)	(802,148)	(16,988,680)	(36,203,280)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 94,255,467	(49,637,358)	571,175	831,418	105,086,877	(49,573,372)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 534,592,402	440,336,935	11,359,151	10,787,976	613,748,816	508,661,939
Redeemable Unit Transactions						
Balance - beginning of period	5,883,224	6,261,911	711,756	628,420	7,384,814	7,654,471
Units issued	683,493	612,449	13,198	197,041	808,042	950,010
Units issued on reinvestment of distributions	166,659	445,842	7,030	26,407	186,303	517,662
Units redeemed	(889,580)	(1,436,978)	(118,832)	(140,112)	(1,156,580)	(1,737,329)
Balance - end of period	5,843,796	5,883,224	613,152	711,756	7,222,579	7,384,814

Statements of Cash Flows

for the periods ended December 31

	2019	2018		2019	2018
	(\$)	(\$)		(\$)	(\$)
Cash Flows from Operating Activities			Net Cash Provided by (Used in)		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	126,211,510	18,906,293	Operating Activities	22,221,088	68,203,323
Adjustments for:			Cash Flows from Financing Activities		
Net realized (gain) loss on sale of investments	(37,632,019)	(60,725,945)	Distributions paid to holders of redeemable units, net of reinvested distributions	(261,581)	(640,536)
Change in unrealized (appreciation) depreciation in value of investments	(81,489,430)	48,395,115	Proceeds from redeemable units issued	69,917,572	65,419,790
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-	Redemption of redeemable units	(90,846,793)	(133,387,554)
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-	Net Cash Provided by (Used in)		
Change in unrealized (appreciation) depreciation in option contracts	-	-	Financing Activities	(21,190,802)	(68,608,300)
Change in unrealized (appreciation) depreciation in value of swaps	-	-	Net increase (decrease) in cash	1,030,286	(404,977)
Non-cash income distributions from underlying funds	-	-	Cash (bank indebtedness) at beginning of period	790,733	1,195,710
Change in margin	-	-	Cash (bank indebtedness) at end of period	1,821,019	790,733
Purchases of investments	(126,853,835)	(96,725,959)	Dividends received, net of withholding taxes	7,874,240	7,589,522
Proceeds from sale of investments	145,371,230	155,921,643	Interest received, net of withholding taxes	594,474	148,993
Purchases of short-term investments	(65,612,423)	(83,518,818)	Interest paid	(8)	(3)
Proceeds from sale of short-term investments	62,018,534	86,046,343			
Change in dividends and interest receivable	133,185	(160,327)			
Change in distributions receivable from underlying funds	-	-			
Change in management fees payable	8,069	1,843			
Change in other payables and accrued expenses	66,267	63,135			

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

Sun Life MFS U.S. Equity Fund (continued)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM Investments						
Treasury Bills						
United States Treasury Bill	1.504%	2-Jan-2020	100,000	131,852	129,378	
United States Treasury Bill	1.513%	7-Jan-2020	2,000,000	2,637,956	2,587,826	
United States Treasury Bill	1.533%	4-Feb-2020	1,300,000	1,712,705	1,682,125	
United States Treasury Bill	1.513%	18-Feb-2020	1,000,000	1,305,684	1,293,866	
Total Short-Term Investments				5,788,197	5,693,195	0.93

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Energy				
Core Laboratories NV	37,651	3,128,604	1,839,194	
Enterprise Products Partners LP	245,079	8,375,307	8,949,407	
EOG Resources Inc.	77,861	7,680,005	8,456,919	
Schlumberger Ltd.	113,134	10,155,065	5,897,616	
	29,338,981		25,143,136	4.10
Materials				
Crown Holdings Inc.	72,547	4,405,384	6,824,212	
DuPont de Nemours Inc.	67,975	6,645,263	5,659,001	
PPG Industries Inc.	36,948	5,044,050	6,395,804	
The Sherwin-Williams Company	11,554	3,255,497	8,742,960	
	19,350,194		27,621,977	4.50
Industrials				
AMETEK Inc.	52,173	3,785,974	6,747,932	
Canadian National Railway Co.	68,476	4,877,201	8,031,607	
Flowserve Corp.	71,207	4,804,019	4,595,638	
Fortive Corp.	78,368	7,470,952	7,763,021	
Honeywell International Inc.	50,516	4,918,075	11,594,652	
Old Dominion Freight Line Inc.	17,280	3,628,925	4,252,553	
United Technologies Corp.	43,145	5,534,333	8,378,800	
	35,019,479		51,364,203	8.37
Consumer Discretionary				
Dollar General Corp.	30,705	4,909,406	6,210,599	
Dollar Tree Inc.	37,073	4,916,259	4,521,391	
LVMH Moët Hennessy Louis Vuitton SA	12,503	2,880,892	7,538,199	
Marriott International Inc.	21,836	3,490,640	4,287,859	
NIKE, Inc.	41,168	2,759,762	5,408,385	
Ross Stores Inc.	44,945	2,720,305	6,785,229	
Starbucks Corp.	52,310	3,932,877	5,963,866	
Target Corp.	26,541	3,786,306	4,412,601	
Tractor Supply Co.	58,932	5,058,732	7,140,679	
	34,455,179		52,268,808	8.52
Consumer Staples				
Colgate-Palmolive Co.	71,467	5,100,547	6,379,724	
Costco Wholesale Corp.	18,252	3,911,895	6,956,569	
Danone SA	65,243	5,276,298	7,018,133	
Diageo PLC	111,662	3,810,368	6,139,185	
The Estée Lauder Companies Inc.	11,272	1,415,198	3,018,983	
Kimberly-Clark Corp.	28,194	4,210,713	5,028,898	

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Mondelez International Inc.	89,915	3,873,516	6,422,167	
Pernod Ricard SA	28,877	4,166,293	6,700,137	
	31,764,828		47,663,796	7.77
Health Care				
Abbott Laboratories	50,612	2,636,566	5,700,708	
Becton Dickinson and Co.	31,147	10,244,402	10,984,815	
Danaher Corporation	54,865	3,645,930	10,919,498	
Elanco Animal Health Inc.	128,501	4,643,105	4,907,353	
Eli Lilly & Co.	50,239	5,566,404	8,562,311	
Illumina Inc.	5,884	2,287,995	2,531,197	
Johnson & Johnson	81,415	11,490,205	15,400,184	
Medtronic PLC	110,367	11,360,301	16,236,755	
PRA Health Sciences Inc.	35,328	4,641,259	5,091,949	
Thermo Fisher Scientific Inc.	31,076	4,285,372	13,091,525	
Zoetis Inc.	36,572	2,682,409	6,276,654	
	63,483,948		99,702,949	16.24
Financials				
Bank of America Corporation	324,299	6,938,111	14,811,208	
Blackstone Group Inc.	110,688	6,685,389	8,029,315	
Chubb Ltd.	33,863	3,610,706	6,835,306	
The Goldman Sachs Group Inc.	31,322	6,585,347	9,339,005	
JPMorgan Chase & Co.	104,873	7,299,692	18,957,539	
The NASDAQ OMX Group Inc.	68,997	4,658,993	9,582,420	
TD Ameritrade Holding Corp.	57,262	4,148,241	3,690,442	
Truist Financial Corp.	110,494	7,292,514	8,069,690	
	47,218,993		79,314,925	12.92
Information Technology				
Accenture PLC	46,064	4,968,016	12,578,060	
Adobe Systems Inc.	20,937	2,874,190	8,954,344	
Amdocs Ltd.	77,829	6,649,354	7,285,746	
Analog Devices Inc.	37,940	4,587,695	5,846,763	
Apple Inc.	24,913	2,595,711	9,486,621	
Cisco Systems Inc.	137,483	8,564,252	8,550,346	
Cognizant Technology Solutions Corp.	92,953	5,945,802	7,475,680	
Fidelity National Information Services Inc.	69,610	5,008,252	12,555,183	
MasterCard Inc., Class A	39,884	3,912,074	15,442,922	
Microsoft Corp.	88,600	13,541,884	18,118,444	
Salesforce.com Inc.	29,826	5,326,069	6,290,395	
TE Connectivity Ltd.	43,574	5,287,722	5,415,390	
Texas Instruments Inc.	56,102	5,447,435	9,333,116	
Visa Inc., Class A	58,998	4,188,233	14,375,388	
	78,896,689		141,708,398	23.09
Real Estate				
American Tower Corp.	48,262	5,477,093	14,382,972	
	5,477,093		14,382,972	2.34

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

Sun Life MFS U.S. Equity Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Communication Services				
Alphabet Inc., Class A	11,998	9,675,835	20,838,738	
Alphabet Inc., Class C	4,780	1,803,089	8,287,457	
Comcast Corporation, Class A	210,618	6,310,554	12,282,135	
Electronic Arts Inc.	56,238	7,965,833	7,840,328	
Facebook Inc.	37,617	7,577,212	10,012,046	
The Walt Disney Co.	21,115	1,678,657	3,960,089	
		35,011,180	63,220,793	10.30
Utilities				
American Electric Power Co., Inc.	26,395	1,501,127	3,234,856	
		1,501,127	3,234,856	0.53
Total Equities		381,517,691	605,626,813	98.68
Transaction Costs		(115,475)		
Total Investments		387,190,413	611,320,008	99.61
Other Assets less Liabilities			2,428,808	0.39
Total Net Assets			613,748,816	100.00

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS U.S. Equity Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Fund invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	0.93	0.44
Total	0.93	0.44

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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

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

Sun Life MFS U.S. Equity Fund (continued)

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. 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, 2019		December 31, 2018	
United States				
Dollar	585,123,078	95.34	482,737,614	94.90
Euro	21,438,602	3.49	20,072,416	3.95
British Pound	6,139,185	1.00	4,973,027	0.98
Total	612,700,865	99.83	507,783,057	99.83

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$30,635,043 (\$25,389,153 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	5,693,195	-	-	5,693,195
December 31, 2018	2,248,372	-	-	2,248,372

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$3,853 (\$872 as at December 31, 2018). 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 its investment in publicly traded equities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$30,281,341 (\$25,246,844 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Treasury Bills	0.9	0.4
Equities		
Energy	4.1	4.7
Materials	4.5	3.5
Industrials	8.4	7.0
Consumer Discretionary	8.5	9.2
Consumer Staples	7.8	9.6
Health Care	16.3	16.2
Financials	12.9	13.4
Information Technology	23.1	22.5
Real Estate	2.3	2.9
Communication Services	10.3	9.8
Utilities	0.5	0.5
Other Assets less Liabilities	0.4	0.3
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities	605,626,813	-	-	605,626,813
Short-Term Investments	-	5,693,195	-	5,693,195
	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Equities	504,936,881	-	-	504,936,881
Short-Term Investments	-	2,248,372	-	2,248,372

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

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

Sun Life MFS U.S. Equity Fund (continued)

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$63,188 (\$63,042 for the period ended December 31, 2018).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended December 31, 2019 was \$11,393 (\$13,875 for the period ended December 31, 2018).

Taxation of the Fund

The Fund had no accumulated capital losses.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	March 27, 2009	March 31, 2009
Series D Units	July 15, 1988	July 15, 1988
Series F Units	February 13, 2008	February 13, 2008
Series I Units	November 21, 2008	November 28, 2008
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life MFS U.S. Growth Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	1,321,380,956	990,464,045
Short-term investments	20,929,573	23,745,297
Cash	4,609,643	2,112,612
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	26,524	916
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	-
Accrued interest	36,847	24,624
Dividends receivable	358,005	458,377
Distributions receivable from underlying funds	-	-
Subscriptions receivable	2,886,914	978,949
	1,350,228,462	1,017,784,820
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	25,045
Unrealized depreciation on swaps	-	-
Accrued expenses	38,474	22,518
Redemptions payable	304,612	850,713
Distributions payable	-	-
Due to investment dealers	-	6,598,518
Management fees payable	148,224	70,541
Total liabilities (excluding net assets attributable to holders of redeemable units)	491,310	7,567,335
Net Assets Attributable to Holders of Redeemable Units	1,349,737,152	1,010,217,485
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	196,009,960	110,533,308
Series AH	1,686,491	1,157,412
Series T5	719,278	414,871
Series T8	4,648,644	1,791,623
Series F	46,743,476	17,814,963
Series FH	266,390	727,815
Series F5	150,337	43,110
Series F8	3,144,928	954,646
Series I	1,075,724,942	862,291,295
Series IH	18,355	183,619
Series O	20,607,005	14,292,022
Series OH	17,346	12,801

	December 31, 2019 (\$)	December 31, 2018 (\$)
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	38.28	29.76
Series AH	27.85	20.87
Series T5	38.22	31.03
Series T8	30.14	25.11
Series F	42.33	32.53
Series FH	16.63	12.32
Series F5	19.52	15.65
Series F8	18.59	15.30
Series I	46.34	35.32
Series IH	17.43	12.36
Series O	24.29	18.52
Series OH	16.94	12.44

Approved on behalf of Trustee

“signed” Jordy Chilcott
President

“signed” Kari Holdsworth
Chief Financial Officer

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

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

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	7,587,051	7,015,751
Interest income for distribution purposes	372,632	315,852
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	43,918,570	75,879,395
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	21,189	(131,573)
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	268,183,861	13,942,830
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	50,653	(53,083)
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	320,133,956	96,969,172
Net gain (loss) on foreign exchange	(701,980)	(1,515,472)
Other income	15,246	5,777
Total income (loss)	319,447,222	95,459,477
Expenses (note 5)		
Management fees	3,551,052	2,077,875
Fixed annual administration fees	968,555	733,548
Independent review committee fees	2,299	2,258
Withholding tax	1,153,361	892,497
Transaction costs (note 2)	65,424	142,338
Total operating expenses	5,740,691	3,848,516
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	313,706,531	91,610,961
Finance Cost		
Interest expense	(2)	(2)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	313,706,529	91,610,959
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	35,611,932	3,387,558
Series AH	399,347	(1,699)
Series T5	124,933	19,486
Series T8	623,538	(87,564)
Series F	6,919,580	(64,404)
Series FH	175,179	(27,916)
Series F5	19,365	(1,890)
Series F8	418,576	(98,071)
Series I	264,616,187	87,510,494
Series IH	43,770	4,083
Series O	4,749,471	970,626
Series OH	4,651	256

	2019 (\$)	2018 (\$)
Weighted Average Number of Units Outstanding		
Series A	4,385,252	2,946,633
Series AH	57,913	54,595
Series T5	15,149	11,364
Series T8	104,511	35,432
Series F	778,104	374,132
Series FH	32,059	44,749
Series F5	5,500	1,876
Series F8	107,969	23,888
Series I	22,997,552	23,100,649
Series IH	5,549	14,518
Series O	837,045	657,915
Series OH	1,026	1,009
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	8.12	1.15
Series AH	6.90	(0.03)
Series T5	8.25	1.71
Series T8	5.97	(2.47)
Series F	8.89	(0.17)
Series FH	5.46	(0.62)
Series F5	3.52	(1.01)
Series F8	3.88	(4.11)
Series I	11.51	3.79
Series IH	7.89	0.28
Series O	5.67	1.48
Series OH	4.53	0.25

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

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

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

For the periods ended December 31

	Series A		Series AH		Series T5		Series T8	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 110,533,308	57,494,250	1,157,412	1,085,063	414,871	253,653	1,791,623	453,198
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 35,611,932	3,387,558	399,347	(1,699)	124,933	19,486	623,538	(87,564)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 95,179,701	78,365,614	353,048	362,443	321,253	262,170	3,015,860	1,900,230
Redemption of redeemable units	\$ (45,318,023)	(28,701,434)	(223,362)	(288,395)	(131,814)	(109,809)	(598,892)	(395,190)
Reinvestment of distributions to holders of redeemable units	\$ 31,836	2,072,681	1,147	22,177	14,032	12,983	31,623	18,063
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 49,893,514	51,736,861	130,833	96,225	203,471	165,344	2,448,591	1,523,103
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	(2,067,994)	-	(21,221)	-	(7,681)	-	(34,469)
From net investment income	\$ (28,794)	(15,204)	(1,101)	(837)	(17)	(13,947)	-	(54,819)
Return of capital	\$ -	(2,163)	-	(119)	(23,980)	(1,984)	(215,108)	(7,826)
	\$ (28,794)	(2,085,361)	(1,101)	(22,177)	(23,997)	(23,612)	(215,108)	(97,114)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 85,476,652	53,039,058	529,079	72,349	304,407	161,218	2,857,021	1,338,425
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 196,009,960	110,533,308	1,686,491	1,157,412	719,278	414,871	4,648,644	1,791,623
Redeemable Unit Transactions								
Balance - beginning of period	3,714,284	2,071,749	55,451	50,997	13,372	8,416	71,339	18,108
Units issued	2,697,418	2,478,826	13,816	15,812	8,754	7,710	102,945	66,683
Units issued on reinvestment of distributions	899	73,708	45	1,110	388	405	1,081	681
Units redeemed	(1,291,579)	(909,999)	(8,753)	(12,468)	(3,696)	(3,159)	(21,153)	(14,133)
Balance - end of period	5,121,022	3,714,284	60,559	55,451	18,818	13,372	154,212	71,339

	Series F		Series FH		Series F5		Series F8	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 17,814,963	5,966,864	727,815	37,650	43,110	-	954,646	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 6,919,580	(64,404)	175,179	(27,916)	19,365	(1,890)	418,576	(98,071)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 30,321,056	17,745,234	104,230	1,118,671	105,000	45,000	1,949,064	1,170,180
Redemption of redeemable units	\$ (8,312,975)	(5,821,345)	(740,821)	(400,590)	(15,000)	-	(50,425)	(79,190)
Reinvestment of distributions to holders of redeemable units	\$ 10,572	348,133	75	13,918	2,263	1,982	10,494	1,319
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 22,018,653	12,272,022	(636,516)	731,999	92,263	46,982	1,909,133	1,092,309
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	(356,382)	-	(13,776)	-	(797)	-	(18,231)
From net investment income	\$ (9,720)	(2,746)	(88)	(124)	(2)	(1,037)	(51)	(18,726)
Return of capital	\$ -	(391)	-	(18)	(4,399)	(148)	(137,376)	(2,635)
	\$ (9,720)	(359,519)	(88)	(13,918)	(4,401)	(1,982)	(137,427)	(39,592)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 28,928,513	11,848,099	(461,425)	690,165	107,227	43,110	2,190,282	954,646
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 46,743,476	17,814,963	266,390	727,815	150,337	43,110	3,144,928	954,646
Redeemable Unit Transactions								
Balance - beginning of period	547,602	198,976	59,079	3,043	2,754	-	62,400	-
Units issued	771,250	510,774	6,746	83,525	5,598	2,631	109,036	66,831
Units issued on reinvestment of distributions	268	11,327	5	1,187	124	123	582	81
Units redeemed	(214,901)	(173,475)	(49,809)	(28,676)	(773)	-	(2,823)	(4,512)
Balance - end of period	1,104,219	547,602	16,021	59,079	7,703	2,754	169,195	62,400

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

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

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series I		Series IH		Series O		Series OH	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 862,291,295	446,861,334	183,619	180,055	14,292,022	9,705,116	12,801	12,640
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 264,616,187	87,510,494	43,770	4,083	4,749,471	970,626	4,651	256
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 220,353,162	766,469,545	-	-	6,682,451	7,183,358	-	-
Redemption of redeemable units	\$ (271,535,706)	(438,550,078)	(209,034)	(519)	(5,116,927)	(3,567,078)	(106)	(95)
Reinvestment of distributions to holders of redeemable units	\$ 2,459,336	19,544,375	20	4,225	37,049	316,063	30	284
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (48,723,208)	347,463,842	(209,014)	3,706	1,602,573	3,932,343	(76)	189
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	(16,205,806)	-	(3,510)	-	(270,050)	-	(245)
From net investment income	\$ (2,459,332)	(3,338,569)	(20)	(626)	(1,506)	(40,286)	(30)	(34)
Return of capital	\$ -	-	-	(89)	(35,555)	(5,727)	-	(5)
	\$ (2,459,332)	(19,544,375)	(20)	(4,225)	(37,061)	(316,063)	(30)	(284)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 213,433,647	415,429,961	(165,264)	3,564	6,314,983	4,586,906	4,545	161
Net Assets Attributable to Holders of Redeemable Units at end of period	\$1,075,724,942	862,291,295	18,355	183,619	20,607,005	14,292,022	17,346	12,801
Redeemable Unit Transactions								
Balance - beginning of period	24,411,736	13,811,840	14,854	14,533	771,573	571,820	1,029	1,012
Units issued	5,234,766	21,280,474	-	-	302,921	365,319	-	-
Units issued on reinvestment of distributions	52,385	586,459	1	359	1,506	18,085	2	24
Units redeemed	(6,486,897)	(11,267,037)	(13,802)	(38)	(227,524)	(183,651)	(7)	(7)
Balance - end of period	23,211,990	24,411,736	1,053	14,854	848,476	771,573	1,024	1,029

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 1,010,217,485	522,049,823
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 313,706,529	91,610,959
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 358,384,825	874,622,445
Redemption of redeemable units	\$ (332,253,085)	(477,913,723)
Reinvestment of distributions to holders of redeemable units	\$ 2,598,477	22,356,203
Capitalized distributions	\$ -	-
	\$ 28,730,217	419,064,925
Distributions to Holders of Redeemable Units		
From capital gains	\$ -	(19,000,162)
From net investment income	\$ (2,500,661)	(3,486,955)
Return of capital	\$ (416,418)	(21,105)
	\$ (2,917,079)	(22,508,222)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 339,519,667	488,167,662
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 1,349,737,152	1,010,217,485
Redeemable Unit Transactions		
Balance - beginning of period	29,725,473	16,750,494
Units issued	9,253,250	24,878,585
Units issued on reinvestment of distributions	57,286	693,549
Units redeemed	(8,321,717)	(12,597,155)
Balance - end of period	30,714,292	29,725,473

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

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

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	313,706,529	91,610,959
Adjustments for:		
Net realized (gain) loss on sale of investments	(43,918,570)	(75,879,395)
Change in unrealized (appreciation) depreciation in value of investments	(268,183,861)	(13,942,830)
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	(50,653)	53,083
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	-	-
Change in margin	-	-
Purchases of investments	(310,792,526)	(832,125,857)
Proceeds from sale of investments	285,314,104	443,482,696
Purchases of short-term investments	(446,208,461)	(963,098,592)
Proceeds from sale of short-term investments	449,024,185	952,141,896
Change in dividends and interest receivable	88,149	(230,509)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	77,683	37,052
Change in other payables and accrued expenses	81,380	154,336
Net Cash Provided by (Used in) Operating Activities	(20,862,041)	(397,797,161)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(318,602)	(152,019)
Proceeds from redeemable units issued	356,476,860	875,834,679
Redemption of redeemable units	(332,799,186)	(477,085,276)
Net Cash Provided by (Used in) Financing Activities	23,359,072	398,597,384
Net increase (decrease) in cash	2,497,031	800,223
Cash (bank indebtedness) at beginning of period	2,112,612	1,312,389
Cash (bank indebtedness) at end of period	4,609,643	2,112,612
Dividends received, net of withholding taxes	6,534,062	5,912,854
Interest received, net of withholding taxes	360,409	295,743
Interest paid	(2)	(2)

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

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

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.662%	5-Mar-2020	7,000,000	6,974,332	6,974,332	
				6,974,332	6,974,332	0.52
Bearer Deposit Notes						
Province of Ontario	1.765%	19-Feb-2020	800,000	796,696	796,696	
				796,696	796,696	0.06
Promissory Note						
Province of Alberta	1.776%	4-Feb-2020	4,700,000	4,679,790	4,679,790	
Province of Alberta	1.776%	18-Feb-2020	1,400,000	1,393,980	1,393,980	
Province of Alberta	1.777%	24-Feb-2020	3,500,000	3,484,775	3,484,775	
				9,558,545	9,558,545	0.71
Term Deposit Receipts						
National Bank of Canada	1.700%	2-Jan-2020	3,600,000	3,600,000	3,600,000	
				3,600,000	3,600,000	0.27
Total Short-Term Investments				20,929,573	20,929,573	1.56
			Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES						
Energy						
Pioneer Natural Resources Co.			18,664	4,108,319	3,663,532	
				4,108,319	3,663,532	0.27
Materials						
The Sherwin-Williams Company			30,672	14,515,127	23,209,631	
Vulcan Materials Co.			102,211	15,946,842	19,084,706	
				30,461,969	42,294,337	3.13
Industrials						
AMETEK Inc.			92,962	8,347,815	12,023,484	
Canadian Pacific Railway Ltd.			34,675	7,982,298	11,463,758	
Clarivate Analytics PLC			33,922	771,369	739,003	
CoStar Group, Inc.			5,245	3,584,218	4,069,303	
Equifax Inc.			11,103	2,021,515	2,017,418	
Fortive Corp.			72,399	6,222,234	7,171,741	
IHS Markit Ltd.			73,778	6,248,378	7,208,844	
Roper Industries Inc.			36,428	11,900,016	16,733,091	
TransUnion			74,655	6,873,409	8,287,793	
Union Pacific Corp.			42,740	6,960,003	10,019,924	
Verisk Analytics Inc.			109,504	15,127,813	21,206,141	
				76,039,068	100,940,500	7.48
Consumer Discretionary						
Alibaba Group Holding Ltd., ADR			19,117	4,444,755	5,257,943	
Amazon.com, Inc.			30,586	49,821,663	73,289,633	
Chipotle Mexican Grill Inc.			5,890	3,977,524	6,393,716	
Dollar General Corp.			43,607	7,057,869	8,820,245	
Dollar Tree Inc.			61,502	7,780,889	7,500,730	
Hilton Worldwide Holdings Inc.			45,516	4,803,552	6,546,216	
Lululemon Athletica Inc.			17,496	2,248,510	5,256,106	
Marriott International Inc.			56,776	8,271,970	11,148,905	
NIKE, Inc.			119,539	10,257,457	15,704,259	
O'Reilly Automotive Inc.			3,322	1,921,054	1,887,935	
Ross Stores Inc.			101,094	11,350,829	15,261,896	
Starbucks Corp.			35,356	2,706,172	4,030,940	
Wynn Resorts Ltd.			13,873	2,373,997	2,498,241	
				117,016,241	163,596,765	12.12

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

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

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Consumer Staples				
Colgate-Palmolive Co.	162,658	14,534,479	14,520,173	
Constellation Brands Inc.	27,416	6,565,744	6,745,923	
Costco Wholesale Corp.	28,900	8,127,585	11,014,949	
Pernod Ricard SA	12,305	2,345,424	2,855,047	
The Estee Lauder Companies Inc.	40,094	6,521,743	10,738,387	
		38,094,975	45,874,479	3.40
Communication Services				
Alphabet Inc., Class A	32,147	41,362,510	55,834,548	
Alphabet Inc., Class C	12,695	15,317,695	22,010,308	
Charter Communications Inc.	31,744	16,384,461	19,967,814	
Comcast Corporation, Class A	98,071	4,478,808	5,718,986	
Electronic Arts Inc.	126,382	17,084,652	17,619,338	
Facebook Inc.	131,819	25,570,043	35,084,612	
Netflix Inc.	51,890	16,170,678	21,772,456	
Spotify Technology SA	16,709	3,637,986	3,240,353	
Take-Two Interactive Software Inc.	51,477	7,471,426	8,172,531	
		147,478,259	189,420,946	14.03
Health Care				
Abbott Laboratories	142,959	11,605,785	16,102,260	
Becton Dickinson and Co.	17,152	5,819,833	6,049,107	
Boston Scientific Corp.	298,337	15,173,988	17,494,164	
Danaher Corporation	132,951	15,949,025	26,460,552	
Edwards Lifesciences Corp.	34,741	6,217,051	10,509,788	
Eli Lilly & Co.	30,446	3,959,105	5,188,959	
Illumina Inc.	16,267	7,004,724	6,997,789	
Medtronic PLC	150,709	16,910,959	22,171,710	
Thermo Fisher Scientific Inc.	87,738	22,088,045	36,961,777	
Vertex Pharmaceuticals Inc.	32,856	7,155,833	9,328,572	
Zoetis Inc.	143,667	14,755,960	24,656,786	
		126,640,308	181,921,464	13.48
Financials				
Aon PLC	79,489	14,880,411	21,469,946	
Intercontinental Exchange Group Inc.	110,425	10,509,379	13,252,546	
MSCI Inc.	51,258	12,284,380	17,160,888	
		37,674,170	51,883,380	3.84
Real Estate				
American Tower Corp.	72,374	12,725,658	21,568,796	
		12,725,658	21,568,796	1.60
Information Technology				
Adobe Systems Inc.	139,913	33,171,539	59,838,045	
Amphenol Corp., Class A	89,481	9,937,299	12,558,391	
Analog Devices Inc.	52,547	6,794,030	8,097,782	
Apple Inc.	66,401	13,730,199	25,284,835	
Black Knight Inc.	36,359	2,975,140	3,040,132	
Cadence Design Systems Inc.	21,722	1,903,111	1,953,729	
Fidelity National Information Services Inc.	146,747	21,713,760	26,467,971	
Fiserv Inc.	228,391	20,563,950	34,245,619	
FleetCor Technologies Inc.	37,633	9,970,927	14,040,882	
Global Payments Inc.	134,521	20,952,390	31,845,731	
Intuit Inc.	67,139	14,626,865	22,804,241	
MasterCard Inc., Class A	145,440	29,884,689	56,313,774	
Microsoft Corp.	538,104	65,230,982	110,040,718	
PayPal Holdings Inc.	98,104	10,174,378	13,760,970	
Salesforce.com Inc.	132,867	18,930,230	28,022,056	
Shopify Inc.	4,127	1,797,671	2,127,720	

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

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

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Square Inc., Class A	54,691	5,295,240	4,436,782	
Visa Inc., Class A	268,151	38,610,577	65,337,379	
		326,262,977	520,216,757	38.54
Total Equities		916,501,944	1,321,380,956	97.89
Transaction Costs		(94,461)		
Total Investments		937,337,056	1,342,310,529	99.45
Unrealized appreciation/(depreciation) on currency forward contracts ⁽¹⁾			26,524	-
Other Assets less Liabilities			7,400,099	0.55
Total Net Assets			1,349,737,152	100.00

(1) Unrealized appreciation/(depreciation) on currency forward contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
Royal Bank of Canada	A-1+	31-Jan-2020	CAD	1,527,852	USD	(1,161,019)	22,522
Royal Bank of Canada	A-1+	31-Jan-2020	CAD	239,077	USD	(181,675)	3,524
Royal Bank of Canada	A-1+	31-Jan-2020	CAD	16,301	USD	(12,387)	240
Royal Bank of Canada	A-1+	31-Jan-2020	CAD	15,704	USD	(11,933)	232
Royal Bank of Canada	A-1+	31-Jan-2020	CAD	927	USD	(710)	6
							26,524

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS U.S. Growth Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the 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 invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	1.22	1.71
AA/Aa	0.33	0.64
Total	1.55	2.35

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 U.S. Growth Fund (continued)

(b) Market risk

(i) Currency risk

The 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. 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, 2019		December 31, 2018	
United States Dollar	1,319,120,411	97.73	980,196,891	97.03
Euro	2,889,493	0.21	2,688,218	0.27
Total	1,322,009,904	97.94	982,885,109	97.30

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$66,100,495 (\$49,144,255 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	20,929,573	-	-	20,929,573
December 31, 2018	23,745,297	-	-	23,745,297

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$25,319 (\$19,454 as at December 31, 2018). 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 its investment in global equities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$66,069,048 (\$49,523,202 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Portfolio by Category		
Short-Term Investments		
Treasury Bills	0.5	1.4
Promissory Note	0.7	1.0
Bearer Deposit Notes	0.1	-
Term Deposit Receipts	0.3	-
Equities		
Energy	0.3	0.8
Materials	3.1	2.7
Industrials	7.5	6.9
Consumer Discretionary	12.1	14.6
Consumer Staples	3.4	3.8
Health Care	13.5	15.7
Financials	3.8	4.2
Real Estate	1.6	1.7
Communication Services	14.0	13.1
Information Technology	38.5	34.5
Other Assets less Liabilities	0.6	(0.4)
Total	100.0	100.0

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

Sun Life MFS U.S. Growth Fund (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, 2019 and December 31, 2018.

December 31, 2019				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Financial Assets				
Short-Term Investments	-	20,929,573	-	20,929,573
Equities	1,321,380,956	-	-	1,321,380,956
Currency Forward Contracts	-	26,524	-	26,524
December 31, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Financial Assets				
Short-Term Investments	-	23,745,297	-	23,745,297
Equities	990,464,045	-	-	990,464,045
Currency Forward Contracts	-	916	-	916
Financial Liabilities				
Currency Forward Contracts	-	25,045	-	25,045

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$65,424 (\$142,338 for the period ended December 31, 2018).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended December 31, 2019 was \$15,350 (\$33,178 for the period ended December 31, 2018).

Taxation of the Fund

The Fund had no accumulated capital losses.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the "Manager") is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series AH	15,376	428,211
Series F5	740	14,436
Series IH	1,024	17,346
Series OH	1,053	18,355
	December 31, 2018	
	Units	Market Value (\$)
Series AH	15,334	320,052
Series F5	707	11,065
Series IH	1,029	12,801
Series OH	1,052	13,005

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

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

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

December 31, 2019			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series AH	974	-	-
Series FH	-	-	-
Series F5	33	-	565
Series F8	-	-	-
Series IH	-	106	30
Series OH	-	-	20

December 31, 2018			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series AH	856	-	5,869
Series FH	13	14,440	-
Series F5	10,018	-	629
Series F8	10,016	11,405	685
Series IH	-	95	283
Series OH	-	-	299

Seed Capital Investment by Related Party

Sun Life Assurance Company of Canada ("SLA") invested additional seed money to support the launch of the Fund and investments were made for the purposes of seed money investments. As at December 31, 2019 and December 31, 2018, SLA held the following position in the Fund:

December 31, 2019		
	Units	Market Value (\$)
Series IH	-	-

December 31, 2018		
	Units	Market Value (\$)
Series IH	13,797	170,549

The following are transactions in the Fund by SLA from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

December 31, 2019			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series IH	-	-	-

December 31, 2018			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series IH	-	474	3,926

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

	Amounts Eligible for Offset			Net (\$)
	Gross Assets/ (Liabilities) (\$)	Financial Instruments (\$)	Collateral received/ paid (\$)	
December 31, 2019				
Derivative assets - Forward Contracts	26,524	-	-	26,524
Total	26,524	-	-	26,524
Derivative liabilities - Forward Contracts	-	-	-	-
Total	-	-	-	-
December 31, 2018				
Derivative assets - Forward Contracts	916	(916)	-	-
Total	916	(916)	-	-
Derivative liabilities - Forward Contracts	(25,045)	916	-	(24,129)
Total	(25,045)	916	-	(24,129)

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	September 10, 2010	October 01, 2010
Series AH Units	September 10, 2010	February 01, 2011
Series T5 Units	August 24, 2011	September 01, 2011
Series T8 Units	August 24, 2011	September 01, 2011
Series F Units	September 10, 2010	October 01, 2010
Series FH Units	July 29, 2016	July 29, 2016
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	September 10, 2010	October 01, 2010
Series IH Units	July 29, 2016	July 29, 2016
Series O Units	April 01, 2014	April 01, 2014
Series OH Units	July 29, 2016	July 29, 2016

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

Sun Life MFS U.S. Value Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	458,042,337	440,757,778
Short-term investments	5,680,002	5,488,617
Cash	1,303,545	237,525
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	15,733	298
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	13,253
Accrued interest	13,402	3,030
Dividends receivable	626,184	895,284
Distributions receivable from underlying funds	-	-
Subscriptions receivable	288,915	491,721
	465,970,118	447,887,506
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	11,801
Unrealized depreciation on swaps	-	-
Accrued expenses	11,255	9,152
Redemptions payable	87,886	88,981
Distributions payable	-	-
Due to investment dealers	-	-
Management fees payable	26,913	20,526
Total liabilities (excluding net assets attributable to holders of redeemable units)	126,054	130,460
Net Assets Attributable to Holders of Redeemable Units	465,844,064	447,757,046
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	35,164,579	31,271,016
Series AH	980,393	762,878
Series T5	55,995	103,169
Series T8	296,767	187,059
Series F	10,470,806	6,687,759
Series FH	107,452	85,736
Series F5	12,306	10,053
Series F8	12,309	89,339
Series I	410,592,793	400,875,497
Series IH	14,497	157,965
Series O	8,022,564	7,506,295
Series OH	113,603	20,280

	December 31, 2019 (\$)	December 31, 2018 (\$)
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	28.34	23.68
Series AH	21.33	17.26
Series T5	29.78	25.88
Series T8	23.44	20.97
Series F	29.55	24.73
Series FH	12.95	10.44
Series F5	16.75	14.39
Series F8	15.84	13.99
Series I	31.67	26.18
Series IH	13.34	10.37
Series O	17.77	14.85
Series OH	12.84	10.44

Approved on behalf of Trustee

“signed” Jordy Chilcott
President

“signed” Kari Holdsworth
Chief Financial Officer

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

Sun Life MFS U.S. Value Fund (continued)

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	13,657,411	11,557,537
Interest income for distribution purposes	136,331	91,253
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	44,323,182	9,494,030
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	7,591	(64,540)
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	57,946,186	(28,922,020)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	27,236	(38,274)
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	116,097,937	(7,882,014)
Net gain (loss) on foreign exchange	(1,053,725)	(458,167)
Other income	-	-
Total income (loss)	115,044,212	(8,340,181)
Expenses (note 5)		
Management fees	790,092	788,668
Fixed annual administration fees	382,644	338,641
Independent review committee fees	612	932
Withholding tax	1,655,263	1,361,120
Transaction costs (note 2)	133,919	56,973
Total operating expenses	2,962,530	2,546,334
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	112,081,682	(10,886,515)
Finance Cost		
Interest expense	(48)	(18)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	112,081,634	(10,886,533)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	6,278,997	(1,296,093)
Series AH	194,372	(109,948)
Series T5	16,040	(2,736)
Series T8	44,698	(2,119)
Series F	1,672,094	(236,827)
Series FH	22,650	(8,229)
Series F5	2,252	52
Series F8	8,453	(7,656)
Series I	102,170,431	(9,046,949)
Series IH	26,836	(17,417)
Series O	1,636,162	(156,326)
Series OH	8,649	(2,285)

	2019 (\$)	2018 (\$)
Weighted Average Number of Units Outstanding		
Series A	1,271,627	1,391,074
Series AH	45,612	50,590
Series T5	2,642	4,094
Series T8	10,701	11,663
Series F	313,265	220,447
Series FH	8,133	5,584
Series F5	715	681
Series F8	1,521	8,209
Series I	17,455,038	15,151,274
Series IH	5,683	14,900
Series O	465,960	505,483
Series OH	2,704	1,912
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	4.94	(0.93)
Series AH	4.26	(2.17)
Series T5	6.07	(0.67)
Series T8	4.18	(0.18)
Series F	5.34	(1.07)
Series FH	2.78	(1.47)
Series F5	3.15	0.08
Series F8	5.56	(0.93)
Series I	5.85	(0.60)
Series IH	4.72	(1.17)
Series O	3.51	(0.31)
Series OH	3.20	(1.20)

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

Sun Life MFS U.S. Value Fund (continued)

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

For the periods ended December 31

	Series A		Series AH		Series T5		Series T8	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 31,271,016	35,611,583	762,878	1,004,348	103,169	101,334	187,059	480,200
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 6,278,997	(1,296,093)	194,372	(109,948)	16,040	(2,736)	44,698	(2,119)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 9,136,072	9,688,516	224,386	98,027	-	27,750	227,434	104,596
Redemption of redeemable units	\$ (11,518,725)	(12,732,875)	(201,272)	(229,545)	(62,234)	(19,852)	(156,104)	(387,353)
Reinvestment of distributions to holders of redeemable units	\$ 301,955	7,366	9,605	940	2,549	2,495	12,477	13,264
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (2,080,698)	(3,036,993)	32,719	(130,578)	(59,685)	10,393	83,807	(269,493)
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	-	-	-	-	-	-	-
From net investment income	\$ (206,684)	(7,481)	(6,944)	(944)	(447)	(5,280)	(2,387)	(19,525)
Return of capital	\$ (98,052)	-	(2,632)	-	(3,082)	(542)	(16,410)	(2,004)
	\$ (304,736)	(7,481)	(9,576)	(944)	(3,529)	(5,822)	(18,797)	(21,529)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 3,893,563	(4,340,567)	217,515	(241,470)	(47,174)	1,835	109,708	(293,141)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 35,164,579	31,271,016	980,393	762,878	55,995	103,169	296,767	187,059
Redeemable Unit Transactions								
Balance - beginning of period	1,320,584	1,444,103	44,204	51,216	3,986	3,572	8,919	20,320
Units issued	345,679	388,586	11,382	5,140	-	1,018	10,015	4,377
Units issued on reinvestment of distributions	10,705	296	459	49	89	90	547	584
Units redeemed	(436,129)	(512,401)	(10,090)	(12,201)	(2,195)	(694)	(6,823)	(16,362)
Balance - end of period	1,240,839	1,320,584	45,955	44,204	1,880	3,986	12,658	8,919

	Series F		Series FH		Series F5		Series F8	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 6,687,759	4,966,611	85,736	30,077	10,053	-	89,339	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 1,672,094	(236,827)	22,650	(8,229)	2,252	52	8,453	(7,656)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 4,493,998	4,010,258	2,612	64,937	-	10,000	-	210,557
Redemption of redeemable units	\$ (2,372,262)	(2,045,840)	(3,547)	(1,007)	-	-	(84,948)	(105,380)
Reinvestment of distributions to holders of redeemable units	\$ 207,140	87,770	2,129	1,342	581	485	905	845
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 2,328,876	2,052,188	1,194	65,272	581	10,485	(84,043)	106,022
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	-	-	-	-	-	-	-
From net investment income	\$ (190,995)	(94,213)	(1,838)	(1,384)	(75)	(484)	(194)	(9,027)
Return of capital	\$ (26,928)	-	(290)	-	(505)	-	(1,246)	-
	\$ (217,923)	(94,213)	(2,128)	(1,384)	(580)	(484)	(1,440)	(9,027)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 3,783,047	1,721,148	21,716	55,659	2,253	10,053	(77,030)	89,339
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 10,470,806	6,687,759	107,452	85,736	12,306	10,053	12,309	89,339
Redeemable Unit Transactions								
Balance - beginning of period	270,414	192,266	8,212	2,544	699	-	6,384	-
Units issued	160,774	152,541	219	5,620	-	667	-	13,313
Units issued on reinvestment of distributions	7,090	3,666	168	132	36	32	59	56
Units redeemed	(83,879)	(78,059)	(302)	(84)	-	-	(5,666)	(6,985)
Balance - end of period	354,399	270,414	8,297	8,212	735	699	777	6,384

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

Sun Life MFS U.S. Value Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series I		Series IH		Series O		Series OH	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 400,875,497	423,540,055	157,965	175,841	7,506,295	7,577,444	20,280	22,801
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 102,170,431	(9,046,949)	26,836	(17,417)	1,636,162	(156,326)	8,649	(2,285)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 292,322,358	146,540,253	-	-	1,090,202	2,456,684	85,000	-
Redemption of redeemable units	\$ (384,775,501)	(160,157,862)	(170,304)	(459)	(2,210,094)	(2,371,652)	(326)	(236)
Reinvestment of distributions to holders of redeemable units	\$ 12,801,072	8,912,326	383	3,629	226,856	161,741	3,081	441
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (79,652,071)	(4,705,283)	(169,921)	3,170	(893,036)	246,773	87,755	205
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	-	-	-	-	-	-	-
From net investment income	\$ (10,870,097)	(8,912,326)	(344)	(3,629)	(205,283)	(161,596)	(3,012)	(441)
Return of capital	\$ (1,930,967)	-	(39)	-	(21,574)	-	(69)	-
	\$ (12,801,064)	(8,912,326)	(383)	(3,629)	(226,857)	(161,596)	(3,081)	(441)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 9,717,296	(22,664,558)	(143,468)	(17,876)	516,269	(71,149)	93,323	(2,521)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 410,592,793	400,875,497	14,497	157,965	8,022,564	7,506,295	113,603	20,280
Redeemable Unit Transactions								
Balance - beginning of period	15,311,149	15,510,082	15,236	14,916	505,562	489,340	1,943	1,920
Units issued	9,938,051	5,314,988	-	-	64,191	154,233	6,686	-
Units issued on reinvestment of distributions	422,130	352,242	29	359	12,953	11,272	241	43
Units redeemed	(12,705,468)	(5,866,163)	(14,178)	(39)	(131,297)	(149,283)	(26)	(20)
Balance - end of period	12,965,862	15,311,149	1,087	15,236	451,409	505,562	8,844	1,943

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 447,757,046	473,510,294
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 112,081,634	(10,886,533)
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 307,582,062	163,211,578
Redemption of redeemable units	\$ (401,555,317)	(178,052,061)
Reinvestment of distributions to holders of redeemable units	\$ 13,568,733	9,192,644
Capitalized distributions	\$ -	-
	\$ (80,404,522)	(5,647,839)
Distributions to Holders of Redeemable Units		
From capital gains	\$ -	-
From net investment income	\$ (11,488,300)	(9,216,330)
Return of capital	\$ (2,101,794)	(2,546)
	\$ (13,590,094)	(9,218,876)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 18,087,018	(25,753,248)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 465,844,064	447,757,046
Redeemable Unit Transactions		
Balance - beginning of period	17,497,292	17,730,279
Units issued	10,536,997	6,040,483
Units issued on reinvestment of distributions	454,506	368,821
Units redeemed	(13,396,053)	(6,642,291)
Balance - end of period	15,092,742	17,497,292

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

Sun Life MFS U.S. Value Fund (continued)

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	112,081,634	(10,886,533)
Adjustments for:		
Net realized (gain) loss on sale of investments	(44,323,182)	(9,494,030)
Change in unrealized (appreciation) depreciation in value of investments	(57,946,186)	28,922,020
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	(27,236)	38,274
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	-	-
Change in margin	-	-
Purchases of investments	(308,967,415)	(131,919,467)
Proceeds from sale of investments	393,831,558	137,741,294
Purchases of short-term investments	(192,975,845)	(413,645,471)
Proceeds from sale of short-term investments	192,784,460	414,601,683
Change in dividends and interest receivable	258,728	(252,600)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	6,387	(784)
Change in other payables and accrued expenses	136,022	57,352
Net Cash Provided by (Used in) Operating Activities	94,858,925	15,161,738
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(21,361)	(26,232)
Proceeds from redeemable units issued	307,784,868	163,409,812
Redemption of redeemable units	(401,556,412)	(178,544,741)
Net Cash Provided by (Used in) Financing Activities	(93,792,905)	(15,161,161)
Net increase (decrease) in cash	1,066,020	577
Cash (bank indebtedness) at beginning of period	237,525	236,948
Cash (bank indebtedness) at end of period	1,303,545	237,525
Dividends received, net of withholding taxes	12,271,248	9,944,042
Interest received, net of withholding taxes	125,959	91,028
Interest paid	(48)	(18)

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

Sun Life MFS U.S. Value Fund (continued)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.653%	6-Feb-2020	1,400,000	1,394,578	1,394,578	
Canadian Treasury Bill	1.662%	5-Mar-2020	700,000	697,529	697,529	
				2,092,107	2,092,107	0.45
Promissory Note						
Province of Alberta	1.776%	4-Feb-2020	800,000	796,560	796,560	
Province of Alberta	1.776%	18-Feb-2020	700,000	696,990	696,990	
Province of Alberta	1.777%	24-Feb-2020	1,300,000	1,294,345	1,294,345	
				2,787,895	2,787,895	0.60
Term Deposit Receipts						
National Bank of Canada	1.700%	2-Jan-2020	800,000	800,000	800,000	
				800,000	800,000	0.17
Total Short-Term Investments				5,680,002	5,680,002	1.22
			Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES						
Energy						
Chevron Corp.			19,818	2,870,307	3,096,980	
EOG Resources Inc.			30,997	3,491,575	3,366,758	
Exxon Mobil Corp.			28,222	2,885,700	2,553,726	
Pioneer Natural Resources Co.			9,350	1,748,317	1,835,299	
Suncor Energy Inc.			91,183	3,751,659	3,880,748	
				14,747,558	14,733,511	3.16
Materials						
Corteva Inc.			14,351	588,017	550,101	
DuPont de Nemours Inc.			44,227	4,213,638	3,681,951	
PPG Industries Inc.			54,590	7,812,403	9,449,685	
The Sherwin-Williams Company			7,016	3,587,422	5,309,037	
				16,201,480	18,990,774	4.08
Industrials						
3M Co.			16,320	4,051,851	3,733,563	
Canadian National Railway Co.			22,109	2,307,585	2,593,183	
Eaton Corporation PLC			45,598	4,626,412	5,600,709	
Equifax Inc.			21,574	3,346,111	3,920,002	
Honeywell International Inc.			40,091	7,139,605	9,201,861	
Illinois Tool Works Inc.			34,079	6,356,476	7,938,185	
Ingersoll-Rand PLC			27,990	3,572,234	4,824,460	
Johnson Controls International PLC			99,392	5,103,286	5,246,963	
Lockheed Martin Corp.			10,052	3,857,409	5,075,533	
Northrop Grumman Corp.			20,521	7,394,586	9,153,235	
Stanley Black & Decker Inc.			24,759	4,441,215	5,321,278	
Union Pacific Corp.			25,771	4,549,519	6,041,728	
United Technologies Corp.			34,673	5,719,079	6,733,529	
				62,465,368	75,384,229	16.18
Consumer Discretionary						
Aptiv PLC			33,526	3,346,709	4,128,798	
Hanesbrands Inc.			17,446	475,992	335,952	
Harley-Davidson Inc.			9,032	552,907	435,578	
Lear Corp.			4,629	833,138	823,563	
				5,208,746	5,723,891	1.23
Consumer Staples						
Altria Group Inc.			28,976	2,320,353	1,875,346	
Archer-Daniels-Midland Co.			42,564	2,334,654	2,558,278	
Colgate-Palmolive Co.			9,601	839,296	857,063	
Danone SA			14,150	1,381,259	1,522,103	
Diageo PLC			122,020	5,523,905	6,708,668	

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

Sun Life MFS U.S. Value Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Kimberly-Clark Corp.	8,898	1,336,809	1,587,115	
Nestle SA	55,022	6,217,432	7,720,395	
PepsiCo, Inc.	14,143	2,167,929	2,506,515	
Philip Morris International Inc.	56,231	7,201,482	6,204,544	
Reckitt Benckiser Group PLC	18,811	2,105,366	1,980,564	
The J.M. Smucker Company	11,532	1,764,128	1,557,170	
The Procter & Gamble Co.	6,264	761,541	1,014,541	
		33,954,154	36,092,302	7.75
Real Estate				
Public Storage	5,646	1,580,069	1,559,173	
		1,580,069	1,559,173	0.33
Health Care				
Abbott Laboratories	48,324	3,541,120	5,442,998	
CIGNA Corp.	36,385	8,151,496	9,648,281	
Danaher Corporation	42,277	5,467,975	8,414,173	
Johnson & Johnson	82,876	13,700,631	15,676,543	
McKesson Corp.	17,194	3,222,749	3,084,022	
Medtronic PLC	92,105	10,383,386	13,550,123	
Merck & Co., Inc.	44,718	3,967,134	5,274,006	
Novartis AG	8,996	894,949	1,107,107	
Pfizer Inc.	181,747	8,508,128	9,233,943	
Roche Holding AG	5,027	1,721,352	2,113,797	
Thermo Fisher Scientific Inc.	15,657	4,229,811	6,595,894	
		63,788,731	80,140,887	17.20
Financials				
American Express Co.	21,615	2,699,944	3,489,355	
Aon PLC	40,359	7,693,492	10,900,949	
BlackRock Inc.	7,146	3,939,592	4,658,299	
Chubb Ltd.	47,911	8,683,918	9,670,919	
Citigroup Inc.	114,899	9,997,472	11,903,212	
JPMorgan Chase & Co.	128,036	15,911,877	23,144,638	
Marsh & McLennan Companies Inc.	47,876	6,326,975	6,916,678	
Moody's Corp.	12,007	2,306,762	3,696,486	
State Street Corp.	37,894	3,779,830	3,886,892	
T Rowe Price Group Inc.	15,929	1,887,825	2,516,714	
The Bank of New York Mellon Corp.	61,850	3,891,351	4,036,660	
The Goldman Sachs Group Inc.	23,497	6,415,220	7,005,894	
The NASDAQ OMX Group Inc.	38,944	3,901,235	5,408,608	
The PNC Financial Services Group Inc.	33,301	5,421,195	6,893,302	
The Travelers Companies Inc.	47,962	7,832,096	8,517,553	
Truist Financial Corp.	95,104	6,251,275	6,945,715	
U.S. Bancorp	133,526	8,779,383	10,266,036	
Wells Fargo & Co.	133,801	8,927,347	9,334,631	
		114,646,789	139,192,541	29.89
Information Technology				
Accenture PLC	46,850	8,703,685	12,792,682	
Analog Devices Inc.	19,309	2,430,384	2,975,623	
Cognizant Technology Solutions Corp.	22,043	2,011,606	1,772,793	
Fidelity National Information Services Inc.	34,724	4,358,237	6,262,982	
Fiserv Inc.	46,725	4,515,496	7,006,084	
NXP Semiconductors NV	13,167	1,830,272	2,172,873	
Texas Instruments Inc.	59,975	7,462,162	9,977,427	
		31,311,842	42,960,464	9.22
Communication Services				
Comcast Corporation, Class A	222,320	10,880,675	12,964,535	
Omnicom Group Inc.	6,465	633,060	679,229	
Verizon Communications Inc.	24,679	1,555,969	1,964,950	
		13,069,704	15,608,714	3.35
Utilities				
Duke Energy Corporation	88,231	9,855,468	10,435,642	
FirstEnergy Corp.	100,860	5,613,159	6,356,393	

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

Sun Life MFS U.S. Value Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
The Southern Co.	104,519	6,963,781	8,633,565	
Xcel Energy Inc.	27,089	1,743,680	2,230,251	
		24,176,088	27,655,851	5.94
Total Equities		381,150,529	458,042,337	98.33
Transaction Costs		(98,665)		
Total Investments		386,731,866	463,722,339	99.55
Unrealized appreciation/(depreciation) on currency forward contracts ⁽¹⁾			15,733	-
Other Assets less Liabilities			2,105,992	0.45
Total Net Assets			465,844,064	100.00

(1) Unrealized appreciation/(depreciation) on currency forward contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
Royal Bank of Canada	A-1+	31-Jan-2020	CAD	862,810	USD	(655,652)	12,719
Royal Bank of Canada	A-1+	31-Jan-2020	CAD	96,525	USD	(73,349)	1,423
Royal Bank of Canada	A-1+	31-Jan-2020	CAD	90,085	USD	(68,456)	1,328
Royal Bank of Canada	A-1+	31-Jan-2020	CAD	12,096	USD	(9,192)	178
Royal Bank of Canada	A-1+	31-Jan-2020	CAD	5,039	USD	(3,829)	74
Royal Bank of Canada	A-1+	31-Jan-2020	CAD	734	USD	(558)	11
							15,733

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life MFS U.S. Value Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the 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 invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	1.05	0.65
AA/Aa	0.17	0.58
Total	1.22	1.23

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 U.S. Value Fund (continued)

(b) Market risk

(i) Currency risk

The 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. 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, 2019		December 31, 2018	
United States Dollar	433,040,948	92.96	421,033,331	94.03
Swiss Franc	11,085,126	2.38	9,788,623	2.19
British Pound	8,689,233	1.87	8,369,550	1.87
Euro	1,531,691	0.33	1,589,322	0.35
Total	454,346,998	97.54	440,780,826	98.44

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$22,717,350 (\$22,039,041 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	5,680,002	-	-	5,680,002
December 31, 2018	5,488,617	-	-	5,488,617

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$3,420 (\$4,953 as at December 31, 2018). 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 its investment in global equities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$22,902,117 (\$22,037,889 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Treasury Bills	0.4	0.7
Promissory Note	0.6	0.6
Term Deposit Receipts	0.2	-
Equities		
Energy	3.2	3.9
Materials	4.1	3.5
Industrials	16.2	15.4
Consumer Discretionary	1.2	1.4
Consumer Staples	7.8	10.0
Real Estate	0.3	0.4
Health Care	17.2	17.7
Financials	29.9	28.6
Information Technology	9.2	8.6
Communication Services	3.3	5.4
Utilities	5.9	3.5
Other Assets less Liabilities	0.5	0.3
Total	100.0	100.0

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

Sun Life MFS U.S. Value Fund (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, 2019 and December 31, 2018.

December 31, 2019				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Financial Assets				
Short-Term Investments	-	5,680,002	-	5,680,002
Equities	458,042,337	-	-	458,042,337
Currency Forward Contracts	-	15,733	-	15,733

December 31, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Financial Assets				
Short-Term Investments	-	5,488,617	-	5,488,617
Equities	440,757,778	-	-	440,757,778
Currency Forward Contracts	-	298	-	298
Financial Liabilities				
Currency Forward Contracts	-	11,801	-	11,801

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$133,919 (\$56,973 for the period ended December 31, 2018).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended December 31, 2019 was \$14,344 (\$10,821 for the period ended December 31, 2018).

Taxation of the Fund

The Fund had no accumulated capital losses.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the "Manager") is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

December 31, 2019		
	Units	Market Value (\$)
Series AH	15,373	327,964
Series FH	1,068	13,832
Series F5	735	12,306
Series F8	777	12,309
Series IH	1,070	13,741
Series OH	1,087	14,497

December 31, 2018		
	Units	Market Value (\$)
Series AH	15,193	262,202
Series FH	1,044	10,899
Series F5	699	10,053
Series F8	718	10,052
Series IH	1,034	10,794
Series OH	1,057	10,962

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

Sun Life MFS U.S. Value Fund (continued)

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

December 31, 2019			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series AH	758	-	2,885
Series FH	32	-	269
Series F5	29	-	548
Series F8	29	-	867
Series IH	-	85	539
Series OH	-	-	383

December 31, 2018			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series AH	713	-	-
Series FH	29	-	172
Series F5	10,017	-	468
Series F8	10,017	-	758
Series IH	-	81	234
Series OH	-	-	252

Seed Capital Investment by Related Party

Sun Life Assurance Company of Canada ("SLA") invested additional seed money to support the launch of the Fund and investments were made for the purposes of seed money investments. As at December 31, 2019 and December 31, 2018, SLA held the following position in the Fund:

December 31, 2019		
	Units	Market Value (\$)
Series IH	-	-

December 31, 2018		
	Units	Market Value (\$)
Series IH	14,174	146,948

The following are transactions in the Fund by SLA from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

December 31, 2019			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series IH	-	-	-

December 31, 2018			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series IH	-	419	3,378

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

	Amounts Eligible for Offset			Net (\$)
	Gross Assets/ (Liabilities) (\$)	Financial Instruments (\$)	Collateral received/ paid (\$)	
December 31, 2019				
Derivative assets - Forward Contracts	15,733	-	-	15,733
Total	15,733	-	-	15,733
Derivative liabilities - Forward Contracts	-	-	-	-
Total	-	-	-	-
December 31, 2018				
Derivative assets - Forward Contracts	298	(298)	-	-
Total	298	(298)	-	-
Derivative liabilities - Forward Contracts	(11,801)	298	-	(11,503)
Total	(11,801)	298	-	(11,503)

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	September 10, 2010	October 01, 2010
Series AH Units	September 10, 2010	February 01, 2011
Series T5 Units	August 24, 2011	September 01, 2011
Series T8 Units	August 24, 2011	September 01, 2011
Series F Units	September 10, 2010	October 01, 2010
Series FH Units	July 29, 2016	July 29, 2016
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	September 10, 2010	October 01, 2010
Series IH Units	July 29, 2016	July 29, 2016
Series O Units	April 01, 2014	April 01, 2014
Series OH Units	July 29, 2016	July 29, 2016

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

Sun Life Milestone 2020 Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	73,287,707	88,437,822
Short-term investments	1,470,547	-
Cash	186,547	5,921
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	104,322
Accrued interest	3,781	-
Dividends receivable	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	5,100	5,050
	74,953,682	88,553,115
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	-	14
Redemptions payable	19,156	11,743
Distributions payable	135	-
Due to investment dealers	19,702	82,858
Management fees payable	25,522	27,800
Total liabilities (excluding net assets attributable to holders of redeemable units)	64,515	122,415
Net Assets Attributable to Holders of Redeemable Units	74,889,167	88,430,700
Net Assets Attributable to Holders of Redeemable Units per Unit - Series A (note 4)	\$ 11.88	11.73

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	-	-
Interest income for distribution purposes	1,530,270	1,847,800
Distributions from underlying funds	25,332	-
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	133,454	(415,428)
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	301,289	262,056
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	1,990,345	1,694,428
Net gain (loss) on foreign exchange	-	-
Other income	-	-
Total income (loss)	1,990,345	1,694,428
Expenses (note 5)		
Management fees	885,366	1,047,531
Fixed annual administration fees	-	-
Independent review committee fees	1,019	1,779
Withholding tax	-	-
Transaction costs (note 2)	-	-
Total operating expenses	886,385	1,049,310
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	1,103,960	645,118
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions) - Series A	1,103,960	645,118
Weighted Average Number of Units Outstanding - Series A	6,906,764	8,211,157
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions) - Series A	0.16	0.08

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

Sun Life Milestone 2020 Fund (continued)

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

For the periods ended December 31

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 88,430,700	105,500,091
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 1,103,960	645,118
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 20,491,576	19,319,945
Redemption of redeemable units	\$ (35,137,668)	(37,033,564)
Reinvestment of distributions to holders of redeemable units	\$ 20,942	20,116
Capitalized distributions	\$ 654,402	745,032
	\$ (13,970,748)	(16,948,471)
Distributions to Holders of Redeemable Units		
From capital gains	\$ -	-
From net investment income	\$ (671,206)	(766,038)
Return of capital	\$ (3,539)	-
	\$ (674,745)	(766,038)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (13,541,533)	(17,069,391)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 74,889,167	88,430,700
Redeemable Unit Transactions		
Balance - beginning of period	7,542,059	9,060,272
Units issued	1,733,877	1,657,347
Units issued on reinvestment of distributions	1,778	1,757
Units redeemed	(2,972,553)	(3,177,317)
Balance - end of period	6,305,161	7,542,059

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	1,103,960	645,118
Adjustments for:		
Net realized (gain) loss on sale of investments	(133,454)	415,428
Change in unrealized (appreciation) depreciation in value of investments	(301,289)	(262,056)
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	(25,332)	-
Change in margin	-	-
Purchases of investments	(21,194,813)	(22,118,230)
Proceeds from sale of investments	36,846,169	38,788,698
Purchases of short-term investments	(12,615,959)	-
Proceeds from sale of short-term investments	11,145,412	-
Change in dividends and interest receivable	(3,781)	-
Change in distributions receivable from underlying funds	-	61
Change in management fees payable	(2,278)	604
Change in other payables and accrued expenses	(14)	(254)
Net Cash Provided by (Used in) Operating Activities	14,818,621	17,469,369
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	734	(890)
Proceeds from redeemable units issued	20,491,526	19,317,355
Redemption of redeemable units	(35,130,255)	(37,154,336)
Net Cash Provided by (Used in) Financing Activities	(14,637,995)	(17,837,871)
Net increase (decrease) in cash	180,626	(368,502)
Cash (bank indebtedness) at beginning of period	5,921	374,423
Cash (bank indebtedness) at end of period	186,547	5,921
Dividends received, net of withholding taxes	-	-
Interest received, net of withholding taxes	33,374	1,778
Interest paid	-	-

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

Sun Life Milestone 2020 Fund (continued)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.665%	2-Apr-2020	137	136	136	
Canadian Treasury Bill	1.664%	25-Jun-2020	1,486,000	1,470,411	1,470,411	
				1,470,547	1,470,547	1.96
Total Short-Term Investments				1,470,547	1,470,547	1.96
BONDS						
Federal Bonds						
Government of Canada, Residual Strip		1-Jun-2020	744,356	739,313	739,031	
Government of Canada, Coupon Strip		1-Jun-2020	7,134,269	7,082,666	7,083,285	
				7,821,979	7,822,316	10.45
Provincial Bonds						
Newfoundland & Labrador Hydro, Coupon Strip		27-Feb-2020	1,503,000	1,497,213	1,498,432	
Ontario Electricity Financial Corp.		11-Apr-2020	1,264,000	1,259,242	1,257,380	
Ontario Hydro Corp., Coupon Strip		26-May-2020	4,990,000	4,941,346	4,953,280	
Ontario Hydro Corp., Coupon Strip		27-May-2020	1,230,000	1,222,494	1,220,882	
Province of Alberta, Coupon Strip		1-Jun-2020	2,006,000	1,992,248	1,990,112	
Province of British Columbia, Interest Strip		9-Jun-2020	4,670,000	4,625,040	4,632,717	
Province of British Columbia, Interest Strip		18-Jun-2020	6,909,913	6,852,882	6,853,658	
Province of New Brunswick, Generic Coupon Strip		3-Jun-2020	2,575,000	2,547,980	2,553,696	
Province of Newfoundland, Coupon Strip		17-Apr-2020	6,359,000	6,321,197	6,324,190	
Province of Nova Scotia, Generic Strip		1-Jun-2020	540,000	536,920	535,879	
Province of Nova Scotia, Generic Strip		2-Jun-2020	747,000	742,712	741,159	
Province of Ontario, Generic Coupon Strip		2-Jun-2020	24,666,000	24,512,018	24,484,079	
Province of Ontario, Generic Coupon Strip		20-Jun-2020	368,000	365,780	364,835	
Province of Quebec, Coupon Strip		1-Jun-2020	7,685,000	7,615,911	7,628,327	
Province of Saskatchewan, Coupon Strip		1-Jun-2020	204,725	203,354	203,222	
Province of Saskatchewan, Coupon Strip		2-Jun-2020	54,600	54,246	54,192	
				65,290,583	65,296,040	87.20
Total Bonds				73,112,562	73,118,356	97.65
MUTUAL FUNDS						
Sun Life Milestone Global Equity Fund, Series I			6,052	188,051	169,351	
				188,051	169,351	0.23
Total Investments				74,771,160	74,758,254	99.84
Other Assets less Liabilities					130,913	0.16
Total Net Assets					74,889,167	100.00

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

Sun Life Milestone 2020 Fund (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Milestone 2020 Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Fund is subject to credit risk exposure related to both the direct investment in interest-bearing securities and to the extent of its investment in the underlying fund holding interest-bearing securities.

The Fund invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	12.41	1.07
AA/Aa	59.76	47.32
A/A	27.43	46.20
Not Rated	-	4.40
Total	99.60	98.99

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 holds assets and liabilities indirectly through the underlying fund, including cash and cash equivalents. It 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 table below summarizes the Fund's direct exposure to interest rate risk by remaining term to maturity. The Fund is exposed to indirect interest rate risk in the event that the underlying fund holds interest-bearing financial instruments.

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	74,588,903	-	-	74,588,903
December 31, 2018	8,433,696	79,094,312	-	87,528,008

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$304,422 (\$1,119,385 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

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

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Treasury Bills	2.0	-
Bonds		
Federal Bonds	10.4	1.1
Provincial Bonds	87.2	97.9
Mutual Funds		
Global Equities	0.2	1.0
Other Assets less Liabilities	0.2	-
Total	100.0	100.0

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

Sun Life Milestone 2020 Fund (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, 2019 and December 31, 2018.

December 31, 2019				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Bonds	-	73,118,356	-	73,118,356
Mutual Funds	169,351	-	-	169,351
Short-Term Investments	-	1,470,547	-	1,470,547

December 31, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Bonds	-	87,528,008	-	87,528,008
Mutual Funds	909,814	-	-	909,814

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Bonds

Bonds include primarily government and corporate bonds, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the bonds have been classified as Level 2.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Mutual Funds

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

Guaranteed Value

The Fund has a maturity date where the asset mix of the respective fund moves from equities to fixed income as the fund nears maturity. The Fund has been structured to ensure that on the scheduled maturity date, it will have sufficient assets to pay unitholders an amount for each outstanding unit equal to the greatest of the following three values: (i) \$10.00 per unit (the inception unit value); (ii) the highest month-end unit value during the period from the start date until the scheduled maturity date; and (iii) the unit value on the scheduled maturity date (the "Guaranteed Value"). If on the maturity date of the Fund the unit value is less than the Guaranteed Value, then under the sub-advisory agreement, Sun Life Assurance Company of Canada has agreed to pay any shortfall to the applicable Fund.

As at December 31, 2019, the effective guaranteed unit value of the Fund is \$11.9108.

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$99,599 (\$248,505 as at December 31, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Fund's maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	September 10, 2010	October 01, 2010

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

Sun Life Milestone 2025 Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	97,529,195	100,221,168
Short-term investments	832,046	-
Cash	22,376	72,241
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	275,972
Accrued interest	6,250	5,765
Dividends receivable	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	6,900	21,310
	98,396,767	100,596,456
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	3,572	3,344
Redemptions payable	-	8,909
Distributions payable	-	-
Due to investment dealers	376,950	208,187
Management fees payable	64,299	60,264
Total liabilities (excluding net assets attributable to holders of redeemable units)	444,821	280,704
Net Assets Attributable to Holders of Redeemable Units	97,951,946	100,315,752
Net Assets Attributable to Holders of Redeemable Units per Unit - Series A (note 4)	13.40	12.76

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	-	-
Interest income for distribution purposes	2,180,661	2,328,781
Distributions from underlying funds	1,499,094	-
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	411,589	(992,829)
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	3,035,378	(112,365)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	7,126,722	1,223,587
Net gain (loss) on foreign exchange	-	-
Other income	620	-
Total income (loss)	7,127,342	1,223,587
Expenses (note 5)		
Management fees	2,035,901	2,136,519
Fixed annual administration fees	111,078	116,503
Independent review committee fees	1,225	1,939
Withholding tax	-	-
Transaction costs (note 2)	-	-
Total operating expenses	2,148,204	2,254,961
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	4,979,138	(1,031,374)
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions) - Series A	4,979,138	(1,031,374)
Weighted Average Number of Units Outstanding - Series A	7,557,417	8,219,490
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions) - Series A	0.66	(0.13)

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

Sun Life Milestone 2025 Fund (continued)

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

For the periods ended December 31

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 100,315,752	112,320,841
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 4,979,138	(1,031,374)
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 22,889,142	19,589,859
Redemption of redeemable units	\$ (30,232,459)	(30,560,981)
Reinvestment of distributions to holders of redeemable units	\$ 19,422	18,449
Capitalized distributions	\$ 1,047,823	(2,259)
	\$ (6,276,072)	(10,954,932)
Distributions to Holders of Redeemable Units		
From capital gains	\$ -	-
From net investment income	\$ (1,061,277)	-
Return of capital	\$ (5,595)	(18,783)
	\$ (1,066,872)	(18,783)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (2,363,806)	(12,005,089)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 97,951,946	100,315,752
Redeemable Unit Transactions		
Balance - beginning of period	7,863,039	8,721,239
Units issued	1,721,386	1,537,165
Units issued on reinvestment of distributions	1,460	1,442
Units redeemed	(2,273,966)	(2,396,807)
Balance - end of period	7,311,919	7,863,039

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	4,979,138	(1,031,374)
Adjustments for:		
Net realized (gain) loss on sale of investments	(411,589)	992,829
Change in unrealized (appreciation) depreciation in value of investments	(3,035,378)	112,365
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	(1,499,094)	-
Change in margin	-	-
Purchases of investments	(26,696,297)	(32,137,443)
Proceeds from sale of investments	34,779,066	43,199,787
Purchases of short-term investments	(6,568,330)	-
Proceeds from sale of short-term investments	5,736,284	-
Change in dividends and interest receivable	(485)	(5,765)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	4,035	5,171
Change in other payables and accrued expenses	228	(13)
Net Cash Provided by (Used in) Operating Activities	7,287,578	11,135,557
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	373	(2,593)
Proceeds from redeemable units issued	22,903,552	19,575,809
Redemption of redeemable units	(30,241,368)	(30,575,780)
Net Cash Provided by (Used in) Financing Activities	(7,337,443)	(11,002,564)
Net increase (decrease) in cash	(49,865)	132,993
Cash (bank indebtedness) at beginning of period	72,241	(60,752)
Cash (bank indebtedness) at end of period	22,376	72,241
Dividends received, net of withholding taxes	-	-
Interest received, net of withholding taxes	4,816	-
Interest paid	-	(1,947)

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

Sun Life Milestone 2025 Fund (continued)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.645%	23-Jan-2020	460,000	459,060	459,060	
Canadian Treasury Bill	1.675%	30-Apr-2020	375,000	372,986	372,986	
				832,046	832,046	0.85
Total Short-Term Investments				832,046	832,046	0.85
BONDS						
Federal Bonds						
Government of Canada, Coupon Strip		1-Dec-2023	1,000,000	914,712	932,130	
Government of Canada, Coupon Strip		1-Jun-2024	3,475,000	3,130,158	3,205,634	
Government of Canada, Coupon Strip		1-Dec-2024	5,192,000	4,862,788	4,745,346	
Government of Canada, Coupon Strip		1-Jun-2025	11,937,000	10,808,894	10,811,201	
Government of Canada, Residual Strip		1-Jun-2025	1,945,000	1,800,684	1,777,223	
				21,517,236	21,471,534	21.92
Provincial Bonds						
Hydro Quebec, Interest Strip		15-Feb-2025	1,600,000	1,392,276	1,433,734	
Newfoundland & Labrador Hydro, Coupon Strip		27-Aug-2024	407,000	359,011	364,541	
Ontario Electricity Financial Corp.		11-Apr-2025	2,150,000	1,863,076	1,905,679	
Ontario Hydro, Residual Strip		26-May-2025	322,000	285,754	284,733	
Prince Edward Island, Generic Strip		17-Jan-2024	495,000	435,667	449,695	
Prince Edward Island, Generic Strip		17-Jul-2024	130,000	112,396	116,863	
Prince Edward Island, Generic Strip		17-Jan-2025	765,000	649,366	679,814	
Province of Alberta, Coupon Strip		1-Jun-2023	250,000	230,978	233,178	
Province of Alberta, Coupon Strip		1-Dec-2023	250,000	227,569	230,440	
Province of Alberta, Coupon Strip		1-Jun-2024	547,000	491,510	498,071	
Province of Alberta, Coupon Strip		1-Dec-2024	705,500	626,608	634,371	
Province of Alberta, Coupon Strip		1-Jun-2025	1,228,000	1,084,322	1,088,855	
Province of British Columbia, Interest Strip		18-Jun-2024	8,540,000	7,651,350	7,781,176	
Province of British Columbia, Interest Strip		18-Dec-2024	2,700,000	2,327,539	2,432,936	
Province of British Columbia, Interest Strip		18-Jun-2025	5,847,500	4,995,386	5,202,014	
Province of British Columbia, Principal Strip		23-Aug-2024	1,510,000	1,313,582	1,369,330	
Province of Manitoba, Coupon Strips		5-Sep-2024	658,000	596,970	594,673	
Province of Manitoba, Coupon Strips		5-Mar-2025	1,544,000	1,339,378	1,376,732	
Province of New Brunswick, Generic Coupon Strip		26-Mar-2024	169,000	151,546	153,561	
Province of New Brunswick, Generic Coupon Strip		3-Jun-2024	1,211,000	1,097,151	1,095,622	
Province of New Brunswick, Generic Coupon Strip		26-Sep-2024	262,000	230,974	234,931	
Province of New Brunswick, Generic Coupon Strip		3-Dec-2024	390,000	333,074	347,810	
Province of New Brunswick, Generic Coupon Strip		26-Mar-2025	186,000	161,235	164,584	
Province of New Brunswick, Generic Coupon Strip		3-Jun-2025	3,763,000	2,683,749	3,317,189	
Province of Newfoundland, Coupon Strip		17-Apr-2024	3,442,000	3,078,518	3,120,619	
Province of Newfoundland, Coupon Strip		17-Oct-2024	3,857,000	3,406,141	3,453,964	
Province of Newfoundland, Coupon Strip		17-Apr-2025	7,117,000	6,161,308	6,276,802	
Province of Nova Scotia, Generic Strip		1-Jun-2025	657,000	582,357	581,536	
Province of Ontario, Generic Coupon Strip		2-Jun-2025	8,268,365	7,280,968	7,349,234	
Province of Quebec, Coupon Strip		1-Jun-2025	5,800,000	5,121,603	5,159,403	
Province of Saskatchewan, Coupon Strip		1-Dec-2020	96,187	94,539	94,515	
Province of Saskatchewan, Coupon Strip		2-Dec-2020	81,900	80,649	80,567	
Province of Saskatchewan, Coupon Strip		1-Jun-2021	96,187	93,492	93,583	
Province of Saskatchewan, Coupon Strip		2-Jun-2021	81,900	79,854	79,762	
Province of Saskatchewan, Coupon Strip		1-Dec-2021	96,187	92,349	92,666	
Province of Saskatchewan, Coupon Strip		2-Dec-2021	81,900	78,964	79,048	
Province of Saskatchewan, Coupon Strip		1-Jun-2022	96,187	91,117	91,712	
Province of Saskatchewan, Coupon Strip		2-Jun-2022	81,900	78,008	78,103	
Province of Saskatchewan, Coupon Strip		1-Dec-2022	96,187	89,820	90,738	
Province of Saskatchewan, Coupon Strip		2-Dec-2022	81,900	76,962	77,294	
Province of Saskatchewan, Coupon Strip		1-Jun-2023	236,587	218,836	220,667	
Province of Saskatchewan, Coupon Strip		2-Jun-2023	81,900	75,824	76,395	
Province of Saskatchewan, Coupon Strip		5-Sep-2023	303,320	278,633	281,005	
Province of Saskatchewan, Coupon Strip		1-Dec-2023	342,237	315,498	315,460	
Province of Saskatchewan, Coupon Strip		2-Dec-2023	218,400	201,057	201,264	
Province of Saskatchewan, Coupon Strip		5-Mar-2024	421,600	383,017	385,777	
Province of Saskatchewan, Coupon Strip		1-Jun-2024	342,237	311,643	311,747	
Province of Saskatchewan, Coupon Strip		2-Jun-2024	218,400	198,194	199,244	
Province of Saskatchewan, Coupon Strip		5-Sep-2024	355,000	316,033	321,108	

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

Sun Life Milestone 2025 Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Province of Saskatchewan, Coupon Strip		1-Dec-2024	342,237	307,327	308,003	
Province of Saskatchewan, Coupon Strip		2-Dec-2024	218,400	195,300	196,798	
Province of Saskatchewan, Coupon Strip		5-Mar-2025	1,177,240	1,031,225	1,050,314	
Province of Saskatchewan, Coupon Strip		1-Jun-2025	342,237	302,768	304,389	
Province of Saskatchewan, Coupon Strip		2-Jun-2025	218,400	192,355	193,540	
Province of Saskatchewan, Residual Strip		30-May-2025	4,560,000	3,884,174	4,042,023	
				65,339,000	67,197,812	68.60
Total Bonds				86,856,236	88,669,346	90.52

	Number of Units	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Milestone Global Equity Fund, Series I	316,622	9,503,920	8,859,849	
		9,503,920	8,859,849	9.05
Total Investments		97,192,202	98,361,241	100.42
Other Assets less Liabilities			(409,295)	(0.42)
Total Net Assets			97,951,946	100.00

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Milestone 2025 Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Fund is subject to credit risk exposure related to both the direct investment in interest-bearing securities and to the extent of its investment in the underlying fund holding interest-bearing securities.

The Fund invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	22.77	26.06
AA/Aa	37.82	31.80
A/A	30.78	27.91
Not Rated	-	3.71
Total	91.37	89.48

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 Milestone 2025 Fund (continued)

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities indirectly through the underlying fund, including cash and cash equivalents. It 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 table below summarizes the Fund's direct exposure to interest rate risk by remaining term to maturity. The Fund is exposed to indirect interest rate risk in the event that the underlying fund holds interest-bearing financial instruments.

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	1,007,128	35,495,265	52,998,999	89,501,392
December 31, 2018	-	3,680,544	86,083,193	89,763,737

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$4,456,268 (\$5,449,367 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

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

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Treasury Bills	0.9	-
Bonds		
Federal Bonds	21.9	26.1
Provincial Bonds	68.6	63.4
Mutual Funds		
Global Equities	9.0	10.4
Other Assets less Liabilities	(0.4)	0.1
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Bonds	-	88,669,346	-	88,669,346
Mutual Funds	8,859,849	-	-	8,859,849
Short-Term Investments	-	832,046	-	832,046

	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Bonds	-	89,763,737	-	89,763,737
Mutual Funds	10,457,431	-	-	10,457,431

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Bonds

Bonds include primarily government and corporate bonds, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the bonds have been classified as Level 2.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

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

Sun Life Milestone 2025 Fund (continued)

Mutual Funds

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

Guaranteed Value

The Fund has a maturity date where the asset mix of the respective fund moves from equities to fixed income as the fund nears maturity. The Fund has been structured to ensure that on the scheduled maturity date, it will have sufficient assets to pay unitholders an amount for each outstanding unit equal to the greatest of the following three values: (i) \$10.00 per unit (the inception unit value); (ii) the highest month-end unit value during the period from the start date until the scheduled maturity date; and (iii) the unit value on the scheduled maturity date (the “Guaranteed Value”). If on the maturity date of the Fund the unit value is less than the Guaranteed Value, then under the sub-advisory agreement, Sun Life Assurance Company of Canada has agreed to pay any shortfall to the applicable Fund.

As at December 31, 2019, the effective guaranteed unit value of the Fund is \$13.5347.

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$490,453 (\$601,618 as at December 31, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

As at December 31, 2019, the Fund had accumulated non-capital losses of \$nil (\$34,916 as at December 31, 2018). The non-capital losses for tax purposes are available for carry forward until the year ending 2036.

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds (“underlying funds”) to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund’s net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund’s interests in underlying funds are reported at fair value in “investments” in its Statements of Financial Position and its Schedule of Investments, which represents the Fund’s maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	September 10, 2010	October 01, 2010

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

Sun Life Milestone 2030 Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	78,761,618	77,335,861
Short-term investments	797,502	-
Cash	150,508	17,534
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	-
Accrued interest	10,255	9,107
Dividends receivable	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	9,880	18,050
	79,729,763	77,380,552
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	5,806	5,135
Redemptions payable	563	-
Distributions payable	-	-
Due to investment dealers	652,236	124,441
Management fees payable	50,411	43,504
Total liabilities (excluding net assets attributable to holders of redeemable units)	709,016	173,080
Net Assets Attributable to Holders of Redeemable Units	79,020,747	77,207,472
Net Assets Attributable to Holders of Redeemable Units per Unit - Series A (note 4)	15.41	14.11

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	-	-
Interest income for distribution purposes	1,973,487	1,984,587
Distributions from underlying funds	2,346,341	-
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	609,442	(1,018,905)
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	4,036,101	(1,288,117)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	8,965,371	(322,435)
Net gain (loss) on foreign exchange	-	-
Other income	933	-
Total income (loss)	8,966,304	(322,435)
Expenses (note 5)		
Management fees	1,605,228	1,597,177
Fixed annual administration fees	178,783	178,296
Independent review committee fees	982	1,484
Withholding tax	-	-
Transaction costs (note 2)	-	-
Total operating expenses	1,784,993	1,776,957
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	7,181,311	(2,099,392)
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions) - Series A	7,181,311	(2,099,392)
Weighted Average Number of Units Outstanding - Series A	5,308,622	5,598,441
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions) - Series A	1.35	(0.37)

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

Sun Life Milestone 2030 Fund (continued)

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

For the periods ended December 31

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 77,207,472	83,600,874
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 7,181,311	(2,099,392)
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 17,062,745	14,142,069
Redemption of redeemable units	\$ (22,430,236)	(18,433,745)
Reinvestment of distributions to holders of redeemable units	\$ 47,970	51,916
Capitalized distributions	\$ 1,791,840	68,242
	\$ (3,527,681)	(4,171,518)
Distributions to Holders of Redeemable Units		
From capital gains	\$ -	-
From net investment income	\$ (1,840,355)	(122,492)
Return of capital	\$ -	-
	\$ (1,840,355)	(122,492)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 1,813,275	(6,393,402)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 79,020,747	77,207,472
Redeemable Unit Transactions		
Balance - beginning of period	5,470,320	5,766,510
Units issued	1,128,416	991,112
Units issued on reinvestment of distributions	3,149	3,611
Units redeemed	(1,473,157)	(1,290,913)
Balance - end of period	5,128,728	5,470,320

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	7,181,311	(2,099,392)
Adjustments for:		
Net realized (gain) loss on sale of investments	(609,442)	1,018,905
Change in unrealized (appreciation) depreciation in value of investments	(4,036,101)	1,288,117
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	(2,346,341)	-
Change in margin	-	-
Purchases of investments	(38,718,115)	(26,095,120)
Proceeds from sale of investments	44,812,037	30,029,826
Purchases of short-term investments	(3,815,371)	-
Proceeds from sale of short-term investments	3,017,869	-
Change in dividends and interest receivable	(1,148)	(9,107)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	6,907	5,432
Change in other payables and accrued expenses	671	341
Net Cash Provided by (Used in) Operating Activities	5,492,277	4,139,002
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(545)	(2,334)
Proceeds from redeemable units issued	17,070,915	14,131,839
Redemption of redeemable units	(22,429,673)	(18,433,745)
Net Cash Provided by (Used in) Financing Activities	(5,359,303)	(4,304,240)
Net increase (decrease) in cash	132,974	(165,238)
Cash (bank indebtedness) at beginning of period	17,534	182,772
Cash (bank indebtedness) at end of period	150,508	17,534
Dividends received, net of withholding taxes	-	-
Interest received, net of withholding taxes	5,441	-
Interest paid	-	(6,389)

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

Sun Life Milestone 2030 Fund (continued)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.658%	23-Jan-2020	735,000	732,854	732,854	
Canadian Treasury Bill	1.676%	30-Apr-2020	65,000	64,648	64,648	
				797,502	797,502	1.01
Total Short-Term Investments				797,502	797,502	1.01
BONDS						
Federal Bonds						
Government of Canada, Coupon Strip		1-Jun-2028	4,623,000	3,939,606	3,948,506	
Government of Canada, Coupon Strip		1-Dec-2028	1,685,100	1,453,749	1,425,404	
Government of Canada, Coupon Strip		1-Jun-2029	1,000,000	859,552	838,994	
Government of Canada, Coupon Strip		1-Dec-2029	5,176,561	4,147,763	4,301,435	
Government of Canada, Coupon Strip		1-Jun-2030	7,768,000	6,031,807	6,402,376	
Government of Canada, Coupon Strip		1-Dec-2026	2,500,000	2,137,819	2,197,462	
Government of Canada, Coupon Strip		1-Dec-2027	2,536,000	2,218,030	2,184,750	
Canadian Government Bond, Residual Strip		1-Jun-2029	3,297,878	2,892,512	2,821,115	
				23,680,838	24,120,042	30.52
Provincial Bonds						
Hydro Quebec, Interest Strip		15-Aug-2029	1,552,000	1,171,950	1,233,138	
Hydro Quebec, Interest Strip		15-Feb-2030	3,000,000	2,272,925	2,344,549	
Province of Alberta, Coupon Strip		1-Jun-2028	222,750	174,798	182,940	
Province of Alberta, Coupon Strip		1-Dec-2028	222,750	171,145	180,483	
Province of Alberta, Coupon Strip		1-Jun-2029	222,750	168,123	176,362	
Province of Alberta, Coupon Strip		1-Dec-2029	222,750	165,095	175,409	
Province of Alberta, Coupon Strip		1-Jun-2030	222,750	161,939	172,932	
Province of British Columbia, Interest Strip		18-Jun-2029	5,068,000	3,669,249	4,039,152	
Province of British Columbia, Interest Strip		18-Dec-2029	7,000,000	4,971,185	5,510,666	
Province of British Columbia, Interest Strip		18-Jun-2030	1,534,000	1,084,725	1,191,376	
Province of British Columbia, Principal Strip		18-Jun-2029	4,000,000	2,962,949	3,202,652	
Province of Manitoba Canada Coupon Strips		5-Mar-2030	1,850,000	1,383,969	1,429,874	
Province of New Brunswick, Generic Coupon Strip		26-Mar-2028	257,000	199,520	207,578	
Province of New Brunswick, Generic Coupon Strip		3-Jun-2028	429,000	330,680	345,171	
Province of New Brunswick, Generic Coupon Strip		3-Jun-2029	544,000	387,248	428,214	
Province of New Brunswick, Generic Coupon Strip		3-Dec-2029	116,910	85,709	90,598	
Province of New Brunswick, Generic Coupon Strip		3-Jun-2030	1,886,150	1,321,033	1,439,268	
Province of Newfoundland, Coupon Strip		17-Oct-2028	659,565	500,781	525,233	
Province of Newfoundland, Coupon Strip		17-Apr-2029	819,600	597,806	644,300	
Province of Newfoundland, Coupon Strip		17-Oct-2029	711,600	507,978	549,425	
Province of Newfoundland, Coupon Strip		17-Apr-2030	892,890	641,170	675,004	
Province of Nova Scotia, Generic Strip		1-Dec-2028	988,000	721,583	788,147	
Province of Nova Scotia, Generic Strip		1-Dec-2029	660,000	464,675	513,197	
Province of Nova Scotia, Generic Strip		1-Jun-2030	668,000	458,423	512,830	
Province of Nova Scotia, Generic Strip		2-Jun-2030	200,000	149,981	153,479	
Province of Ontario, Generic Coupon Strip		2-Jun-2030	7,515,300	5,481,169	5,819,325	
Province of Prince Edward Island, Generic Strip		17-Jun-2029	760,065	552,465	600,114	
Province of Prince Edward Island, Generic Strip		17-Jul-2029	640,000	452,618	495,380	
Province of Prince Edward Island, Generic Strip		17-Jan-2030	918,975	647,551	707,102	
Province of Quebec, Coupon Strip		1-Apr-2030	1,500,000	1,099,593	1,150,509	
Province of Quebec, Coupon Strip		1-Jun-2030	800,000	589,604	620,208	
Province of Saskatchewan, Coupon Strip		1-Dec-2025	72,140	61,330	62,814	
Province of Saskatchewan, Coupon Strip		2-Dec-2025	61,425	52,566	53,703	
Province of Saskatchewan, Coupon Strip		1-Jun-2026	72,140	60,232	61,933	
Province of Saskatchewan, Coupon Strip		2-Jun-2026	61,425	51,680	53,042	
Province of Saskatchewan, Coupon Strip		1-Dec-2026	72,140	59,218	60,915	
Province of Saskatchewan, Coupon Strip		2-Dec-2026	61,425	50,779	51,862	
Province of Saskatchewan, Coupon Strip		1-Jun-2027	72,140	58,233	59,882	
Province of Saskatchewan, Coupon Strip		2-Jun-2027	61,425	49,842	50,984	
Province of Saskatchewan, Coupon Strip		1-Dec-2027	72,140	57,093	59,053	
Province of Saskatchewan, Coupon Strip		2-Dec-2027	61,425	48,915	50,278	
Province of Saskatchewan, Coupon Strip		1-Jun-2028	72,140	56,060	58,286	
Province of Saskatchewan, Coupon Strip		2-Jun-2028	61,425	48,014	49,624	
Province of Saskatchewan, Coupon Strip		5-Sep-2028	606,000	468,597	490,474	
Province of Saskatchewan, Coupon Strip		1-Dec-2028	72,140	54,941	57,400	
Province of Saskatchewan, Coupon Strip		2-Dec-2028	61,425	47,071	48,870	

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

Sun Life Milestone 2030 Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Province of Saskatchewan, Coupon Strip		5-Mar-2029	725,000	538,471	577,259	
Province of Saskatchewan, Coupon Strip		1-Jun-2029	72,140	53,903	56,574	
Province of Saskatchewan, Coupon Strip		2-Jun-2029	61,425	46,196	48,168	
Province of Saskatchewan, Coupon Strip		5-Sep-2029	1,427,000	1,037,282	1,121,553	
Province of Saskatchewan, Coupon Strip		1-Dec-2029	72,140	52,949	56,535	
Province of Saskatchewan, Coupon Strip		2-Dec-2029	61,425	45,356	47,892	
Province of Saskatchewan, Coupon Strip		5-Mar-2030	1,342,000	955,122	1,037,724	
Province of Saskatchewan, Coupon Strip		1-Jun-2030	72,140	51,957	55,695	
Province of Saskatchewan, Coupon Strip		2-Jun-2030	61,425	44,520	47,343	
Province of Saskatchewan, Residual Strip		5-Mar-2029	435,000	332,503	353,457	
				37,930,469	40,775,935	51.60
Total Bonds				61,611,307	64,895,977	82.12

	Number of Units	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Milestone Global Equity Fund, Series I	495,513	14,878,851	13,865,641	
		14,878,851	13,865,641	17.55
Total Investments		77,287,660	79,559,120	100.68
Other Assets less Liabilities			(538,373)	(0.68)
Total Net Assets			79,020,747	100.00

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Milestone 2030 Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Fund is subject to credit risk exposure related to both the direct investment in interest-bearing securities and to the extent of its investment in the underlying fund holding interest-bearing securities.

The Fund invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/ Aaa	31.53	29.19
AA/ Aa	31.82	28.98
A/ A	19.78	16.20
Not Rated	-	3.18
Total	83.13	77.55

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 Milestone 2030 Fund (continued)

(b) Market risk

(i) Currency risk

The Fund holds assets and liabilities indirectly through the underlying fund, including cash and cash equivalents. It 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 table below summarizes the Fund's direct exposure to interest rate risk by remaining term to maturity. The Fund is exposed to indirect interest rate risk in the event that the underlying fund holds interest-bearing financial instruments.

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	797,502	-	64,895,977	65,693,479
December 31, 2018	-	-	59,863,983	59,863,983

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$6,230,085 (\$6,320,798 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

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

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Treasury Bills	1.0	-
Bonds		
Federal Bonds	30.5	29.2
Provincial Bonds	51.6	48.4
Mutual Funds		
Global Equities	17.6	22.6
Other Assets less Liabilities	(0.7)	(0.2)
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Bonds	-	64,895,977	-	64,895,977
Mutual Funds	13,865,641	-	-	13,865,641
Short-Term Investments	-	797,502	-	797,502

	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Bonds	-	59,863,983	-	59,863,983
Mutual Funds	17,471,878	-	-	17,471,878

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Bonds

Bonds include primarily government and corporate bonds, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the bonds have been classified as Level 2.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

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

Sun Life Milestone 2030 Fund (continued)

Mutual Funds

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

Guaranteed Value

The Fund has a maturity date where the asset mix of the respective fund moves from equities to fixed income as the fund nears maturity. The Fund has been structured to ensure that on the scheduled maturity date, it will have sufficient assets to pay unitholders an amount for each outstanding unit equal to the greatest of the following three values: (i) \$10.00 per unit (the inception unit value); (ii) the highest month-end unit value during the period from the start date until the scheduled maturity date; and (iii) the unit value on the scheduled maturity date (the “Guaranteed Value”). If on the maturity date of the Fund the unit value is less than the Guaranteed Value, then under the sub-advisory agreement, Sun Life Assurance Company of Canada has agreed to pay any shortfall to the applicable Fund.

As at December 31, 2019, the effective guaranteed unit value of the Fund is \$15.70609.

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$618,040 (\$720,408 as at December 31, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds (“underlying funds”) to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund’s net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund’s interests in underlying funds are reported at fair value in “investments” in its Statements of Financial Position and its Schedule of Investments, which represents the Fund’s maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	September 10, 2010	October 01, 2010

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

Sun Life Milestone 2035 Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	55,355,186	50,072,395
Short-term investments	423,643	-
Cash	136,086	6,358
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	1,097
Accrued interest	9,434	7,912
Dividends receivable	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	7,660	2,771
	55,932,009	50,090,533
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	4,029	3,303
Redemptions payable	429,916	-
Distributions payable	-	-
Due to investment dealers	930,140	26,213
Management fees payable	36,217	29,863
Total liabilities (excluding net assets attributable to holders of redeemable units)	1,400,302	59,379
Net Assets Attributable to Holders of Redeemable Units	54,531,707	50,031,154
Net Assets Attributable to Holders of Redeemable Units per Unit - Series A (note 4)	16.78	14.76

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	-	-
Interest income for distribution purposes	1,194,430	1,192,583
Distributions from underlying funds	2,483,679	-
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	488,582	(335,123)
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	3,827,417	(2,009,887)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	7,994,108	(1,152,427)
Net gain (loss) on foreign exchange	-	-
Other income	-	-
Total income (loss)	7,994,108	(1,152,427)
Expenses (note 5)		
Management fees	1,088,714	1,055,674
Fixed annual administration fees	118,839	115,135
Independent review committee fees	643	959
Withholding tax	-	-
Transaction costs (note 2)	-	-
Total operating expenses	1,208,196	1,171,768
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	6,785,912	(2,324,195)
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions) - Series A	6,785,912	(2,324,195)
Weighted Average Number of Units Outstanding - Series A	3,320,065	3,427,349
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions) - Series A	2.04	(0.68)

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

Sun Life Milestone 2035 Fund (continued)

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

For the periods ended December 31

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 50,031,154	52,434,285
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 6,785,912	(2,324,195)
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 13,729,918	10,943,318
Redemption of redeemable units	\$ (16,015,698)	(11,021,885)
Reinvestment of distributions to holders of redeemable units	\$ 10,969	9,339
Capitalized distributions	\$ 1,919,697	(383)
	\$ (355,114)	(69,611)
Distributions to Holders of Redeemable Units		
From capital gains	\$ (222,514)	-
From net investment income	\$ (1,705,132)	-
Return of capital	\$ (2,599)	(9,325)
	\$ (1,930,245)	(9,325)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 4,500,553	(2,403,131)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 54,531,707	50,031,154
Redeemable Unit Transactions		
Balance - beginning of period	3,389,728	3,394,485
Units issued	847,317	720,766
Units issued on reinvestment of distributions	667	610
Units redeemed	(987,530)	(726,133)
Balance - end of period	3,250,182	3,389,728

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	6,785,912	(2,324,195)
Adjustments for:		
Net realized (gain) loss on sale of investments	(488,582)	335,123
Change in unrealized (appreciation) depreciation in value of investments	(3,827,417)	2,009,887
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	(2,483,679)	-
Change in margin	-	-
Purchases of investments	(30,215,567)	(18,932,542)
Proceeds from sale of investments	32,637,478	18,961,598
Purchases of short-term investments	(2,912,467)	-
Proceeds from sale of short-term investments	2,488,824	-
Change in dividends and interest receivable	(1,522)	(7,912)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	6,354	4,103
Change in other payables and accrued expenses	726	313
Net Cash Provided by (Used in) Operating Activities	1,990,060	46,375
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	421	(369)
Proceeds from redeemable units issued	13,725,029	10,944,289
Redemption of redeemable units	(15,585,782)	(11,021,885)
Net Cash Provided by (Used in) Financing Activities	(1,860,332)	(77,965)
Net increase (decrease) in cash	129,728	(31,590)
Cash (bank indebtedness) at beginning of period	6,358	37,948
Cash (bank indebtedness) at end of period	136,086	6,358
Dividends received, net of withholding taxes	-	-
Interest received, net of withholding taxes	4,680	-
Interest paid	-	(7,176)

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

Sun Life Milestone 2035 Fund (continued)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.671%	23-Jan-2020	425,000	423,643	423,643	
				423,643	423,643	0.78
Total Short-Term Investments				423,643	423,643	0.78
BONDS						
Federal Bonds						
Government of Canada, Coupon Strip		1-Jun-2033	5,330,000	4,378,971	4,249,992	
Government of Canada, Coupon Strip		1-Jun-2033	600,000	452,047	468,089	
Government of Canada, Coupon Strip		1-Dec-2033	2,000,000	1,523,091	1,543,713	
Government of Canada, Coupon Strip		1-Jun-2034	3,952,000	2,918,548	3,019,124	
Government of Canada, Coupon Strip		1-Dec-2034	4,957,022	3,513,361	3,751,747	
Government of Canada, Coupon Strip		1-Jun-2035	6,944,000	4,697,438	5,208,783	
				17,483,456	18,241,448	33.45
Provincial Bonds						
Hydro Quebec, Interest Strip		15-Feb-2035	1,605,000	1,033,832	1,087,013	
Hydro Quebec, Residual Strip		15-Feb-2035	2,710,000	1,732,578	1,859,090	
Province of Alberta, Coupon Strip		1-Jun-2033	148,500	97,136	105,524	
Province of Alberta, Coupon Strip		1-Dec-2033	148,500	95,522	103,971	
Province of Alberta, Coupon Strip		1-Jun-2034	148,500	93,821	101,051	
Province of Alberta, Coupon Strip		1-Dec-2034	148,500	92,248	99,857	
Province of British Columbia, Interest Strip		18-Jun-2033	1,839,000	1,205,199	1,309,548	
Province of British Columbia, Interest Strip		18-Dec-2033	2,000,000	1,360,633	1,404,652	
Province of British Columbia, Interest Strip		18-Jun-2034	800,000	535,612	553,772	
Province of British Columbia, Interest Strip		18-Dec-2034	1,600,000	1,058,432	1,094,082	
Province of British Columbia, Interest Strip		18-Jun-2035	5,467,000	3,414,520	3,687,571	
Province of New Brunswick, Generic Coupon Strip		26-Mar-2033	774,000	498,731	539,701	
Province of New Brunswick, Generic Coupon Strip		3-Jun-2033	876,000	560,405	604,896	
Province of New Brunswick, Generic Coupon Strip		26-Sep-2033	645,000	407,941	443,529	
Province of New Brunswick, Generic Coupon Strip		3-Dec-2033	1,275,000	807,203	881,586	
Province of New Brunswick, Generic Coupon Strip		26-Mar-2034	240,000	147,581	162,420	
Province of New Brunswick, Generic Coupon Strip		3-Jun-2034	345,000	212,606	231,416	
Province of New Brunswick, Generic Coupon Strip		3-Dec-2034	438,000	264,860	289,755	
Province of Newfoundland, Coupon Strip		17-Apr-2033	208,950	133,957	142,887	
Province of Newfoundland, Coupon Strip		17-Oct-2033	127,860	84,444	86,135	
Province of Newfoundland, Coupon Strip		17-Apr-2034	93,000	61,532	61,673	
Province of Newfoundland, Coupon Strip		17-Apr-2035	34,860	20,875	22,344	
Province of Ontario, Generic Coupon Strip		2-Jun-2035	5,312,000	3,477,143	3,567,719	
Province of Ontario, Generic Residual Strip		10-Jan-2035	925,000	599,459	612,877	
Province of Ontario, Generic Residual Strip		2-Jun-2035	820,000	543,898	558,012	
Province of Saskatchewan, Coupon Strip		1-Dec-2030	188,694	140,449	143,487	
Province of Saskatchewan, Coupon Strip		2-Dec-2030	118,950	88,087	90,444	
Province of Saskatchewan, Coupon Strip		1-Jun-2031	188,694	138,356	141,294	
Province of Saskatchewan, Coupon Strip		2-Jun-2031	118,950	86,620	89,215	
Province of Saskatchewan, Coupon Strip		1-Dec-2031	188,694	136,098	139,100	
Province of Saskatchewan, Coupon Strip		2-Dec-2031	118,950	85,155	87,684	
Province of Saskatchewan, Coupon Strip		1-Jun-2032	188,694	133,952	135,531	
Province of Saskatchewan, Coupon Strip		2-Jun-2032	118,950	83,656	85,429	
Province of Saskatchewan, Coupon Strip		1-Dec-2032	188,694	131,787	133,120	
Province of Saskatchewan, Coupon Strip		2-Dec-2032	118,950	82,199	83,909	
Province of Saskatchewan, Coupon Strip		5-Mar-2033	171,180	112,670	121,029	
Province of Saskatchewan, Coupon Strip		1-Jun-2033	188,694	129,588	132,601	
Province of Saskatchewan, Coupon Strip		2-Jun-2033	118,950	80,839	83,459	
Province of Saskatchewan, Coupon Strip		5-Sep-2033	253,080	163,457	176,278	
Province of Saskatchewan, Coupon Strip		1-Dec-2033	188,694	127,592	130,505	
Province of Saskatchewan, Coupon Strip		2-Dec-2033	118,950	79,516	82,363	
Province of Saskatchewan, Coupon Strip		5-Mar-2034	177,180	112,504	121,545	
Province of Saskatchewan, Coupon Strip		1-Jun-2034	188,694	125,422	128,419	
Province of Saskatchewan, Coupon Strip		2-Jun-2034	118,950	78,269	79,878	
Province of Saskatchewan, Coupon Strip		5-Sep-2034	177,180	110,606	120,099	
Province of Saskatchewan, Coupon Strip		1-Dec-2034	188,694	123,530	126,340	
Province of Saskatchewan, Coupon Strip		2-Dec-2034	118,950	77,032	78,748	
Province of Saskatchewan, Coupon Strip		5-Mar-2035	177,180	108,741	118,866	

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

Sun Life Milestone 2035 Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Province of Saskatchewan, Coupon Strip		1-Jun-2035	188,694	121,425	123,185	
Province of Saskatchewan, Coupon Strip		2-Jun-2035	118,950	75,900	77,648	
				21,273,618	22,441,257	41.15
Total Bonds				38,757,074	40,682,705	74.60

	Number of Units	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life Milestone Global Equity Fund, Series I	524,347	15,770,094	14,672,481	
		15,770,094	14,672,481	26.91
Total Investments		54,950,811	55,778,829	102.29
Other Assets less Liabilities			(1,247,122)	(2.29)
Total Net Assets			54,531,707	100.00

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Milestone 2035 Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Fund is subject to credit risk exposure related to both the direct investment in interest-bearing securities and to the extent of its investment in the underlying fund holding interest-bearing securities.

The Fund invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	34.23	28.10
AA/Aa	22.85	21.31
A/A	18.30	17.58
Not Rated	-	0.73
Total	75.38	67.72

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 holds assets and liabilities indirectly through the underlying fund, including cash and cash equivalents. It 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 table below summarizes the Fund's direct exposure to interest rate risk by remaining term to maturity. The Fund is exposed to indirect interest rate risk in the event that the underlying fund holds interest-bearing financial instruments.

	Less than 1 year	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	423,643	-	40,682,705	41,106,348
December 31, 2018	-	-	33,882,765	33,882,765

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

Sun Life Milestone 2035 Fund (continued)

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$5,925,602 (\$5,305,566 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

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

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Treasury Bills	0.8	-
Bonds		
Federal Bonds	33.4	28.1
Provincial Bonds	41.2	39.6
Mutual Funds		
Global Equities	26.9	32.4
Other Assets less Liabilities	(2.3)	(0.1)
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Bonds	-	40,682,705	-	40,682,705
Mutual Funds	14,672,481	-	-	14,672,481
Short-Term Investments	-	423,643	-	423,643
	December 31, 2018			
	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Bonds	-	33,882,765	-	33,882,765
Mutual Funds	16,189,630	-	-	16,189,630

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Bonds

Bonds include primarily government and corporate bonds, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the bonds have been classified as Level 2.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Mutual Funds

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

Guaranteed Value

The Fund has a maturity date where the asset mix of the respective fund moves from equities to fixed income as the fund nears maturity. The Fund has been structured to ensure that on the scheduled maturity date, it will have sufficient assets to pay unitholders an amount for each outstanding unit equal to the greatest of the following three values: (i) \$10.00 per unit (the inception unit value); (ii) the highest month-end unit value during the period from the start date until the scheduled maturity date; and (iii) the unit value on the scheduled maturity date (the "Guaranteed Value"). If on the maturity date of the Fund the unit value is less than the Guaranteed Value, then under the sub-advisory agreement, Sun Life Assurance Company of Canada has agreed to pay any shortfall to the applicable Fund.

As at December 31, 2019, the effective guaranteed unit value of the Fund is \$17.03729.

Taxation of the Fund

The Fund had no accumulated capital losses.

As at December 31, 2019, the Fund had accumulated non-capital losses of \$nil (\$32,066 as at December 31, 2018). The non-capital losses for tax purposes are available for carry forward until the year ending 2036.

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

Sun Life Milestone 2035 Fund (continued)

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds (“underlying funds”) to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund’s net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund’s interests in underlying funds are reported at fair value in “investments” in its Statements of Financial Position and its Schedule of Investments, which represents the Fund’s maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	September 10, 2010	October 01, 2010

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

Sun Life Milestone Global Equity Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	-	-
Short-term investments	319,023,227	337,275,255
Cash	3,515,189	13,718,104
Margin - Collateral	2,003,922	22,036,056
Option contracts, at fair value - long	152,011	734,254
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	4,498,225	68,460
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	-
Accrued interest	640,024	541,754
Dividends receivable	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	84,266	236,833
	329,916,864	374,610,716
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	5,223,098	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	693,401	18,842,803
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	-	-
Redemptions payable	48,397	33,505
Distributions payable	-	-
Due to investment dealers	-	-
Management fees payable	-	-
Total liabilities (excluding net assets attributable to holders of redeemable units)	5,964,896	18,876,308
Net Assets Attributable to Holders of Redeemable Units	323,951,968	355,734,408
Net Assets Attributable to Holders of Redeemable Units per Unit - Series I (note 4)	27.98	21.49

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	-	-
Interest income for distribution purposes	5,782,659	5,105,842
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	-	-
Net realized gain (loss) on futures contracts	66,812,269	(20,339,551)
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	(1,053,155)	(1,320,780)
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	-	-
Change in unrealized appreciation (depreciation) in value of futures contracts	22,579,167	(22,137,025)
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	32,659	334,854
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	94,153,599	(38,356,660)
Net gain (loss) on foreign exchange	(42,196)	104,947
Other income	-	-
Total income (loss)	94,111,403	(38,251,713)
Expenses (note 5)		
Management fees	-	-
Fixed annual administration fees	-	-
Independent review committee fees	-	-
Withholding tax	-	-
Transaction costs (note 2)	70,341	83,148
Total operating expenses	70,341	83,148
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	94,041,062	(38,334,861)
Finance Cost		
Interest expense	(1,163)	(4,248)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions) - Series I	94,039,899	(38,339,109)
Weighted Average Number of Units Outstanding - Series I	14,099,669	16,900,266
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions) - Series I	6.67	(2.27)

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

Sun Life Milestone Global Equity Fund (continued)

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

For the periods ended December 31

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 355,734,408	408,891,145
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 94,039,899	(38,339,109)
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 305,202,610	134,527,114
Redemption of redeemable units	\$ (431,024,949)	(149,344,742)
Reinvestment of distributions to holders of redeemable units	\$ -	-
Capitalized distributions	\$ 54,831,483	-
	\$ (70,990,856)	(14,817,628)
Distributions to Holders of Redeemable Units		
From capital gains	\$ -	-
From net investment income	\$ (54,831,483)	-
Return of capital	\$ -	-
	\$ (54,831,483)	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (31,782,440)	(53,156,737)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 323,951,968	355,734,408
Redeemable Unit Transactions		
Balance - beginning of period	16,553,244	17,144,673
Units issued	12,070,218	5,549,084
Units issued on reinvestment of distributions	-	-
Units redeemed	(17,046,456)	(6,140,513)
Balance - end of period	11,577,006	16,553,244

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	94,039,899	(38,339,109)
Adjustments for:		
Net realized (gain) loss on sale of investments	-	-
Change in unrealized (appreciation) depreciation in value of investments	-	-
Change in unrealized (appreciation) depreciation in value of futures contracts	(22,579,167)	22,137,025
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in option contracts	(32,659)	(334,854)
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	-	-
Change in margin	25,255,232	(24,808,670)
Purchases of investments	-	-
Proceeds from sale of investments	-	-
Purchases of short-term investments	(1,547,159,255)	(1,914,047,258)
Proceeds from sale of short-term investments	1,566,026,185	1,973,283,788
Change in dividends and interest receivable	(98,270)	(52,037)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	-	-
Change in other payables and accrued expenses	-	-
Net Cash Provided by (Used in) Operating Activities	115,451,965	17,838,885
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	-	-
Proceeds from redeemable units issued	305,355,177	134,478,032
Redemption of redeemable units	(431,010,057)	(149,349,760)
Net Cash Provided by (Used in) Financing Activities	(125,654,880)	(14,871,728)
Net increase (decrease) in cash	(10,202,915)	2,967,157
Cash (bank indebtedness) at beginning of period	13,718,104	10,750,947
Cash (bank indebtedness) at end of period	3,515,189	13,718,104
Dividends received, net of withholding taxes	-	-
Interest received, net of withholding taxes	5,684,389	5,053,805
Interest paid	(1,163)	(4,248)

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

Sun Life Milestone Global Equity Fund (continued)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.650%	23-Jan-2020	24,607,000	24,491,005	24,491,005	
Canadian Treasury Bill	1.652%	20-Feb-2020	183,530,000	182,690,840	182,690,840	
Canadian Treasury Bill*	1.658%	5-Mar-2020	15,000,000	14,933,700	14,933,700	
Canadian Treasury Bill	1.655%	19-Mar-2020	97,347,000	96,907,682	96,907,682	
Total Investments				319,023,227	319,023,227	98.48
Option contracts, at fair value ⁽¹⁾					152,011	0.05
Unrealized appreciation/(depreciation) on futures contracts⁽²⁾					3,804,824	1.17
Other Assets less Liabilities					971,906	0.30
Total Net Assets					323,951,968	100.00

*\$9,050,000 of the fair value of this security is held as an initial margin posted for the purchase of futures.

(1) Option contracts, at fair value

	Expiry Date	Number of Contracts	Average Cost (\$)	Current Value (\$)
S&P 500 INDEX@1200 PUT OPT	30-Jun-2020	50	7,781	1,783
S&P 500 INDEX@1300 PUT OPT	31-Mar-2020	110	30,668	1,426
S&P 500 INDEX@1500 PUT OPT	30-Sep-2020	500	272,318	87,531
S&P 500 INDEX@1500 PUT OPT	30-Sep-2020	200	46,683	35,012
S&P 500 INDEX@1500 PUT OPT	30-Sep-2020	150	43,765	26,259
				152,011

(2) Unrealized appreciation/(depreciation) on futures contracts

Name of Future	Contracted Value (\$)	Expiry Date	Numbers of Contracts	Contracted Price	Current Value (\$)	Unrealized Appreciation/(Depreciation) (\$)
S&P 500 INDEX	199,057,573	20-Mar-2020	960	3,198	201,110,364	2,052,791
E-MINI MSCI EMERGING MARKET INDEX	19,706,256	20-Mar-2020	287	1,059	20,845,088	1,138,832
E-MINI MSCI EMERGING MARKET INDEX	19,708,117	20-Mar-2020	287	1,059	20,845,088	1,136,971
CME NIKKEI 225 INDEX	28,771,317	12-Mar-2020	190	23,355	28,894,508	123,191
LIFFE FTSE 100 INDEX	20,184,761	20-Mar-2020	157	7,484	20,225,217	40,456
S&P CANADA 60 INDEX	13,762,656	19-Mar-2020	68	1,012	13,768,640	5,984
					305,688,905	4,498,225
AUSTRALIAN SPI 200 INDEX	7,755,015	19-Mar-2020	50	6,806	7,523,709	(231,306)
EUX DJ EURO STOXX 50 INDEX	52,678,872	20-Mar-2020	962	3,762	52,216,777	(462,095)
					59,740,486	(693,401)
						3,804,824

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

Sun Life Milestone Global Equity Fund (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Milestone Global Equity Fund (the “Fund”) expose it to a variety of financial risks, which are described below. The Fund’s exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Fund invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	98.48	94.81
AA/Aa	0.05	0.21
Total	98.53	95.02

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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund’s proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. Amounts shown are based on the fair value of monetary and non-monetary assets.

	December 31, 2019		December 31, 2018	
	Holdings Exposed to Currency Risk (\$CAD)	Percentage of Net Assets (%)	Holdings Exposed to Currency Risk (\$CAD)	Percentage of Net Assets (%)
British Pound	17,295	0.01	755,529	0.21
Euro	14,264	-	670,762	0.19
Australian Dollar	9,115	-	96,329	0.03
United States Dollar	713,211	0.22	(54,227)	(0.02)
Total	753,885	0.23	1,468,393	0.41

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$37,694 (\$73,420 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The following table summarizes the Fund’s exposure to interest rate risk, categorized by the earlier of the contractual re-pricing or maturity dates.

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	319,023,227	-	-	319,023,227
December 31, 2018	337,275,255	-	-	337,275,255

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$507,039 (\$568,182 as at December 31, 2018). 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 its investment in indexed equity linked futures.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$18,271,470 (\$21,327,774 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

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

Sun Life Milestone Global Equity Fund (continued)

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Treasury Bills	98.5	94.8
Derivative Assets (Liabilities)	1.2	(5.1)
Other Assets less Liabilities	0.3	10.3
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Short-Term Investments	-	319,023,227	-	319,023,227
Futures Contracts	4,498,225	-	-	4,498,225
Option Contracts	152,011	-	-	152,011
Financial Liabilities				
Futures Contracts	693,401	-	-	693,401
	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Short-Term Investments	-	337,275,255	-	337,275,255
Futures Contracts	68,460	-	-	68,460
Option Contracts	734,254	-	-	734,254
Financial Liabilities				
Futures Contracts	18,842,803	-	-	18,842,803

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of options and futures contracts. Option contracts are classified as Level 1, when the option contracts are actively traded and a reliable price is observable. Option contracts are classified as Level 2 when they are not traded on an exchange or no market value is readily available but sufficient and reliable observable market inputs are available and a valuation technique is used.

Futures contracts are classified as Level 1 and are marked to market each valuation day according to the gain or loss that would have been realized if the contracts had been closed out. Gains or losses arising from futures contracts are recorded as unrealized gain (loss) on futures contracts and shown as an asset (liability) on the Statements of Financial Position until the contracts are closed out or expire, at which time the gains (losses) are realized.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$70,341 (\$83,148 for the period ended December 31, 2018).

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$41,778 (\$133,752 as at December 31, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

As at December 31, 2019, the Fund had accumulated non-capital losses of \$nil (\$16,641,869 as at December 31, 2018). The non-capital losses for tax purposes are available for carry forward until the year ending 2036.

Establishment of the Fund

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

	Date of creation	Date available for sale
Series I Units	September 10, 2010	October 01, 2010

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

Sun Life Money Market Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	-	-
Short-term investments	2,953,266,009	3,364,942,621
Cash	1,877,098	1,084,892
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	-
Accrued interest	8,431,042	13,145,000
Dividends receivable	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	6,331	-
	2,963,580,480	3,379,172,513
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	5,204	3,932
Redemptions payable	35,859	30,280
Distributions payable	3,876	-
Due to investment dealers	-	-
Management fees payable	21,299	18,301
Total liabilities (excluding net assets attributable to holders of redeemable units)	66,238	52,513
Net Assets Attributable to Holders of Redeemable Units	2,963,514,242	3,379,120,000
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	110,861,348	107,656,158
Series D	1,492,428	1,405,976
Series F	8,666,837	9,387,428
Series I	2,839,368,202	3,255,117,923
Series O	3,125,427	5,552,515
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	10.00	10.00
Series D	10.00	10.00
Series F	10.00	10.00
Series I	10.00	10.00
Series O	10.00	10.00

Approved on behalf of Trustee

"signed" Jordy Chilcott	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	-	-
Interest income for distribution purposes	59,739,736	47,829,241
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	-	-
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	-	-
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	59,739,736	47,829,241
Net gain (loss) on foreign exchange	-	-
Other income	-	-
Total income (loss)	59,739,736	47,829,241
Expenses (note 5)		
Management fees	1,320,594	986,717
Fixed annual administration fees	413,330	379,844
Independent review committee fees	1,502	1,762
Withholding tax	-	-
Transaction costs (note 2)	-	-
Total operating expenses	1,735,427	1,368,323
Fees waived/absorbed by the Manager	(913,112)	(716,761)
Operating Profit (Loss)	58,917,421	47,177,679
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	58,917,421	47,177,679
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	1,439,289	843,710
Series D	23,797	19,917
Series F	125,118	79,220
Series I	57,266,939	46,166,386
Series O	62,278	68,446
Weighted Average Number of Units Outstanding		
Series A	11,230,193	8,328,779
Series D	153,391	159,435
Series F	807,410	617,836
Series I	312,917,921	296,715,201
Series O	337,827	444,903

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

Sun Life Money Market Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	0.13	0.10
Series D	0.16	0.12
Series F	0.15	0.13
Series I	0.18	0.16
Series O	0.18	0.15

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

For the periods ended December 31

	Series A		Series D		Series F	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 107,656,158	75,201,788	1,405,976	1,836,248	9,387,428	5,311,722
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 1,439,289	843,710	23,797	19,917	125,118	79,220
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 251,274,252	204,096,463	408,716	55,525	26,702,957	22,195,584
Redemption of redeemable units	\$ (249,879,045)	(172,672,866)	(348,591)	(508,316)	(27,555,641)	(18,202,970)
Reinvestment of distributions to holders of redeemable units	\$ 1,809,983	1,030,663	26,326	22,519	132,094	83,078
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 3,205,190	32,454,260	86,451	(430,272)	(720,590)	4,075,692
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	-	-	-	-	-
From net investment income	\$ (1,439,289)	(843,600)	(23,796)	(19,917)	(125,119)	(79,206)
Return of capital	\$ -	-	-	-	-	-
	\$ (1,439,289)	(843,600)	(23,796)	(19,917)	(125,119)	(79,206)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 3,205,190	32,454,370	86,452	(430,272)	(720,591)	4,075,706
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 110,861,348	107,656,158	1,492,428	1,405,976	8,666,837	9,387,428
Redeemable Unit Transactions						
Balance - beginning of period	10,765,606	7,520,180	140,598	183,625	938,742	531,173
Units issued	25,127,426	20,409,646	40,871	5,553	2,670,296	2,219,558
Units issued on reinvestment of distributions	180,998	103,066	2,633	2,252	13,209	8,308
Units redeemed	(24,987,905)	(17,267,286)	(34,859)	(50,832)	(2,755,564)	(1,820,297)
Balance - end of period	11,086,125	10,765,606	149,243	140,598	866,683	938,742

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

Sun Life Money Market Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series I		Series O		Total	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 3,255,117,923	2,920,972,675	5,552,515	3,446,196	3,379,120,000	3,006,768,629
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 57,266,939	46,166,386	62,278	68,446	58,917,421	47,177,679
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 932,406,968	961,614,660	8,551,248	19,268,894	1,219,344,141	1,207,231,126
Redemption of redeemable units	\$ (1,405,423,569)	(673,635,860)	(11,112,326)	(17,315,232)	(1,694,319,172)	(882,335,244)
Reinvestment of distributions to holders of redeemable units	\$ 57,266,880	46,166,572	133,990	152,657	59,369,273	47,455,489
Capitalized distributions	\$ -	-	-	-	-	-
	\$ (415,749,721)	334,145,372	(2,427,088)	2,106,319	(415,605,758)	372,351,371
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	-	-	-	-	-
From net investment income	\$ (57,266,939)	(46,166,510)	(62,278)	(68,446)	(58,917,421)	(47,177,679)
Return of capital	\$ -	-	-	-	-	-
	\$ (57,266,939)	(46,166,510)	(62,278)	(68,446)	(58,917,421)	(47,177,679)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (415,749,721)	334,145,248	(2,427,088)	2,106,319	(415,605,758)	372,351,371
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 2,839,368,202	3,255,117,923	3,125,427	5,552,515	2,963,514,242	3,379,120,000
Redeemable Unit Transactions						
Balance - beginning of period	325,511,785	292,097,248	555,252	344,620	337,911,983	300,676,846
Units issued	93,240,697	96,161,466	855,125	1,926,889	121,934,415	120,723,112
Units issued on reinvestment of distributions	5,726,688	4,616,657	13,399	15,266	5,936,927	4,745,549
Units redeemed	(140,542,357)	(67,363,586)	(1,111,233)	(1,731,523)	(169,431,918)	(88,233,524)
Balance - end of period	283,936,813	325,511,785	312,543	555,252	296,351,407	337,911,983

Statements of Cash Flows

For the periods ended December 31

	2019	2018		2019	2018
	(\$)	(\$)		(\$)	(\$)
Cash Flows from Operating Activities			Net Cash Provided by (Used in)		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	58,917,421	47,177,679	Operating Activities	475,312,261	(321,041,621)
Adjustments for:			Cash Flows from Financing Activities		
Net realized (gain) loss on sale of investments	-	-	Distributions paid to holders of redeemable units, net of reinvested distributions	455,728	(88,306)
Change in unrealized (appreciation) depreciation in value of investments	-	-	Proceeds from redeemable units issued	1,219,337,810	1,207,231,126
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-	Redemption of redeemable units	(1,694,313,593)	(882,331,964)
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-	Net Cash Provided by (Used in)		
Change in unrealized (appreciation) depreciation in option contracts	-	-	Financing Activities	(474,520,055)	324,810,856
Change in unrealized (appreciation) depreciation in value of swaps	-	-	Net increase (decrease) in cash	792,206	3,769,235
Non-cash income distributions from underlying funds	-	-	Cash (bank indebtedness) at beginning of period	1,084,892	(2,684,343)
Change in margin	-	-	Cash (bank indebtedness) at end of period	1,877,098	1,084,892
Purchases of investments	-	-	Dividends received, net of withholding taxes	-	-
Proceeds from sale of investments	-	-	Interest received, net of withholding taxes	64,453,694	40,477,917
Purchases of short-term investments	(16,329,702,193)	(14,263,066,796)	Interest paid	-	-
Proceeds from sale of short-term investments	16,741,378,805	13,902,191,800			
Change in dividends and interest receivable	4,713,958	(7,351,324)			
Change in distributions receivable from underlying funds	-	-			
Change in management fees payable	2,998	7,284			
Change in other payables and accrued expenses	1,272	(264)			

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

Sun Life Money Market Fund (continued)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.660%	6-Feb-2020	155,200,000	154,543,528	154,543,528	
Canadian Treasury Bill	1.668%	20-Feb-2020	200,150,000	199,260,292	199,260,292	
Canadian Treasury Bill	1.662%	5-Mar-2020	7,400,000	7,373,878	7,373,878	
Canadian Treasury Bill	1.660%	19-Mar-2020	110,100,000	109,614,762	109,614,762	
Canadian Treasury Bill	1.656%	2-Apr-2020	158,600,000	157,905,625	157,905,625	
Canadian Treasury Bill	1.685%	14-May-2020	107,500,000	106,688,915	106,688,915	
Canadian Treasury Bill	1.725%	11-Jun-2020	100,500,000	99,660,371	99,660,371	
Canadian Treasury Bill	1.750%	15-Oct-2020	100,000,000	98,289,550	98,289,550	
Province of Manitoba	1.765%	5-Feb-2020	35,000,000	34,847,050	34,847,050	
Province of Manitoba	1.763%	12-Feb-2020	23,700,000	23,604,489	23,604,489	
Province of Manitoba	1.856%	4-Mar-2020	39,800,000	39,645,178	39,645,178	
Province of Manitoba	1.847%	11-Mar-2020	41,700,000	41,524,026	41,524,026	
Province of Ontario	1.736%	2-Jan-2020	37,900,000	37,738,925	37,738,925	
Province of Ontario	1.763%	5-Feb-2020	33,600,000	33,464,592	33,464,592	
Province of Ontario	1.764%	25-Mar-2020	25,500,000	25,363,065	25,363,065	
Province of Ontario	1.736%	8-Apr-2020	39,000,000	38,668,110	38,668,110	
Province of Quebec	1.786%	17-Jan-2020	36,800,000	36,658,688	36,658,688	
Province of Quebec	1.753%	21-Feb-2020	71,200,000	70,890,992	70,890,992	
Province of Quebec	1.765%	28-Feb-2020	23,300,000	23,198,179	23,198,179	
Province of Quebec	1.714%	20-Mar-2020	20,000,000	19,835,600	19,835,600	
				1,358,775,815	1,358,775,815	45.85
Bankers' Acceptances						
Bank of Montreal	1.999%	31-Jan-2020	117,200,000	117,001,932	117,001,932	
Canadian Imperial Bank of Commerce	1.834%	29-Jan-2020	22,500,000	22,403,475	22,403,475	
Canadian Imperial Bank of Commerce	1.834%	14-Feb-2020	44,800,000	44,603,328	44,603,328	
Canadian Imperial Bank of Commerce	1.846%	28-Feb-2020	22,300,000	22,201,434	22,201,434	
JPMorgan Chase Bank, N.A.	1.834%	8-Jan-2020	12,700,000	12,672,060	12,672,060	
JPMorgan Chase Bank, N.A.	1.842%	10-Jan-2020	18,900,000	18,858,231	18,858,231	
JPMorgan Chase Bank, N.A.	1.878%	14-Jan-2020	9,900,000	9,883,269	9,883,269	
JPMorgan Chase Bank, N.A.	1.945%	15-Jan-2020	19,800,000	19,714,254	19,714,254	
JPMorgan Chase Bank, N.A.	1.853%	16-Jan-2020	26,800,000	26,749,884	26,749,884	
JPMorgan Chase Bank, N.A.	1.874%	17-Jan-2020	32,700,000	32,638,900	32,638,900	
National Bank of Canada	1.951%	27-Jan-2020	117,200,000	117,006,620	117,006,620	
Royal Bank of Canada	1.834%	15-Jan-2020	28,200,000	28,070,562	28,070,562	
Royal Bank of Canada	1.834%	13-Feb-2020	25,500,000	25,385,505	25,385,505	
Royal Bank of Canada	1.845%	23-Mar-2020	21,000,000	20,810,160	20,810,160	
Royal Bank Of Canada	1.845%	14-Aug-2020	39,080,000	38,381,640	38,381,640	
Royal Bank of Canada	1.825%	25-Aug-2020	14,000,000	13,750,380	13,750,380	
The Bank of Nova Scotia	1.864%	28-Feb-2020	59,100,000	58,842,324	58,842,324	
The Bank of Nova Scotia	1.854%	4-Mar-2020	67,100,000	65,819,670	65,819,670	
The Toronto-Dominion Bank	1.834%	15-Jan-2020	14,900,000	14,833,844	14,833,844	
The Toronto-Dominion Bank	1.987%	31-Jan-2020	46,700,000	46,621,544	46,621,544	
The Toronto-Dominion Bank	1.906%	6-Jul-2020	56,010,000	54,968,214	54,968,214	
				811,217,230	811,217,230	27.37
Discount Commercial Paper						
Honda Canada Finance Inc.	1.865%	2-Jan-2020	15,500,000	15,356,780	15,356,780	
Honda Canada Finance Inc.	1.835%	3-Jan-2020	17,000,000	16,874,520	16,874,520	
Honda Canada Finance Inc.	1.846%	8-Jan-2020	9,500,000	9,431,030	9,431,030	
Honda Canada Finance Inc.	1.856%	30-Jan-2020	8,800,000	8,735,320	8,735,320	
Honda Canada Finance Inc.	1.846%	3-Feb-2020	5,000,000	4,957,250	4,957,250	
Honda Canada Finance Inc.	1.855%	18-Feb-2020	12,700,000	12,641,072	12,641,072	
Honda Canada Finance Inc.	1.884%	26-Mar-2020	15,300,000	15,162,821	15,162,821	
Honda Canada Finance Inc.	1.884%	27-Mar-2020	17,000,000	16,847,340	16,847,340	
Honda Canada Finance Inc.	1.876%	1-Apr-2020	10,000,000	9,908,100	9,908,100	
Honda Canada Finance Inc.	1.886%	13-Apr-2020	10,800,000	10,700,748	10,700,748	
Honda Canada Finance Inc.	1.884%	11-May-2020	4,200,000	4,161,864	4,161,864	
Imperial Oil Limited	1.775%	9-Jan-2020	53,430,000	53,396,339	53,396,339	
Nestle Capital Canada Ltd.	1.825%	7-Jan-2020	53,500,000	53,276,905	53,276,905	
Nestle Capital Canada Ltd.	1.833%	14-Jan-2020	17,900,000	17,824,999	17,824,999	
Nestle Capital Canada Ltd.	1.833%	6-Feb-2020	38,790,000	38,627,470	38,627,470	
Nestle Capital Canada Ltd.	1.867%	20-Feb-2020	12,100,000	12,055,714	12,055,714	
Toyota Credit Canada Inc.	1.886%	9-Apr-2020	18,510,000	18,256,968	18,256,968	

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

Sun Life Money Market Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Toyota Credit Canada Inc.	1.905%	12-Jun-2020	41,800,000	41,222,742	41,222,742	
Toyota Credit Canada Inc.	1.895%	11-Aug-2020	67,900,000	66,963,659	66,963,659	
				426,401,641	426,401,641	14.39
Promissory Notes						
Province of Alberta	1.763%	4-Feb-2020	48,000,000	47,806,560	47,806,560	
Province of Alberta	1.761%	18-Feb-2020	22,850,000	22,750,374	22,750,374	
Province of Alberta	1.773%	25-Feb-2020	44,300,000	44,105,523	44,105,523	
Province of British Columbia	1.765%	24-Jan-2020	29,500,000	29,385,245	29,385,245	
Province of British Columbia	1.755%	4-Mar-2020	52,100,000	51,847,554	51,847,554	
				195,895,256	195,895,256	6.61
Bearer Deposit Notes						
Canadian Imperial Bank of Commerce	1.886%	2-Apr-2020	37,000,000	36,654,420	36,654,420	
Manulife Bank of Canada	1.886%	5-Jun-2020	27,700,000	27,441,282	27,441,282	
Manulife Bank of Canada	1.895%	9-Jul-2020	20,010,000	19,639,815	19,639,815	
Manulife Bank of Canada	1.906%	15-Jul-2020	35,000,000	34,349,000	34,349,000	
Manulife Bank of Canada	1.906%	20-Jul-2020	43,700,000	42,891,550	42,891,550	
				160,976,067	160,976,067	5.43
Total Investments				2,953,266,009	2,953,266,009	99.65
Transaction Costs				-	-	-
Total Investments				2,953,266,009	2,953,266,009	99.65
Other Assets less Liabilities					10,248,233	0.35
Total Net Assets					2,963,514,242	100.00

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Money Market Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Fund invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	62.76	64.24
AA/Aa	36.89	35.34
Total	99.65	99.58

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 holds assets and liabilities, including cash and cash equivalents that are denominated primarily in the Canadian Dollar, the functional currency of the Fund. As a result, the Fund did not have any significant exposure to currency risk.

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	2,953,266,009	-	-	2,953,266,009
December 31, 2018	3,364,942,621	-	-	3,364,942,621

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

Sun Life Money Market Fund (continued)

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$6,517,876 (\$6,496,315 as at December 31, 2018). 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 Fund.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Treasury Bills	45.9	43.8
Bankers' Acceptances	27.4	19.4
Discount Commercial Paper	14.4	13.2
Promissory Notes	6.6	12.4
Bearer Deposit Notes	5.4	10.8
Other Assets less Liabilities	0.3	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, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Short-Term Investments	-	2,953,266,009	-	2,953,266,009

	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Short-Term Investments	-	3,364,942,621	-	3,364,942,621

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	September 10, 2010	October 01, 2010
Series D Units	September 10, 2010	March 30, 2012
Series F Units	September 10, 2010	October 01, 2010
Series I Units	September 10, 2010	October 01, 2010
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life Multi-Strategy Bond Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	347,157,870	354,795,021
Short-term investments	1,170,024	1,045,706
Cash	3,020,627	1,085,804
Margin	66,327	46,124
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	719	-
Unrealized appreciation on currency forward contracts	4,303	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	735,275
Accrued interest	454,325	461,774
Dividends receivable	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	1,058,413	751
	352,932,608	358,170,455
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	9,166
Unrealized depreciation on currency forward contracts	-	22,256
Unrealized depreciation on swaps	-	-
Accrued expenses	4,037	3,719
Redemptions payable	457	1,048,856
Distributions payable	-	-
Due to investment dealers	739,389	15,768
Management fees payable	1,428	1,123
Total liabilities (excluding net assets attributable to holders of redeemable units)	745,311	1,100,888
Net Assets Attributable to Holders of Redeemable Units	352,187,297	357,069,567
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	3,804,418	3,118,995
Series F	389,172	483,978
Series I	347,388,102	353,049,285
Series O	605,605	417,309
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	9.97	9.63
Series F	10.03	9.67
Series I	9.97	9.63
Series O	10.13	9.79

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	-	-
Interest income for distribution purposes	2,786,971	3,070,056
Distributions from underlying funds	7,486,006	8,467,446
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	2,591,257	(3,062,994)
Net realized gain (loss) on futures contracts	(14,786)	28,588
Net realized gain (loss) on currency forward contracts	13,154	78,032
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	10,092,333	(2,538,114)
Change in unrealized appreciation (depreciation) in value of futures contracts	9,885	(46,151)
Change in unrealized appreciation (depreciation) in currency forward contracts	26,559	(22,256)
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	22,991,379	5,974,607
Net gain (loss) on foreign exchange	(1,210)	(53,445)
Other income	-	178
Total income (loss)	22,990,169	5,921,340
Expenses (note 5)		
Management fees	41,724	40,288
Fixed annual administration fees	124,914	124,763
Independent review committee fees	52	75
Withholding tax	191	-
Transaction costs (note 2)	-	2,824
Total operating expenses	166,881	167,950
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	22,823,288	5,753,390
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	22,823,288	5,753,390
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	158,155	9,091
Series F	27,142	3,561
Series I	22,607,859	5,735,352
Series O	30,132	5,386
Weighted Average Number of Units Outstanding		
Series A	345,844	335,944
Series F	42,844	50,304
Series I	35,854,421	36,935,943
Series O	53,145	34,538
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	0.46	0.03
Series F	0.63	0.07
Series I	0.63	0.16
Series O	0.57	0.16

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

Sun Life Multi-Strategy Bond Fund (continued)

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

For the periods ended December 31

	Series A		Series F		Series I	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 3,118,995	3,092,710	483,978	534,348	353,049,285	365,523,799
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 158,155	9,091	27,142	3,561	22,607,859	5,735,352
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 1,833,949	921,131	297,815	80,814	23,470,395	13,131,198
Redemption of redeemable units	\$ (1,308,163)	(903,937)	(419,760)	(134,745)	(51,739,452)	(31,341,064)
Reinvestment of distributions to holders of redeemable units	\$ 53,920	56,834	8,382	11,096	10,145,295	11,331,245
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 579,706	74,028	(113,563)	(42,835)	(18,123,762)	(6,878,621)
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	-	-	-	-	-
From net investment income	\$ (52,436)	(56,834)	(8,385)	(11,096)	(10,144,877)	(11,331,245)
Return of capital	\$ (2)	-	-	-	(403)	-
	\$ (52,438)	(56,834)	(8,385)	(11,096)	(10,145,280)	(11,331,245)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 685,423	26,285	(94,806)	(50,370)	(5,661,183)	(12,474,514)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 3,804,418	3,118,995	389,172	483,978	347,388,102	353,049,285
Redeemable Unit Transactions						
Balance - beginning of period	323,989	316,693	50,026	54,511	36,658,683	37,370,311
Units issued	184,281	94,943	28,944	8,300	2,349,886	1,362,338
Units issued on reinvestment of distributions	5,394	6,107	836	1,146	1,015,248	1,174,997
Units redeemed	(131,952)	(93,754)	(41,023)	(13,931)	(5,164,476)	(3,248,963)
Balance - end of period	381,712	323,989	38,783	50,026	34,859,341	36,658,683

	Series O		Total	
	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 417,309	257,429	357,069,567	369,408,286
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 30,132	5,386	22,823,288	5,753,390
Redeemable Unit Transactions				
Proceeds from redeemable units issued	\$ 237,332	226,099	25,839,491	14,359,242
Redemption of redeemable units	\$ (79,168)	(71,605)	(53,546,543)	(32,451,351)
Reinvestment of distributions to holders of redeemable units	\$ 14,855	10,855	10,222,452	11,410,030
Capitalized distributions	\$ -	-	-	-
	\$ 173,019	165,349	(17,484,600)	(6,682,079)
Distributions to Holders of Redeemable Units				
From capital gains	\$ -	-	-	-
From net investment income	\$ (14,854)	(10,855)	(10,220,552)	(11,410,030)
Return of capital	\$ (1)	-	(406)	-
	\$ (14,855)	(10,855)	(10,220,958)	(11,410,030)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 188,296	159,880	(4,882,270)	(12,338,719)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 605,605	417,309	352,187,297	357,069,567
Redeemable Unit Transactions				
Balance - beginning of period	42,634	25,895	37,075,332	37,767,410
Units issued	23,546	23,015	2,586,657	1,488,596
Units issued on reinvestment of distributions	1,459	1,108	1,022,937	1,183,358
Units redeemed	(7,845)	(7,384)	(5,345,296)	(3,364,032)
Balance - end of period	59,794	42,634	35,339,630	37,075,332

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

Sun Life Multi-Strategy Bond Fund (continued)

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	22,823,288	5,753,390
Adjustments for:		
Net realized (gain) loss on sale of investments	(2,591,257)	3,062,994
Change in unrealized (appreciation) depreciation in value of investments	(10,092,333)	2,538,114
Change in unrealized (appreciation) depreciation in value of futures contracts	(9,885)	46,151
Change in unrealized (appreciation) depreciation in currency forward contracts	(26,559)	22,256
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	(7,486,006)	(8,467,446)
Change in margin	(20,203)	113,569
Purchases of investments	(213,534,010)	(349,155,754)
Proceeds from sale of investments	242,799,653	358,143,557
Purchases of short-term investments	(24,649,763)	(53,439,782)
Proceeds from sale of short-term investments	24,525,445	57,626,721
Change in dividends and interest receivable	7,449	17,389
Change in distributions receivable from underlying funds	-	432,221
Change in management fees payable	305	(1)
Change in other payables and accrued expenses	318	579
Net Cash Provided by (Used in) Operating Activities	31,746,442	16,693,958
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	1,494	-
Proceeds from redeemable units issued	24,781,829	15,303,612
Redemption of redeemable units	(54,594,942)	(31,403,347)
Net Cash Provided by (Used in) Financing Activities	(29,811,619)	(16,099,735)
Net increase (decrease) in cash	1,934,823	594,223
Cash (bank indebtedness) at beginning of period	1,085,804	491,581
Cash (bank indebtedness) at end of period	3,020,627	1,085,804
Dividends received, net of withholding taxes	-	-
Interest received, net of withholding taxes	2,794,420	3,087,445
Interest paid	-	-

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

Sun Life Multi-Strategy Bond Fund (continued)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.726%	5-Mar-2020	20,000	19,913	19,913	
				19,913	19,913	0.01
Bankers' Acceptances						
Canadian Imperial Bank of Commerce	2.629%	21-Jan-2020	40,000	39,830	39,830	
Canadian Imperial Bank of Commerce	2.215%	21-Jan-2020	70,000	69,689	69,689	
Royal Bank of Canada	4.015%	3-Jan-2020	20,000	19,906	19,906	
Royal Bank of Canada	2.031%	18-Feb-2020	475,000	472,912	472,912	
The Toronto-Dominion Bank	3.285%	9-Jan-2020	45,000	44,798	44,798	
The Toronto-Dominion Bank	2.393%	15-Jan-2020	65,000	64,758	64,758	
				711,893	711,893	0.20
Bearer Deposit Notes						
Firstbank	2.191%	23-Jan-2020	440,000	438,218	438,218	
				438,218	438,218	0.12
Total Short-Term Investments				1,170,024	1,170,024	0.33
BONDS						
Federal Bonds						
Canada Housing Trust No 1	2.900%	15-Jun-2024	4,310,000	4,556,531	4,481,552	
Canada Housing Trust No 1	1.500%	1-Sep-2024	558,000	555,948	553,471	
Canadian Government Bond	1.000%	1-Jun-2027	632,000	617,996	600,533	
Canadian Government Bond	2.250%	1-Jun-2029	639,000	679,075	669,586	
Canadian Government Bond	5.750%	1-Jun-2033	431,000	639,981	636,563	
Canadian Government Bond	5.750%	1-Jun-2033	539,000	809,781	796,073	
Canadian Government Bond	0.525%	1-Dec-2050	2,023,000	2,245,331	2,221,210	
Canadian Government Bond	3.000%	15-Jun-2028	388,000	388,000	409,834	
				10,492,643	10,368,822	2.94
Provincial Bonds						
Province of Alberta	2.350%	1-Jun-2025	1,433,000	1,428,851	1,448,802	
Province of Alberta	2.200%	1-Jun-2026	125,000	120,634	124,885	
Province of Alberta	2.900%	1-Dec-2028	182,000	181,347	189,845	
Province of Alberta	3.300%	1-Dec-2046	206,000	207,945	232,036	
Province of Alberta	3.050%	1-Dec-2048	106,000	105,182	115,180	
Province of British Columbia	4.300%	18-Jun-2042	56,000	71,098	73,680	
Province of Ontario	2.850%	2-Jun-2023	1,772,000	1,839,264	1,825,415	
Province of Ontario	2.600%	8-Sep-2023	244,000	249,539	249,419	
Province of Ontario	3.500%	2-Jun-2024	20,526,000	21,689,523	21,801,447	
Province of Ontario	2.600%	2-Jun-2025	1,531,000	1,583,134	1,570,864	
Province of Ontario	2.400%	2-Jun-2026	223,000	227,043	226,166	
Province of Ontario	2.600%	2-Jun-2027	7,740,000	8,096,007	7,929,805	
Province of Ontario	2.900%	2-Jun-2028	545,000	573,422	570,571	
Province of Ontario	2.700%	2-Jun-2029	223,000	233,403	230,542	
Province of Ontario	5.850%	8-Mar-2033	193,000	268,675	266,736	
Province of Ontario	4.700%	2-Jun-2037	3,098,000	3,811,041	4,048,086	
Province of Ontario	4.650%	2-Jun-2041	1,326,000	1,782,581	1,787,068	
Province of Ontario	3.500%	2-Jun-2043	210,000	225,540	245,759	
Province of Ontario	3.450%	2-Jun-2045	518,000	594,985	606,860	
Province of Ontario	2.900%	2-Dec-2046	640,000	701,869	686,508	
Province of Ontario	2.900%	2-Jun-2049	1,102,000	1,173,582	1,193,394	
Province of Quebec	3.500%	1-Dec-2022	204,000	209,712	213,309	
Province of Quebec	3.000%	1-Sep-2023	270,000	282,069	280,064	
Province of Quebec	6.250%	1-Jun-2032	272,000	390,285	383,402	
Province of Quebec	5.000%	1-Dec-2041	138,000	196,952	195,774	
Province of Quebec	4.250%	1-Dec-2043	600,000	794,250	788,580	
Province of Quebec	3.500%	1-Dec-2045	1,356,000	1,586,887	1,614,861	
Province of Quebec	3.500%	1-Dec-2048	6,723,000	7,780,386	8,138,723	
Province of Saskatchewan	2.650%	2-Jun-2027	960,000	951,440	984,172	
				57,356,646	58,021,953	16.48

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

Sun Life Multi-Strategy Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Municipal Bonds						
City of Toronto Canada	3.200%	1-Aug-2048	352,000	351,124	384,528	
				351,124	384,528	0.11
Corporate Bonds						
AltaGas Ltd.	4.500%	15-Aug-2044	87,000	88,177	90,242	
Bank of Montreal	1.610%	28-Oct-2021	1,289,000	1,242,192	1,278,186	
Bank of Montreal	2.270%	11-Jul-2022	213,000	207,594	213,647	
Bank of Montreal	2.890%	20-Jun-2023	125,000	128,878	127,832	
Bank of Montreal	2.850%	6-Mar-2024	647,000	653,534	656,851	
Bank of Montreal	2.280%	29-Jul-2024	1,178,000	1,176,543	1,167,303	
Bank of Nova Scotia	1.900%	2-Dec-2021	897,000	869,168	893,785	
Bank of Nova Scotia	2.360%	8-Nov-2022	1,827,000	1,826,994	1,836,145	
Bank of Nova Scotia	2.380%	1-May-2023	803,000	802,880	803,608	
Bank of Nova Scotia	2.490%	23-Sep-2024	897,000	897,136	895,435	
Bank of Nova Scotia	4.650%	31-Dec-2049	182,000	217,574	239,051	
Brookfield Renewable Partners ULC	4.290%	5-Nov-2049	111,000	110,819	112,601	
Canadian Imperial Bank of Commerce	2.900%	14-Sep-2021	901,000	900,973	913,111	
Canadian Imperial Bank of Commerce	2.300%	11-Jul-2022	936,000	919,545	939,117	
Canadian Imperial Bank of Commerce	2.430%	9-Jun-2023	599,000	598,838	599,965	
Canadian Imperial Bank of Commerce	3.290%	15-Jan-2024	679,000	693,737	700,407	
Canadian Imperial Bank of Commerce	2.350%	28-Aug-2024	1,579,000	1,576,847	1,566,685	
Canadian Imperial Bank of Commerce	3.450%	4-Apr-2028	176,000	173,420	180,533	
Capital Power Corp.	4.986%	23-Jan-2026	244,000	244,000	261,477	
Capital Power Corp.	4.424%	8-Feb-2030	118,000	117,979	120,011	
Choice Properties Real Estate Investment Trust	4.293%	8-Feb-2024	546,000	586,610	576,277	
Choice Properties Real Estate Investment Trust	3.546%	10-Jan-2025	875,000	869,138	899,982	
Choice Properties Real Estate Investment Trust	4.055%	24-Nov-2025	450,000	472,642	474,424	
CU Inc.	4.543%	24-Oct-2041	595,000	677,774	735,351	
CU Inc.	3.805%	10-Sep-2042	136,000	138,512	152,617	
CU Inc.	4.085%	2-Sep-2044	229,000	266,140	269,260	
CU Inc.	3.964%	27-Jul-2045	68,000	72,218	78,909	
CU Inc.	3.950%	23-Nov-2048	427,000	495,870	499,401	
CU Inc.	2.963%	7-Sep-2049	95,000	93,048	93,459	
Empire Life Insurance Co.	3.383%	16-Dec-2026	287,000	287,000	291,821	
Empire Life Insurance Co.	3.664%	15-Mar-2028	356,000	356,871	367,210	
Enbridge Gas Inc.	2.370%	9-Aug-2029	269,000	268,906	265,382	
Enbridge Gas Inc.	4.000%	22-Aug-2044	195,000	225,428	226,077	
Enbridge Inc.	4.240%	27-Aug-2042	142,000	145,387	148,186	
Enbridge Inc.	4.570%	11-Mar-2044	213,000	232,803	233,396	
Enbridge Inc.	5.375%	27-Sep-2077	600,000	578,027	602,002	
Enbridge Pipelines Inc.	4.330%	22-Feb-2049	175,000	178,006	196,177	
ENMAX Corp.	3.331%	2-Jun-2025	276,000	275,989	279,659	
EPCOR Utilities Inc.	3.106%	8-Jul-2049	148,000	146,202	149,330	
Federation des Caisses Desjardins du Quebec	2.417%	4-Oct-2024	136,000	136,000	135,273	
First Capital Realty Inc.	3.604%	6-May-2026	75,000	74,802	76,004	
FortisBC Energy Inc.	6.000%	2-Oct-2037	67,000	94,914	94,929	
FortisBC Energy Inc.	3.850%	7-Dec-2048	59,000	69,150	68,824	
FortisBC Energy Inc.	2.820%	9-Aug-2049	146,000	145,912	141,508	
FortisBC Inc.	4.000%	28-Oct-2044	91,000	97,247	105,176	
General Motors Financial of Canada Ltd.	3.250%	7-Nov-2023	265,000	265,716	265,617	
Hydro One Inc.	3.020%	5-Apr-2029	229,000	228,663	238,114	
Hydro One Inc.	7.350%	3-Jun-2030	644,000	923,387	905,841	
Hydro One Inc.	6.930%	1-Jun-2032	225,000	321,514	319,864	
Hydro One Inc.	4.390%	26-Sep-2041	124,000	141,170	150,140	
Hydro One Inc.	4.590%	9-Oct-2043	82,000	95,104	102,961	
Hydro One Inc.	3.910%	23-Feb-2046	204,000	213,644	235,003	
Hydro One Inc.	5.000%	19-Oct-2046	113,000	139,025	153,176	
Hydro One Inc.	3.720%	18-Nov-2047	233,000	255,296	261,970	
iA Financial Corp Inc.	3.072%	24-Sep-2031	238,000	238,000	239,093	
Intact Financial Corp.	2.850%	7-Jun-2027	265,000	246,556	264,958	
Loblaws Cos Ltd.	6.500%	22-Jan-2029	249,000	313,064	309,577	
National Bank of Canada	2.545%	12-Jul-2024	151,000	150,733	151,194	
National Bank of Canada	2.580%	3-Feb-2025	150,000	149,996	150,088	
Northern Courier Pipeline LP	3.365%	30-Jun-2042	91,665	91,665	91,518	
Northwestern Hydro Acquisition Co II LP	3.877%	31-Dec-2036	444,000	453,679	472,824	

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

Sun Life Multi-Strategy Bond Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Yield	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Nova Scotia Power Inc.	4.500%	20-Jul-2043	43,000	51,763	52,086	
Nova Scotia Power Inc.	3.571%	5-Apr-2049	261,000	277,432	278,988	
Plenary Properties LTAP LP	6.288%	31-Jan-2044	56,523	73,997	74,901	
Royal Bank of Canada	3.296%	26-Sep-2023	2,603,000	2,612,196	2,685,616	
Royal Bank of Canada	2.352%	2-Jul-2024	1,117,000	1,117,000	1,111,518	
Royal Bank of Canada	2.609%	1-Nov-2024	1,325,000	1,331,994	1,331,117	
Saputo Inc.	2.876%	19-Nov-2024	190,000	190,000	190,880	
Sea To Sky Highway Investment LP	2.629%	31-Aug-2030	113,954	114,084	112,604	
Toronto-Dominion Bank	3.005%	30-May-2023	372,000	383,313	381,928	
Toronto-Dominion Bank	2.850%	8-Mar-2024	35,000	35,922	35,576	
Toronto-Dominion Bank	2.496%	2-Dec-2024	752,000	751,277	752,218	
TransCanada Pipelines Ltd.	3.690%	19-Jul-2023	240,000	243,106	250,086	
TransCanada PipeLines Ltd.	8.050%	17-Feb-2039	152,000	238,994	237,374	
TransCanada PipeLines Ltd.	4.550%	15-Nov-2041	300,000	315,247	332,810	
TransCanada PipeLines Ltd.	4.350%	6-Jun-2046	338,000	343,530	366,607	
TransCanada PipeLines Ltd.	4.180%	3-Jul-2048	1,208,000	1,245,957	1,281,567	
TransCanada Trust	4.650%	18-May-2077	700,000	670,356	680,212	
				34,654,804	35,224,652	10.00
Total Bonds				102,855,217	103,999,955	29.53

	Number of Units	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
PH&N Bond Fund, Series O	12,083,972	125,902,870	125,809,855	
Sun Life BlackRock Canadian Universe Bond Fund, Series I	9,835,414	105,467,581	105,366,793	
Templeton Global Bond Fund, Series O	1,039,175	12,667,752	11,981,267	
Total Mutual Funds		244,038,203	243,157,915	69.04
Total Investments		348,063,444	348,327,894	98.90
Unrealized appreciation/(depreciation) on currency forward contracts ⁽¹⁾			4,303	-
Unrealized appreciation/(depreciation) on futures contracts ⁽²⁾			719	-
Other Assets less Liabilities			3,854,381	1.10
Total Net Assets			352,187,297	100.00

(1) Unrealized appreciation/(depreciation) on currency forward contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
Royal Bank of Canada	A-1+	18-Mar-2020	CAD	228,596	USD	(173,000)	4,303
							4,303

(2) Unrealized appreciation/(depreciation) on futures contracts

Name of Future	Contracted Value (\$)	Expiry Date	Numbers of Contracts	Contracted Price	Current Value (\$)	Unrealized Appreciation/(Depreciation) (\$)
CBOT 5YR US T-NOTE FUTURES	(154,526)	31-Mar-2020	(1)	119	(153,807)	719
					(153,807)	719

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

Sun Life Multi-Strategy Bond Fund (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Multi-Strategy Bond Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the 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 underlying funds.

The Fund invests in financial assets which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	3.30	11.39
AA/Aa	4.56	4.45
A/A	18.73	8.78
BBB/Bbb	3.27	2.20
Not rated	-	0.50
Total	29.86	27.32

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 holds assets and liabilities, either directly or indirectly through underlying funds, including cash and cash equivalents. It 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 underlying funds.

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	1,170,024	49,864,054	54,135,901	105,169,979
December 31, 2018	1,045,706	44,439,572	52,110,851	97,596,129

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$12,293,866 (\$11,043,576 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(iii) Other market risk

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

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Multi-Strategy Bond Fund (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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Bankers' Acceptances	0.2	0.2
Bearer Deposit Notes	0.1	0.1
Bonds		
Federal Bonds	2.9	11.1
Provincial Bonds	16.5	8.3
Municipal Bonds	0.1	0.1
Corporate Bonds	10.0	7.5
Foreign Bonds	-	0.1
Mutual Funds		
Canadian Fixed Income	65.7	64.8
Global Fixed Income	3.4	7.5
Derivative Assets (Liabilities)	-	-
Other Assets less Liabilities	1.1	0.3
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Bonds	-	103,999,955	-	103,999,955
Short-Term Investments	-	1,170,024	-	1,170,024
Mutual Funds	243,157,915	-	-	243,157,915
Currency Forward Contracts	-	4,303	-	4,303
Futures Contracts	719	-	-	719

	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Bonds	-	96,550,423	-	96,550,423
Short-Term Investments	-	1,045,706	-	1,045,706
Mutual Funds	258,244,598	-	-	258,244,598
Financial Liabilities				
Currency Forward Contracts	-	22,256	-	22,256
Futures Contracts	9,166	-	-	9,166

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Bonds

Bonds include primarily government and corporate bonds, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the bonds have been classified as Level 2.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Mutual Funds

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

Derivative Assets and Liabilities

Derivative assets and liabilities consist of futures contracts and foreign currency forward contracts. Futures contracts are classified as Level 1 and are marked to market each valuation day according to the gain or loss that would have been realized if the contracts had been closed out. Gains or losses arising from futures contracts are recorded as unrealized gain (loss) on futures contracts and shown as an asset (liability) on the Statements of Financial Position until the contracts are closed out or expire, at which time the gains (losses) are realized.

Forward contracts are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$nil (\$2,824 for the period ended December 31, 2018).

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$9,878,100 (\$12,299,555 as at December 31, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

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

Sun Life Multi-Strategy Bond Fund (continued)

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the “Manager”) is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

December 31, 2019		
	Units	Market Value (\$)
Series F	-	-

December 31, 2018		
	Units	Market Value (\$)
Series F	1,075	10,400

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

December 31, 2019			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F	11	11,004	87

December 31, 2018			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series F	25	-	232

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds (“underlying funds”) to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund’s net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund’s interests in underlying funds are reported at fair value in “investments” in its Statements of Financial Position and its Schedule of Investments, which represents the Fund’s maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	August 24, 2011	September 01, 2011
Series F Units	August 25, 2011	September 01, 2011
Series I Units	August 24, 2011	September 01, 2011
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life NWQ Flexible Income Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	442,760,994	164,695,697
Short-term investments	-	-
Cash	22,584,082	3,108,803
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	6,390,456	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	-
Accrued interest	5,392,625	1,923,611
Dividends receivable	347,956	159,731
Distributions receivable from underlying funds	-	-
Subscriptions receivable	843,324	375,091
	478,319,437	170,262,933
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	119,152	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	2,107,037
Unrealized depreciation on swaps	-	-
Accrued expenses	8,827	2,936
Redemptions payable	450,082	98,729
Distributions payable	-	-
Due to investment dealers	879,317	-
Management fees payable	1,298	1,057
Total liabilities (excluding net assets attributable to holders of redeemable units)	1,458,676	2,209,759
Net Assets Attributable to Holders of Redeemable Units	476,860,761	168,053,174
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	2,517,145	2,372,813
Series F	464,659	209,025
Series I	473,192,955	164,917,316
Series O	686,002	554,020
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	9.08	8.30
Series F	9.21	8.37
Series I	9.93	8.94
Series O	9.31	8.37

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	3,388,993	3,706,509
Interest income for distribution purposes	9,823,552	9,349,168
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	(454,542)	(811,880)
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	2,586,888	(11,425,302)
Net realized gain (loss) on option contracts	64,689	12,905
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	10,528,544	(1,443,273)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	8,497,493	(9,066,654)
Change in unrealized appreciation (depreciation) in option contracts	(57,075)	134,603
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	34,378,542	(9,543,924)
Net gain (loss) on foreign exchange	(1,087,430)	1,036,853
Other income	-	-
Total income (loss)	33,291,112	(8,507,071)
Expenses (note 5)		
Management fees	39,698	41,136
Fixed annual administration fees	130,777	129,868
Independent review committee fees	40	66
Withholding tax	454,673	443,352
Transaction costs (note 2)	69,050	74,843
Total operating expenses	694,238	689,265
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	32,596,874	(9,196,336)
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	32,596,874	(9,196,336)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	346,641	(157,647)
Series F	59,165	(13,498)
Series I	32,097,673	(8,997,860)
Series O	93,395	(27,331)
Weighted Average Number of Units Outstanding		
Series A	278,038	295,886
Series F	48,235	25,114
Series I	23,196,910	22,620,996
Series O	68,328	62,350
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	1.25	(0.53)
Series F	1.23	(0.54)
Series I	1.38	(0.40)
Series O	1.37	(0.44)

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

Sun Life NWQ Flexible Income Fund (continued)

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

For the periods ended December 31

	Series A		Series F		Series I	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 2,372,813	2,749,209	209,025	89,495	164,917,316	292,672,367
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 346,641	(157,647)	59,165	(13,498)	32,097,673	(8,997,860)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 600,055	400,876	389,396	282,893	361,843,501	112,652,818
Redemption of redeemable units	\$ (796,260)	(610,147)	(192,947)	(149,865)	(85,665,535)	(231,410,009)
Reinvestment of distributions to holders of redeemable units	\$ 119,637	153,753	22,335	15,385	12,470,192	15,548,356
Capitalized distributions	\$ -	-	-	-	-	-
	\$ (76,568)	(55,518)	218,784	148,413	288,648,158	(103,208,835)
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	(25,701)	-	(1,373)	-	(2,858,083)
From net investment income	\$ (111,085)	(137,530)	(19,714)	(14,012)	(11,016,095)	(12,690,273)
Return of capital	\$ (14,656)	-	(2,601)	-	(1,454,097)	-
	\$ (125,741)	(163,231)	(22,315)	(15,385)	(12,470,192)	(15,548,356)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 144,332	(376,396)	255,634	119,530	308,275,639	(127,755,051)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 2,517,145	2,372,813	464,659	209,025	473,192,955	164,917,316
Redeemable Unit Transactions						
Balance - beginning of period	285,845	292,427	24,975	9,411	18,441,823	29,072,081
Units issued	67,244	43,704	44,974	30,551	36,955,360	11,639,460
Units issued on reinvestment of distributions	13,516	17,199	2,488	1,722	1,286,642	1,619,188
Units redeemed	(89,386)	(67,485)	(21,991)	(16,709)	(9,039,642)	(23,888,906)
Balance - end of period	277,219	285,845	50,446	24,975	47,644,183	18,441,823

	Series O		Total	
	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 554,020	567,413	168,053,174	296,078,484
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 93,395	(27,331)	32,596,874	(9,196,336)
Redeemable Unit Transactions				
Proceeds from redeemable units issued	\$ 147,638	96,310	362,980,590	113,432,897
Redemption of redeemable units	\$ (109,051)	(82,372)	(86,763,793)	(232,252,393)
Reinvestment of distributions to holders of redeemable units	\$ 30,754	46,845	12,642,918	15,764,339
Capitalized distributions	\$ -	-	-	-
	\$ 69,341	60,783	288,859,715	(103,055,157)
Distributions to Holders of Redeemable Units				
From capital gains	\$ -	(5,201)	-	(2,890,358)
From net investment income	\$ (27,168)	(41,644)	(11,174,062)	(12,883,459)
Return of capital	\$ (3,586)	-	(1,474,940)	-
	\$ (30,754)	(46,845)	(12,649,002)	(15,773,817)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 131,982	(13,393)	308,807,587	(128,025,310)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 686,002	554,020	476,860,761	168,053,174
Redeemable Unit Transactions				
Balance - beginning of period	66,166	59,399	18,818,809	29,433,318
Units issued	16,178	10,396	37,083,756	11,724,111
Units issued on reinvestment of distributions	3,411	5,265	1,306,057	1,643,374
Units redeemed	(12,055)	(8,894)	(9,163,074)	(23,981,994)
Balance - end of period	73,700	66,166	48,045,548	18,818,809

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

Sun Life NWQ Flexible Income Fund (continued)

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	32,596,874	(9,196,336)
Adjustments for:		
Net realized (gain) loss on sale of investments	454,542	811,880
Change in unrealized (appreciation) depreciation in value of investments	(10,528,544)	1,443,273
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	(8,497,493)	9,066,654
Change in unrealized (appreciation) depreciation in option contracts	57,075	(134,603)
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	-	-
Change in margin	-	(16)
Purchases of investments	(353,096,487)	(84,151,834)
Proceeds from sale of investments	85,979,202	196,658,318
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	(3,657,239)	923,352
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	241	85
Change in other payables and accrued expenses	73,275	67,556
Net Cash Provided by (Used in) Operating Activities	(256,618,554)	115,488,329
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(6,084)	(9,478)
Proceeds from redeemable units issued	362,512,357	113,487,381
Redemption of redeemable units	(86,412,440)	(232,317,366)
Net Cash Provided by (Used in) Financing Activities	276,093,833	(118,839,463)
Net increase (decrease) in cash	19,475,279	(3,351,134)
Cash (bank indebtedness) at beginning of period	3,108,803	6,459,937
Cash (bank indebtedness) at end of period	22,584,082	3,108,803
Dividends received, net of withholding taxes	2,746,095	3,355,238
Interest received, net of withholding taxes	6,354,538	10,180,439
Interest paid	-	-

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

Sun Life NWQ Flexible Income Fund (continued)

Schedule of Investments

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
BONDS						
Corporate Bonds						
AK Steel Corp.	7.500%	15-Jul-2023	1,200,000	1,623,671	1,622,877	
Alliance Data Systems Corp.	4.750%	15-Dec-2024	2,175,000	2,863,350	2,820,426	
Ally Financial Inc.	8.000%	15-Mar-2020	1,225,000	1,704,832	1,603,210	
Ally Financial Inc.	7.500%	15-Sep-2020	4,875,000	6,735,743	6,561,157	
Altria Group Inc.	5.800%	14-Feb-2039	3,000,000	4,343,345	4,584,868	
Amkor Technology Inc.	6.625%	15-Sep-2027	2,500,000	3,531,565	3,576,106	
Broadcom Corp. / Broadcom Cayman Finance Ltd.	3.875%	15-Jan-2027	3,775,000	4,910,053	5,089,341	
Broadcom Inc.	4.750%	15-Apr-2029	375,000	498,756	532,212	
CenturyLink Inc.	7.650%	15-Mar-2042	1,970,000	2,335,517	2,684,711	
Cooper-Standard Automotive Inc.	5.625%	15-Nov-2026	1,000,000	1,180,346	1,225,877	
DISH DBS Corp.	6.750%	1-Jun-2021	1,500,000	2,077,294	2,050,683	
Emera Inc.	6.750%	15-Jun-2076	5,250,000	7,586,665	7,703,304	
Lam Research Corp.	4.875%	15-Mar-2049	2,775,000	4,226,669	4,513,231	
Liberty Interactive LLC	8.500%	15-Jul-2029	4,725,000	6,436,864	6,090,968	
MEDNAX Inc.	6.250%	15-Jan-2027	2,695,000	3,584,804	3,590,928	
Molina Healthcare Inc.	4.875%	15-Jun-2025	75,000	101,980	100,214	
NextEra Energy Partners LP	1.500%	15-Sep-2020	2,250,000	3,028,441	3,049,622	
Phillips 66	4.650%	15-Nov-2034	3,615,000	5,324,895	5,517,639	
Qwest Corp.	6.875%	15-Sep-2033	1,300,000	1,723,090	1,695,887	
Stevens Holding Co., Inc.	6.125%	1-Oct-2026	1,100,000	1,544,036	1,562,428	
Symantec Corp.	4.200%	15-Sep-2020	1,600,000	2,141,904	2,099,702	
Transcanada Trust	5.875%	15-Aug-2076	1,555,000	2,179,183	2,173,362	
Twin River Worldwide Holdings Inc.	6.750%	1-Jun-2027	1,105,000	1,522,635	1,497,885	
ViaSat Inc.	5.625%	15-Sep-2025	1,200,000	1,609,378	1,606,025	
XPO CNW Inc.	6.700%	1-May-2034	1,700,000	2,193,439	2,244,640	
				75,008,455	75,797,303	15.90
Foreign Bonds						
Albertsons Cos LLC / Safeway Inc. / New Albertson's Inc.	6.625%	15-Jun-2024	5,075,000	6,907,872	6,904,451	
American Axel & Manufacturing Inc.	6.500%	1-Apr-2027	250,000	324,824	337,163	
American Axle & Manufacturing Inc.	6.250%	1-Apr-2025	2,600,000	3,397,689	3,517,650	
Anheuser-Busch InBev Finance Inc.	4.900%	1-Feb-2046	2,900,000	4,400,483	4,448,925	
ArcelorMittal	7.250%	15-Oct-2039	2,075,000	3,100,007	3,285,136	
Ashland Inc.	6.875%	15-May-2043	2,775,000	4,113,721	4,132,615	
Ashtead Capital Inc.	4.000%	1-May-2028	800,000	1,055,778	1,050,366	
Avantor Inc.	9.000%	1-Oct-2025	1,580,000	2,339,093	2,293,936	
Bank of America Corp.	6.100%	31-Dec-2049	2,354,000	3,427,505	3,402,106	
Bank of America Corp.	6.500%	31-Dec-2049	2,575,000	3,653,893	3,792,295	
Blue Cube Spinco Inc.	9.750%	15-Oct-2023	2,025,000	3,011,360	2,830,237	
Blue Cube Spinco LLC	10.000%	15-Oct-2025	3,100,000	4,585,573	4,453,486	
Capital One Financial Corp.	5.550%	31-Dec-2049	3,175,000	4,237,513	4,179,282	
Centene Corp.	6.125%	15-Feb-2024	1,500,000	2,055,932	2,020,495	
Centene Corp.	5.375%	1-Jun-2026	3,325,000	4,662,929	4,583,754	
Centene Corp.	4.625%	15-Dec-2029	250,000	331,961	341,434	
Cheniere Corpus Christi Holdings LLC	5.125%	30-Jun-2027	3,175,000	4,573,084	4,557,835	
CIT Group Inc.	6.125%	9-Mar-2028	3,175,000	4,761,441	4,869,989	
CIT Group Inc.	5.800%	31-Dec-2049	1,250,000	1,660,383	1,666,151	
Citigroup Inc.	6.250%	31-Dec-2049	6,000,000	8,724,834	8,847,619	
CVR Partners LP / CVR Nitrogen Finance Corp.	9.250%	15-Jun-2023	1,105,000	1,527,915	1,499,773	
Dana Financing Luxembourg Sarl	6.500%	1-Jun-2026	925,000	1,290,600	1,285,435	
Dana Holding Corp.	5.500%	15-Dec-2024	3,100,000	4,194,429	4,143,872	
Dell International LLC / EMC Corp.	6.020%	15-Jun-2026	895,000	1,355,564	1,337,053	
Delta Air Lines Inc.	3.750%	28-Oct-2029	3,375,000	4,406,152	4,377,662	
Diamond Sports Group LLC / Diamond Sports Finance Co.	5.375%	15-Aug-2026	1,000,000	1,365,792	1,314,158	
Diamond Sports Group LLC / Diamond Sports Finance Co.	6.625%	15-Aug-2027	1,275,000	1,731,705	1,610,945	
DISH DBS Corp.	7.750%	1-Jul-2026	1,625,000	2,277,954	2,236,261	
Donnelley Financial Solutions Inc.	8.250%	15-Oct-2024	2,275,000	3,161,324	3,025,078	
Edison International	5.750%	15-Jun-2027	1,600,000	2,269,441	2,333,096	
Encompass Health Corp.	5.750%	1-Nov-2024	949,000	1,283,908	1,247,024	
Encompass Health Corp.	5.750%	15-Sep-2025	2,020,000	2,790,839	2,751,489	
Enviva Partners LP / Enviva Partners Finance Corp.	6.500%	15-Jan-2026	1,050,000	1,397,502	1,461,158	
EQT Midstream Partners LP	5.500%	15-Jul-2028	3,300,000	4,303,893	4,209,625	
EQT Midstream Partners LP	6.500%	15-Jul-2048	1,765,000	2,327,631	2,149,567	
Ford Motor Co.	7.450%	16-Jul-2031	1,500,000	2,357,525	2,313,463	

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

Sun Life NWQ Flexible Income Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
GCI Inc.	6.875%	15-Apr-2025	3,027,000	4,129,423	4,113,334	
General Motors Co.	6.600%	1-Apr-2036	4,865,000	7,386,588	7,457,226	
General Motors Financial Co., Inc.	6.500%	31-Dec-2049	1,650,000	2,139,547	2,217,773	
Goldman Sachs Group Inc	5.300%	31-Dec-2049	2,225,000	3,070,000	3,104,255	
Greystar Real Estate Partners LLC	5.750%	1-Dec-2025	1,650,000	2,264,360	2,225,198	
Harsco Corp.	5.750%	31-Jul-2027	1,200,000	1,663,809	1,663,149	
HAT Holdings I LLC / HAT Holdings II LLC	5.250%	15-Jul-2024	1,110,000	1,526,698	1,516,160	
HCA Inc.	7.500%	15-Feb-2022	3,600,000	5,255,490	5,166,772	
Hewlett Packard Enterprise Co.	6.350%	15-Oct-2045	7,075,000	10,458,296	11,063,903	
JPMorgan Chase & Co.	6.750%	29-Aug-2049	4,575,000	6,651,923	6,703,654	
Kennedy-Wilson Inc.	5.875%	1-Apr-2024	1,550,000	2,071,821	2,065,213	
L Brands Inc.	6.950%	1-Mar-2033	250,000	342,326	268,377	
L Brands Inc.	6.875%	1-Nov-2035	2,775,000	3,310,833	3,227,022	
Liberty Interactive LLC	4.000%	15-Nov-2029	1,250,000	1,097,946	1,138,707	
Liberty Interactive LLC	3.750%	15-Feb-2030	1,850,000	1,597,571	1,664,295	
Liberty Mutual Group Inc.	7.800%	15-Mar-2037	575,000	907,359	985,421	
McDonald's Corp.	4.875%	9-Dec-2045	4,525,000	6,927,278	7,084,156	
Navient Corp.	8.000%	25-Mar-2020	971,000	1,330,808	1,274,296	
Nexstar Escrow Corp.	5.625%	1-Aug-2024	475,000	647,663	643,418	
Nexstar Escrow Corp.	5.625%	15-Jul-2027	3,725,000	5,191,650	5,099,196	
NextEra Energy Capital Holdings Inc.	5.650%	1-May-2079	3,209,000	4,584,957	4,615,717	
Nordstrom Inc.	5.000%	15-Jan-2044	6,275,000	7,895,946	7,990,933	
PNC Financial Services Group Inc.	6.750%	29-Jul-2049	4,715,000	6,646,211	6,495,995	
Qorvo Inc.	5.500%	15-Jul-2026	3,200,000	4,501,547	4,427,093	
Raymond James Financial Inc.	4.950%	15-Jul-2046	1,775,000	2,629,095	2,695,063	
Seagate HDD Cayman	4.875%	1-Jun-2027	5,030,000	6,742,563	6,937,936	
Select Income Real Estate Investment Trust	4.500%	1-Feb-2025	1,575,000	2,072,777	2,136,617	
Southern Copper Corp.	5.875%	23-Apr-2045	2,800,000	4,150,947	4,564,238	
Tech Data Corp.	4.950%	15-Feb-2027	1,551,000	2,109,749	2,079,098	
Terex Corp.	5.625%	1-Feb-2025	1,200,000	1,625,022	1,608,616	
Trinseo Materials Operating SCA / Trinseo Materials Finance	5.375%	1-Sep-2025	2,065,000	2,595,210	2,684,479	
United Rentals North America Inc.	6.500%	15-Dec-2026	3,450,000	4,943,968	4,925,240	
United States Steel Corp.	6.875%	15-Aug-2025	675,000	899,839	819,036	
United States Steel Corp.	6.250%	15-Mar-2026	1,200,000	1,437,062	1,333,498	
Viacom Inc.	6.875%	30-Apr-2036	5,805,000	9,307,506	10,093,340	
Vistra Operations Co. LLC	5.000%	31-Jul-2027	1,675,000	2,287,620	2,273,770	
Wells Fargo & Co.	5.875%	31-Dec-2049	1,400,000	1,919,313	2,021,237	
Wynn Resorts Finance LLC / Wynn Resorts Capital Corp.	5.125%	1-Oct-2029	1,325,000	1,841,636	1,845,981	
Zions Bancorporation	7.200%	29-Sep-2049	1,425,000	1,988,793	2,038,593	
				247,519,199	249,078,589	52.23
Total Bonds				322,527,654	324,875,892	68.13

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Energy				
Enterprise Products Partners LP	92,000	3,250,039	3,359,510	
		3,250,039	3,359,510	0.70
Industrials				
Delta Air Lines Inc.	15,800	1,131,799	1,198,174	
Siemens AG, ADR	11,920	946,540	1,004,256	
Thales SA	44,100	1,194,343	1,204,921	
		3,272,682	3,407,351	0.71
Consumer Discretionary				
Kingfisher PLC	82,944	776,720	616,304	
		776,720	616,304	0.13
Consumer Staples				
CHS Inc., 7.1%, Preferred	12,703	435,308	448,713	

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

Sun Life NWQ Flexible Income Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
CHS Inc., 6.75%, Preferred	80,909	2,809,242	2,801,326	
CHS Inc., 7.875%, Preferred	56,500	2,066,505	1,995,773	
		5,311,055	5,245,812	1.10
Health Care				
AstraZeneca PLC, Sponsored ADR	53,900	2,806,367	3,484,950	
Bristol-Myers Squibb Co.	62,300	4,298,367	5,185,742	
Change Healthcare Inc.	21,900	1,555,074	1,703,643	
Gilead Sciences Inc.	21,200	1,951,148	1,786,369	
GlaxoSmithKline PLC, ADR	77,300	4,338,745	4,710,212	
		14,949,701	16,870,916	3.54
Financials				
Ares Capital Corp.	97,737	2,292,608	2,363,705	
Athene Holding Ltd.	125,413	4,461,120	4,594,270	
Bank of America Corp.	1,052	1,847,075	1,976,695	
Capital One Financial Corp.	63,100	2,091,450	2,052,984	
Citigroup Inc., 7.125%, Preferred	16,463	594,988	605,012	
CNA Financial Corp.	14,400	863,347	836,745	
Enstar Group Ltd.	96,845	3,387,594	3,506,292	
GMAC Capital Trust I, Series 2, Preferred	61,810	2,048,272	2,087,959	
Huntington Bancshares Inc., Series D, Preferred	60,275	2,048,720	2,032,198	
Ladenburg Thalmann Financial Services Inc., Series A, Preferred	48,090	1,514,023	1,564,004	
Merrill Lynch International & Co CV, Structured Note, 05-20-2020	10,200	747,061	737,277	
Merrill Lynch International & Co CV, Structured Note, 02-25-2020	6,850	2,605,960	2,807,118	
Morgan Stanley, 6.875%, Preferred	85,562	3,216,007	3,139,951	
Morgan Stanley, 7.13%, Preferred	36,544	1,354,325	1,355,781	
National General Holdings Corp., 7.63%, Preferred	30,338	1,024,817	1,017,548	
Wells Fargo & Co., Series L, Preferred	3,375	6,260,031	6,345,960	
		36,357,398	37,023,499	7.76
Information Technology				
Broadcom Inc.	3,675	5,155,026	5,613,673	
		5,155,026	5,613,673	1.18
Communication Services				
Activision Blizzard Inc.	39,100	2,776,187	3,012,763	
United States Cellular Corp., 7.25%, Preferred	102,526	3,537,048	3,460,088	
		6,313,235	6,472,851	1.36
Real Estate				
Apartment Investment & Management Co.	14,506	934,079	971,569	
Digital Realty Trust Inc., Series C, Preferred	24,847	852,263	848,682	
MGM Growth Properties LLC	148,400	5,819,947	5,959,785	
National Storage Affiliates Trust, 8.0%, Preferred, Series A	32,429	1,043,309	1,119,430	
VEREIT Inc., Series F, Preferred	10,902	355,266	360,497	
		9,004,864	9,259,963	1.94
Utilities				
Algonquin Power & Utilities Corp.	94,400	3,325,702	3,460,309	
CenterPoint Energy Inc., 7.0%, Preferred, Series B	65,800	4,451,499	4,158,789	
Entergy Corp.	11,300	1,494,434	1,755,459	
FirstEnergy Corp.	73,500	3,967,543	4,632,113	
NextEra Energy Inc.	10,688	3,119,395	3,356,250	
NextEra Energy Inc., 4.872%, Preferred	5,300	355,379	352,435	
Sempra Energy	37,300	5,380,879	5,759,260	

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

Sun Life NWQ Flexible Income Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Southern Co.	49,900	3,465,989	3,487,746	
Vistra Energy Corp.	102,403	3,378,053	3,052,862	
		28,938,873	30,015,223	6.29
Total Equities		113,329,593	117,885,102	24.71
Transaction Costs		(55,967)		
Total Investments		435,801,280	442,760,994	92.84
Unrealized appreciation/(depreciation) on currency forward contracts ⁽¹⁾			6,390,456	1.34
Option contracts, at fair value ⁽²⁾			(119,152)	(0.02)
Other Assets less Liabilities			27,828,463	5.84
Total Net Assets			476,860,761	100.00

(1) Unrealized appreciation/(depreciation) on currency forward contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
Royal Bank of Canada	A-1+	31-Jan-2020	CAD	419,402,916	USD	(318,705,396)	6,182,310
Royal Bank of Canada	A-1+	31-Jan-2020	CAD	14,116,176	USD	(10,726,871)	208,146
							6,390,456

(2) Option contracts, at fair value

	Expiry Date	Number of Contracts	Average Cost (\$)	Current Value (\$)
ACTIVISION BLIZZARD INC@65 CALL OPT	15-May-2020	(223)	(34,737)	(67,956)
ACTIVISION BLIZZARD INC@65 CALL OPT	15-May-2020	(168)	(26,873)	(51,196)
				(119,152)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life NWQ Flexible Income Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the 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 accompanying notes are an integral part of the financial statements.

Sun Life NWQ Flexible Income Fund (continued)

The Fund invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	1.34	-
AA/Aa	-	0.53
A/A	0.93	0.53
BBB/Bbb	33.66	29.08
BB/Bb	28.04	23.38
B/B	12.51	22.38
Not Rated	6.80	7.42
Total	83.28	83.32

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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. 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, 2019		December 31, 2018	
United States Dollar	37,747,751	7.92	2,525,495	1.51
Total	37,747,751	7.92	2,525,495	1.51

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$1,887,388 (\$126,275 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	14,587,986	37,556,479	272,731,427	324,875,892
December 31, 2018	-	16,176,897	94,773,594	110,950,491

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$51,756,957 (\$18,424,782 as at December 31, 2018). 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 its investment in foreign equities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$5,894,255 (\$2,687,260 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 NWQ Flexible Income Fund (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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Bonds		
Corporate Bonds	15.9	6.5
Foreign Bonds	52.2	59.5
Equities		
Energy	0.7	1.3
Materials	-	0.5
Industrials	0.7	1.1
Consumer Discretionary	0.1	0.5
Consumer Staples	1.1	2.3
Health Care	3.5	2.3
Financials	7.8	11.9
Information Technology	1.2	1.1
Communication Services	1.4	1.6
Real Estate	1.9	3.5
Utilities	6.3	6.0
Derivative Assets (Liabilities)	1.3	(1.3)
Other Assets less Liabilities	5.9	3.2
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Fund's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Equities	106,556,718	10,591,107	737,277	117,885,102
Currency Forward Contracts	-	6,390,456	-	6,390,456
Bonds	-	324,875,892	-	324,875,892
Financial Liabilities				
Option Contracts	119,152	-	-	119,152
December 31, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Financial Assets				
Equities	52,038,632	1,706,574	-	53,745,206
Currency Forward Contracts	-	-	-	-
Bonds	-	110,950,491	-	110,950,491
Financial Liabilities				
Currency Forward Contracts	-	2,107,037	-	2,107,037

The following are transfers in the Fund between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

	Transfers from Level 1 to Level 2 (\$)	Transfers from Level 2 to Level 1 (\$)	Transfers from Level 1 to Level 2 (\$)	Transfers from Level 2 to Level 1 (\$)
	December 31, 2019		December 31, 2018	
Equities	2,703,119	-	-	-

The following is a reconciliation of Level 3 fair value assets as at December 31, 2019 and December 31, 2018.

	December 31, 2019 (\$)	December 31, 2018 (\$)
Opening Balance	-	-
Net purchases and sales	747,061	-
Net transfers in (out)	-	-
Gains (Losses)		
Realized	-	-
Unrealized	(9,784)	-
Closing Balance	737,277	-

The fair value pricing of Level 3 assets is performed by using the last observable market price available. There are no changes in the fair value pricing assumptions of Level 3 assets that would impact the Fund. Other valuation estimates considered were to price the assets at cost or derive the prices indirectly from other observable market prices.

Bonds

Bonds include primarily government and corporate bonds, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the bonds have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of options and foreign currency forward contracts. Option contracts are classified as Level 1, when the option contracts are actively traded and a reliable price is observable. Option contracts are classified as Level 2 when they are not traded on an exchange or no market value is readily available but sufficient and reliable observable market inputs are available and a valuation technique is used.

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

Sun Life NWQ Flexible Income Fund (continued)

Forward contracts are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$69,050 (\$74,843 for the period ended December 31, 2018).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended December 31, 2019 was \$31,559 (\$14,004 for the period ended December 31, 2018).

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$19,938,573 (\$14,037,181 as at December 31, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	January 23, 2014	February 03, 2014
Series F Units	January 23, 2014	February 03, 2014
Series I Units	January 23, 2014	February 03, 2014
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life Opportunistic Fixed Income Fund

(formerly Sun Life Multi-Strategy Target Return Fund)

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	61,238,714	34,423,059
Short-term investments	291,465	-
Cash	5,160,311	45,146,457
Margin - Collateral	631,849	3,880,591
Option contracts, at fair value - long	-	3,045,861
Credit default swaps, sell protection	18,490	-
Unrealized appreciation on futures contracts	88,556	198,004
Unrealized appreciation on currency forward contracts	1,700,547	492,488
Unrealized appreciation on swaps	2,331,110	32,973,237
Due from investment dealers	800,917	15,525
Accrued interest	262,019	57,188
Dividends receivable	2,854	80,076
Distributions receivable from underlying funds	-	-
Subscriptions receivable	43,646	193,526
	72,570,478	120,506,012
Liabilities		
Current Liabilities		
Investments (non-derivative financial liabilities) (note 2)	9,877	-
Bank indebtedness	-	-
Margin	-	145,172
Option contracts, at fair value - short	-	1,349,787
Credit default swaps, buy protection	622,127	-
Unrealized depreciation on futures contracts	91,989	87,442
Unrealized depreciation on currency forward contracts	284,182	1,597,541
Unrealized depreciation on swaps	2,402,530	33,767,059
Accrued expenses	1,428	2,129
Redemptions payable	308,479	5,277
Distributions payable	-	-
Due to investment dealers	9,643,218	45,014
Management fees payable	5,143	9,268
Total liabilities (excluding net assets attributable to holders of redeemable units)	13,368,973	37,008,689
Net Assets Attributable to Holders of Redeemable Units	59,201,505	83,497,323
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	4,763,628	4,380,833
Series F	8,903,255	14,916,835
Series I	45,534,622	64,190,242
Series O	-	9,413
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	9.44	8.89
Series F	9.73	9.12
Series I	9.84	9.18
Series O	-	9.19

Approved on behalf of Trustee

"signed" Jordy Chilcott	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	421,481	460,800
Interest income for distribution purposes	1,451,819	582,759
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	1,457,172	(409,527)
Net realized gain (loss) on futures contracts	312,989	709,553
Net realized gain (loss) on currency forward contracts	1,197,257	684,909
Net realized gain (loss) on option contracts	(2,561,509)	(1,209,524)
Net realized gain (loss) on swaps	66,750	1,023,803
Change in unrealized appreciation (depreciation) in value of investments	734,467	(1,662,994)
Change in unrealized appreciation (depreciation) in value of futures contracts	(113,995)	15,271
Change in unrealized appreciation (depreciation) in currency forward contracts	2,521,418	(1,250,187)
Change in unrealized appreciation (depreciation) in option contracts	2,283,492	(914,023)
Change in unrealized appreciation (depreciation) in value of swaps	118,765	(502,027)
Net gains (losses) on investments	7,890,106	(2,471,187)
Net gain (loss) on foreign exchange	(381,248)	(484,485)
Other income	659	-
Total income (loss)	7,509,517	(2,955,672)
Expenses (note 5)		
Management fees	201,816	555,954
Fixed annual administration fees	57,822	90,962
Independent review committee fees	19,101	683
Withholding tax	67,126	112,010
Transaction costs (note 2)	65,280	79,583
Total operating expenses	411,145	839,192
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	7,098,372	(3,794,864)
Finance Cost		
Interest expense	(469)	(2,945)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	7,097,903	(3,797,809)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	300,132	(320,980)
Series F	1,056,791	(797,451)
Series I	5,740,180	(2,678,929)
Series O	800	(449)
Weighted Average Number of Units Outstanding		
Series A	415,203	586,428
Series F	1,130,012	3,054,051
Series I	6,237,933	4,439,225
Series O	1,023	1,012
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	0.72	(0.55)
Series F	0.94	(0.26)
Series I	0.92	(0.60)
Series O	0.78	(0.44)

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

Sun Life Opportunistic Fixed Income Fund (continued)

(formerly Sun Life Multi-Strategy Target Return Fund)

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

For the periods ended December 31

	Series A		Series F		Series I	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 4,380,833	6,603,340	14,916,835	38,435,874	64,190,242	39,952,070
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 300,132	(320,980)	1,056,791	(797,451)	5,740,180	(2,678,929)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 2,505,150	1,565,168	10,148,096	12,225,331	9,468,499	28,625,834
Redemption of redeemable units	\$ (2,414,278)	(3,466,608)	(17,147,235)	(34,945,870)	(33,864,302)	(1,708,733)
Reinvestment of distributions to holders of redeemable units	\$ 42,492	981	79,310	13,738	1,316,497	1,220,991
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 133,364	(1,900,459)	(6,919,829)	(22,706,801)	(23,079,306)	28,138,092
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	-	-	-	-	-
From net investment income	\$ (50,701)	(1,068)	(128,578)	(14,787)	(1,316,494)	(1,220,991)
Return of capital	\$ -	-	(21,964)	-	-	-
	\$ (50,701)	(1,068)	(150,542)	(14,787)	(1,316,494)	(1,220,991)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 382,795	(2,222,507)	(6,013,580)	(23,519,039)	(18,655,620)	24,238,172
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 4,763,628	4,380,833	8,903,255	14,916,835	45,534,622	64,190,242
Redeemable Unit Transactions						
Balance - beginning of period	492,592	690,425	1,635,295	3,963,913	6,990,992	4,078,217
Units issued	266,888	160,786	1,058,761	1,248,334	973,213	2,953,521
Units issued on reinvestment of distributions	4,523	101	8,192	1,395	134,246	133,238
Units redeemed	(259,305)	(358,720)	(1,787,502)	(3,578,347)	(3,471,893)	(173,984)
Balance - end of period	504,698	492,592	914,746	1,635,295	4,626,558	6,990,992

	Series O		Total	
	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 9,413	9,971	83,497,323	85,001,255
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 800	(449)	7,097,903	(3,797,809)
Redeemable Unit Transactions				
Proceeds from redeemable units issued	\$ -	6	22,121,745	42,416,339
Redemption of redeemable units	\$ (10,214)	(115)	(53,436,029)	(40,121,326)
Reinvestment of distributions to holders of redeemable units	\$ 123	166	1,438,422	1,235,876
Capitalized distributions	\$ -	-	-	-
	\$ (10,091)	57	(29,875,862)	3,530,889
Distributions to Holders of Redeemable Units				
From capital gains	\$ -	-	-	-
From net investment income	\$ (122)	(166)	(1,495,895)	(1,237,012)
Return of capital	\$ -	-	(21,964)	-
	\$ (122)	(166)	(1,517,859)	(1,237,012)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (9,413)	(558)	(24,295,818)	(1,503,932)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ -	9,413	59,201,505	83,497,323
Redeemable Unit Transactions				
Balance - beginning of period	1,024	1,017	9,119,903	8,733,572
Units issued	-	1	2,298,862	4,362,642
Units issued on reinvestment of distributions	12	18	146,973	134,752
Units redeemed	(1,036)	(12)	(5,519,736)	(4,111,063)
Balance - end of period	-	1,024	6,046,002	9,119,903

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

Sun Life Opportunistic Fixed Income Fund (continued)

(formerly Sun Life Multi-Strategy Target Return Fund)

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	7,097,903	(3,797,809)
Adjustments for:		
Net realized (gain) loss on sale of investments	(1,457,172)	409,527
Change in unrealized (appreciation) depreciation in value of investments	(734,467)	1,662,994
Change in unrealized (appreciation) depreciation in value of futures contracts	113,995	(15,271)
Change in unrealized (appreciation) depreciation in currency forward contracts	(2,521,418)	1,250,187
Change in unrealized (appreciation) depreciation in option contracts	(2,283,492)	914,023
Change in unrealized (appreciation) depreciation in value of swaps	(118,765)	502,027
Non-cash income distributions from underlying funds	-	-
Change in margin	3,103,570	(430,445)
Purchases of investments	(181,009,957)	(30,418,902)
Proceeds from sale of investments	168,887,107	22,695,137
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	(127,609)	(18,979)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	(4,125)	(7,014)
Change in other payables and accrued expenses	8,923	19,797
Net Cash Provided by (Used in) Operating Activities	(9,045,507)	(7,234,728)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(79,437)	(1,136)
Proceeds from redeemable units issued	22,271,625	42,298,932
Redemption of redeemable units	(53,132,827)	(40,535,146)
Net Cash Provided by (Used in) Financing Activities	(30,940,639)	1,762,650
Net increase (decrease) in cash	(39,986,146)	(5,472,078)
Cash (bank indebtedness) at beginning of period	45,146,457	50,618,535
Cash (bank indebtedness) at end of period	5,160,311	45,146,457
Dividends received, net of withholding taxes	431,577	312,521
Interest received, net of withholding taxes	1,246,988	600,049
Interest paid	(469)	(2,945)

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

Sun Life Opportunistic Fixed Income Fund (continued)

(formerly Sun Life Multi-Strategy Target Return Fund)

Schedule of Investments

As at December 31, 2019

	Yield	Maturity Date	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
United States Treasury Bill	2.224%	14-Jan-2020	225,000	295,971	291,465	
Total Short-Term Investments				295,971	291,465	0.49

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
BONDS						
Federal Bonds - Long						
Argentina POM Politica Monetaria	26.250%	21-Jun-2020	8,360,000	235,873	122,671	
Bonos de la Tesoreria de la Republica en pesos	4.500%	1-Mar-2026	45,000,000	93,644	86,799	
Brazil Notas do Tesouro Nacional Serie F	10.000%	1-Jan-2023	730	271,631	273,246	
Canadian Government Real Return Bond	6.610%	1-Dec-2026	285,000	566,630	562,844	
Colombian TES	7.500%	26-Aug-2026	390,400,000	170,073	168,651	
Czech Republic Government Bond	2.400%	17-Sep-2025	1,860,000	113,331	111,651	
Deutsche Bundesrepublik Inflation Linked Bond	0.530%	15-Apr-2030	1,140,000	2,152,467	2,088,906	
Hellenic Republic Government Bond	0.000%	15-Oct-2042	71,825,000	432,792	393,522	
Hungary Government Bond	5.500%	24-Jun-2025	20,410,000	109,781	111,065	
Indonesia Treasury Bond	8.375%	15-Sep-2026	9,792,000,000	939,815	985,485	
Indonesia Treasury Bond	7.000%	15-May-2027	2,835,000,000	250,997	264,437	
Indonesia Treasury Bond	8.250%	15-May-2029	7,709,000,000	745,115	777,876	
Indonesia Treasury Bond	8.375%	15-Mar-2034	6,026,000,000	563,678	603,690	
Israel Government Bond - CPI Linked	1.015%	31-May-2045	560,000	197,657	237,080	
Japanese Government CPI Linked Bond	0.101%	10-Mar-2029	268,500,000	3,446,955	3,314,978	
Malaysia Government Bond	3.955%	15-Sep-2025	520,000	169,514	170,798	
Mexican Bonos	5.750%	5-Mar-2026	41,692	260,181	271,522	
Mexico Government International Bond	5.625%	19-Mar-2014	100,000	173,819	190,088	
New Zealand Government Bond	3.000%	20-Apr-2029	720,000	701,897	703,112	
Peruvian Government International Bond	5.940%	12-Feb-2029	235,000	101,377	103,972	
Republic of Poland Government Bond	2.250%	25-Oct-2024	670,000	233,076	233,997	
Republic of South Africa Government Bond - CPI Linked	2.191%	31-Mar-2029	8,296,000	752,911	788,733	
Romania Government Bond	3.250%	29-Apr-2024	250,000	74,631	74,326	
Romanian Government International Bond	3.875%	29-Oct-2035	45,000	71,744	76,258	
Russian Federal Bond - OFZ	7.150%	12-Nov-2025	10,680,000	232,321	234,727	
Russian Federal Bond - OFZ	6.900%	23-May-2029	52,855,000	1,034,125	1,163,649	
Russian Federal Inflation Linked Bond	3.020%	16-Aug-2023	43,020,000	1,028,366	1,072,770	
Russian Federal Inflation Linked Bond	2.670%	2-Feb-2028	88,870,000	1,812,165	1,931,751	
South Africa Government Bond	7.000%	28-Feb-2031	3,055,000	234,324	240,020	
Thailand Government Bond	1.308%	12-Mar-2028	4,585,000	205,430	203,777	
Thailand Government Bond	4.875%	22-Jun-2029	4,490,000	251,085	252,408	
Turkey Government Bond	7.100%	8-Mar-2023	540,000	76,602	104,372	
United States Treasury Inflation Indexed Bonds	0.677%	15-Jan-2026	2,810,000	4,093,298	4,068,022	
United States Treasury Inflation Indexed Bonds	0.252%	15-Jul-2029	460,000	613,377	606,114	
United States Treasury Inflation Indexed Bonds	0.820%	15-Feb-2045	175,000	248,974	257,383	
United States Treasury Inflation Indexed Bonds	0.933%	15-Feb-2047	735,000	1,040,448	1,089,702	
Uruguay Government International Bond	8.500%	15-Mar-2028	155,000	5,003	4,659	
				23,705,107	23,945,061	40.45

Federal Bonds - Shorts						
Japanese Government CPI Linked Bond	0.101%	10-Mar-2029	(800,000)	(10,046)	(9,877)	
			(800,000)	(10,046)	(9,877)	(0.02)

Corporate Bonds						
1011778 BC ULC	1.750%	19-Nov-2026	182,452	244,807	237,155	
AlixPartners LLP	2.750%	4-Apr-2024	198,469	266,969	259,235	
Altria Group Inc.	3.125%	15-Jun-2031	100,000	158,654	162,887	
American Builders & Contractors Supply Co Inc.	3.823%	15-Jan-2027	200,000	260,274	261,052	
Antero Midstream Partners LP / Antero Midstream Finance Corp.	5.375%	15-Sep-2024	80,000	90,990	96,478	
Antero Midstream Partners LP / Antero Midstream Finance Corp.	5.750%	1-Mar-2027	180,000	179,511	205,848	
Apple Inc.	3.450%	9-Feb-2045	10,000	13,618	13,692	
Aramark Services Inc.	1.750%	10-Dec-2026	100,000	132,169	130,526	
ASP Unifrax Holdings Inc.	3.750%	14-Dec-2025	248,120	321,216	296,573	
Asurion LLC	2.750%	3-Nov-2023	248,044	334,676	323,948	
AXA SA	3.375%	6-Jul-2047	100,000	166,235	167,036	

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

Sun Life Opportunistic Fixed Income Fund (continued)

(formerly Sun Life Multi-Strategy Target Return Fund)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Barclays PLC	3.125%	17-Jan-2024	100,000	172,572	180,582	
Beacon Roofing Supply Inc.	2.250%	2-Jan-2025	198,485	265,648	258,966	
Belron Finance US LLC	2.500%	13-Nov-2025	248,120	335,434	323,760	
Berlin Packaging LLC	3.000%	7-Nov-2025	48,868	64,414	63,076	
Blackhawk Network Holdings Inc.	3.000%	15-Jun-2025	248,111	332,486	322,340	
Brand Industrial Services Inc.	5.250%	21-Jun-2024	148,855	191,296	192,786	
Brookfield WEC Holdings Inc.	4.500%	1-Aug-2025	99,497	130,790	130,111	
Caesars Resort Collection LLC	2.750%	22-Dec-2024	248,101	334,334	322,764	
Callon Petroleum Co.	6.375%	1-Jul-2026	5,000	6,278	6,597	
Carrizo Oil & Gas Inc.	6.250%	15-Apr-2023	235,000	301,650	310,020	
Centennial Resource Production LLC	5.375%	15-Jan-2026	55,000	68,753	70,276	
Centennial Resource Production LLC	6.875%	1-Apr-2027	105,000	136,117	141,921	
Change Healthcare Holdings LLC	3.750%	1-Mar-2024	156,996	206,426	204,601	
CIRCOR International Inc.	4.500%	11-Dec-2024	220,553	297,210	287,610	
Clear Channel Outdoor Holdings Inc.	3.500%	9-Aug-2026	114,713	151,131	149,829	
Crown Finance US Inc.	2.500%	28-Feb-2025	216,186	288,243	280,656	
CSC Holdings LLC	2.250%	17-Jul-2025	248,724	330,786	323,563	
Dun & Bradstreet Corp.	5.000%	1-Feb-2026	165,000	215,733	216,103	
Eagle Materials Inc.	4.500%	1-Aug-2026	20,000	27,333	26,933	
Flex Acquisition Co Inc.	4.000%	29-Dec-2023	181,700	237,043	234,294	
Formula One Management Ltd.	3.500%	1-Feb-2024	250,000	331,638	326,265	
General Motors Co.	6.750%	1-Apr-2046	235,000	358,949	358,012	
Gentiva Health Services Inc.	3.750%	21-Jun-2025	154,219	204,515	201,296	
Golden Entertainment Inc.	3.750%	20-Oct-2024	200,000	270,044	260,566	
Hostess Brands LLC	3.000%	3-Aug-2025	313,490	417,654	408,804	
HUB International Ltd.	5.586%	25-Apr-2025	248,111	327,874	322,048	
Inflation Linked Korea Treasury Bond	1.771%	10-Jun-2028	187,470,000	226,743	225,182	
Installed Building Products Inc.	2.250%	15-Apr-2025	200,000	263,831	260,404	
ION Media Networks Inc.	3.000%	22-Dec-2024	183,067	237,854	238,628	
Korea Treasury Bond	1.875%	10-Jun-2029	529,590,000	611,431	603,140	
Laredo Petroleum Inc.	6.250%	15-Mar-2023	245,000	303,479	298,773	
Matador Resources Co.	5.875%	15-Sep-2026	75,000	97,871	97,745	
McKesson Corp.	3.125%	17-Feb-2029	100,000	173,998	177,212	
Medallion Midland Acquisition LLC	4.250%	30-Oct-2024	99,241	132,486	127,725	
Nationwide Building Society	2.000%	25-Jul-2029	100,000	148,224	151,469	
Nexstar Broadcasting Inc.	2.750%	20-Jun-2026	235,000	308,990	306,866	
NFP Corp.	3.000%	8-Jan-2024	100,000	130,990	129,362	
Nokia OYJ	6.625%	15-May-2039	245,000	353,963	369,528	
Nostrum Oil & Gas Finance BV	8.000%	25-Jul-2022	200,000	187,281	127,081	
Oasis Petroleum Inc.	2.625%	15-Sep-2023	78,000	76,045	79,526	
PDC Energy Inc.	1.125%	15-Sep-2021	370,000	454,320	452,900	
PDC Energy Inc.	5.750%	15-May-2026	35,000	44,233	45,387	
Pitney Bowes Inc.	5.500%	18-Dec-2024	145,000	184,469	186,412	
Playtika Holding Corp.	7.000%	3-Dec-2024	100,000	130,297	131,296	
QEP Resources Inc.	5.375%	1-Oct-2022	125,000	162,906	163,360	
Quikrete Holdings Inc.	2.750%	15-Nov-2023	100,000	129,129	130,427	
Reynolds Group Holdings Inc.	2.750%	5-Feb-2023	248,082	333,470	323,109	
Sedgwick Claims Management Services Inc.	3.250%	5-Nov-2025	248,120	332,265	322,353	
SFR Group SA	3.000%	31-Jan-2026	198,985	256,376	258,839	
Southern Copper Corp.	5.875%	23-Apr-2045	15,000	23,361	24,451	
Southwestern Energy Co.	7.500%	1-Apr-2026	165,000	195,935	198,456	
Southwestern Energy Co.	7.750%	1-Oct-2027	90,000	108,536	108,389	
Sprint Communications Inc.	3.250%	3-Feb-2024	248,087	329,100	319,454	
SS&C Technologies Holdings Europe Sarl	2.500%	16-Apr-2025	90,841	122,415	118,760	
SS&C Technologies Inc.	2.500%	16-Apr-2025	131,019	176,558	171,287	
Sunshine Luxembourg VII Sarl	5.250%	17-Jul-2026	115,000	149,417	150,737	
Telefonica Europe BV	5.875%	31-Dec-2049	100,000	174,943	170,339	
Tempo Acquisition LLC	3.000%	1-May-2024	99,490	130,634	130,008	
Terrier Media Buyer Inc.	4.250%	12-Dec-2026	110,000	144,382	144,248	
TransDigm Inc.	2.500%	9-Jun-2023	248,106	330,989	323,306	
UGI Energy Services LLC	3.750%	13-Aug-2026	99,500	131,460	129,994	
United States Steel Corp.	6.250%	15-Mar-2026	105,000	120,517	116,681	
US Foods Inc.	2.000%	27-Jun-2023	248,072	333,692	323,245	
VICI Properties 1 LLC	2.000%	22-Dec-2024	150,000	195,167	195,700	

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

Sun Life Opportunistic Fixed Income Fund (continued)

(formerly Sun Life Multi-Strategy Target Return Fund)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
WEX Inc.	2.250%	17-May-2026	198,500	267,346	259,416	
Zelis Payments Buyer Inc.	4.750%	30-Sep-2026	125,000	163,764	163,192	
				16,552,337	16,332,596	27.59
Mortgage-Backed Securities						
Americredit Automobile Receivables Trust 2016-4	2.740%	8-Dec-2022	300,000	406,774	391,591	
AmeriCredit Automobile Receivables Trust 2017-2	3.420%	18-Apr-2023	300,000	411,498	395,920	
BANK 2017-BNKK4	3.777%	15-May-2050	125,000	180,204	171,401	
CarMax Auto Owner Trust 2017-2	3.390%	16-Oct-2023	155,000	209,121	203,116	
CarMax Auto Owner Trust 2017-3	3.460%	16-Oct-2023	286,000	383,929	375,861	
CarMax Auto Owner Trust 2017-4	3.300%	15-May-2024	155,000	209,162	203,642	
CarMax Auto Owner Trust 2018-1	3.370%	15-Jul-2024	165,000	223,504	217,527	
COMM 2012-CCRE2 Mortgage Trust	2.752%	15-Aug-2045	487,000	213,011	206,301	
COMM 2013-LC6 Mortgage Trust	3.282%	10-Jan-2046	300,000	411,887	398,289	
COMM 2014-LC15 Mortgage Trust	4.198%	10-Apr-2047	300,000	427,550	413,791	
COMM 2015-CCRE26 Mortgage Trust	3.373%	10-Oct-2048	77,000	105,283	103,273	
Commercial Mortgage Pass Through Certificates	2.822%	15-Nov-2045	295,000	385,755	378,745	
CSAIL 2018-CX12 Commercial Mortgage Trust	0.617%	15-Aug-2051	1,100,000	66,412	60,998	
Drive Auto Receivables Trust	4.300%	16-Sep-2024	300,000	416,723	399,140	
Drive Auto Receivables Trust 2018-1	3.810%	15-May-2024	300,000	412,287	395,532	
Drive Auto Receivables Trust 2019-1	3.780%	15-Apr-2025	180,000	240,543	237,509	
Drive Auto Receivables Trust 2019-4	2.510%	17-Nov-2025	65,000	85,518	84,417	
Fannie Mae	5.000%	15-Jan-2036	225,000	318,431	311,964	
Fannie Mae	4.000%	25-Jan-2039	175,000	240,468	236,044	
Fannie Mae or Freddie Mac	2.500%	1-Jan-2027	2,525,000	3,376,838	3,304,473	
Fannie Mae or Freddie Mac	3.000%	25-May-2027	310,000	422,353	412,026	
Fannie Mae or Freddie Mac	3.000%	1-Jan-2041	1,302,000	1,748,098	1,712,504	
Fannie Mae Pool	3.500%	1-Jan-2040	140,000	190,678	186,771	
Fannie Mae REMICS	5.500%	25-Aug-2038	100,000	25,534	24,560	
Fannie Mae REMICS	6.500%	25-Mar-2045	150,000	24,605	22,364	
Fannie Mae REMICS	6.500%	25-Jun-2045	225,000	24,359	20,834	
Freddie Mac REMICS	3.500%	15-Jan-2033	375,000	26,880	24,146	
Freddie Mac REMICS	6.000%	15-Jan-2036	100,000	28,188	26,329	
Freddie Mac Structured Agency Credit Risk Debt Notes	5.792%	25-Aug-2024	250,000	229,416	224,375	
Freddie Mac Structured Agency Credit Risk Debt Notes	5.892%	25-Aug-2024	250,000	224,716	270,383	
Freddie Mac Structured Agency Credit Risk Debt Notes	5.592%	25-Mar-2025	250,000	228,581	224,638	
Freddie Mac Structured Agency Credit Risk Debt Notes	8.142%	25-Sep-2028	250,000	398,189	357,176	
Freddie Mac Structured Agency Credit Risk Debt Notes	2.992%	25-Aug-2029	560,000	109,707	106,866	
Freddie Mac Structured Agency Credit Risk Debt Notes	2.592%	25-Dec-2029	400,000	129,843	124,613	
Freddie Mac Structured Agency Credit Risk Debt Notes	2.542%	25-Mar-2030	355,000	256,035	245,686	
Ginnie Mae	4.000%	1-Jan-2049	5,000	6,833	6,711	
Ginnie Mae	3.000%	15-Jan-2049	1,176,000	1,589,150	1,566,853	
GM Financial Automobile Leasing Trust 2018-3	3.700%	20-Jul-2022	275,000	376,768	361,789	
GM Financial Automobile Leasing Trust 2019-2	3.120%	20-Mar-2023	200,000	269,500	262,686	
Government National Mortgage Association	5.000%	16-Feb-2040	350,000	26,792	24,044	
Government National Mortgage Association	5.000%	16-May-2044	225,000	26,328	24,116	
Government National Mortgage Association	5.500%	16-Nov-2046	175,000	29,733	25,405	
JPMBB Commercial Mortgage Securities Trust 2014-C23	4.202%	15-Sep-2047	275,000	389,334	380,591	
Santander Drive Auto Receivables Trust 2018-1	3.320%	15-Mar-2024	315,000	421,862	412,918	
Santander Drive Auto Receivables Trust 2018-4	3.980%	15-Dec-2025	230,000	311,109	305,365	
Santander Drive Auto Receivables Trust 2019-3	2.490%	15-Oct-2025	240,000	317,843	312,599	
SLM Student Loan Trust	3.440%	25-Apr-2023	1,755,000	301,821	291,419	
SLM Student Loan Trust 2008-2	2.690%	25-Apr-2023	323,000	196,885	189,262	
SLM Student Loan Trust 2008-5	3.640%	25-Jul-2023	300,000	124,236	118,735	
SLM Student Loan Trust 2008-6	3.040%	25-Jul-2023	195,000	195,082	187,628	
UBS-Barclays Commercial Mortgage Trust 2013-C5	3.185%	10-Feb-2023	285,000	388,280	379,356	
WFRBS Commercial Mortgage Trust 2012-C9	2.870%	15-Nov-2045	345,000	404,072	396,782	
				18,167,708	17,719,064	29.93
Total Bonds				58,415,106	57,986,844	97.95

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

Sun Life Opportunistic Fixed Income Fund (continued)

(formerly Sun Life Multi-Strategy Target Return Fund)

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Industrials				
Safran SA, Preferred	186	23,902	37,268	
		23,902	37,268	0.06
Total Equities		23,902	37,268	0.06
EXCHANGE-TRADED FUNDS				
iShares JP Morgan USD Emerging Markets Bond ETF	17,600	2,600,068	2,614,575	
SPDR Barclays Capital Convertible Securities ETF	8,200	566,140	590,150	
Total Exchange-Traded Funds		3,166,208	3,204,725	5.41
Transaction Costs		(1,031)		
Total Investments		61,900,156	61,520,302	103.91
Unrealized appreciation/(depreciation) on currency forward contracts⁽¹⁾			1,416,365	2.39
Unrealized appreciation/(depreciation) on futures contracts⁽²⁾			(3,433)	(0.01)
Unrealized appreciation/(depreciation) on swaps^(3,4)			(675,057)	(1.14)
Other Assets less Liabilities			(3,056,672)	(5.15)
Total Net Assets			59,201,505	100.00

(1) Unrealized appreciation/(depreciation) on currency forward contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
Bank of America	A-2	31-Jan-2020	GBP	1,210,000	USD	(1,586,044)	23,799
Bank of America	A-2	31-Jan-2020	CHF	330,000	USD	(337,686)	5,011
Bank of America	A-2	31-Jan-2020	GBP	161,000	USD	(211,036)	3,167
Bank of America	A-2	31-Jan-2020	USD	230,042	INR	(16,379,000)	1,705
Bank of America	A-2	31-Jan-2020	RUB	4,231,000	USD	(67,380)	610
Bank of Montreal	A-1	10-Jan-2020	CAD	57,742,000	USD	(43,415,038)	1,445,835
Barclays Bank	A-2	31-Jan-2020	JPY	170,942,000	USD	(1,563,942)	15,301
Barclays Bank	A-2	10-Jan-2020	CAD	240,000	USD	(181,950)	4,067
Barclays Bank	A-2	31-Jan-2020	JPY	39,349,000	USD	(360,003)	3,522
Barclays Bank	A-2	31-Jan-2020	SEK	2,370,000	USD	(252,707)	1,119
Barclays Bank	A-2	10-Jan-2020	CAD	20,000	USD	(15,047)	488
BNP Paribas	A-1	31-Jan-2020	MXN	9,632,000	USD	(504,679)	3,744
Canadian Imperial Bank of Commerce	A-1	31-Jan-2020	CAD	1,385,000	USD	(1,055,628)	16,322
Canadian Imperial Bank of Commerce	A-1	31-Jan-2020	CAD	528,000	USD	(402,434)	6,222
Citibank	A-2	31-Jan-2020	EUR	787,000	USD	(878,335)	8,856
Citibank	A-2	31-Jan-2020	HUF	89,870,000	USD	(302,737)	3,602
Citibank	A-2	31-Jan-2020	COP	554,090,000	USD	(166,433)	2,878
Citibank	A-2	31-Jan-2020	HUF	7,792,000	USD	(26,128)	467
Citibank	A-2	31-Jan-2020	COP	200,000	USD	(60)	1
Goldman Sachs & Co.	A-2	31-Jan-2020	AUD	1,798,000	USD	(1,234,723)	39,073
Goldman Sachs & Co.	A-2	31-Jan-2020	AUD	205,000	USD	(140,778)	4,455
Goldman Sachs & Co.	A-2	10-Jan-2020	CAD	165,000	USD	(124,886)	3,061
Goldman Sachs & Co.	A-2	10-Jan-2020	CAD	130,000	USD	(98,846)	1,827
Goldman Sachs & Co.	A-2	10-Jan-2020	CAD	45,000	USD	(34,323)	494
Goldman Sachs & Co.	A-2	31-Jan-2020	USD	134,356	NOK	(1,180,000)	67
HSBC Bank PLC	A-1	31-Jan-2020	NZD	792,000	USD	(520,936)	17,647
HSBC Bank PLC	A-1	31-Jan-2020	NOK	4,429,000	USD	(491,086)	16,840
HSBC Bank PLC	A-1	31-Jan-2020	NOK	2,490,000	USD	(276,091)	9,468
HSBC Bank PLC	A-1	31-Jan-2020	NZD	215,000	USD	(141,416)	4,791
HSBC Bank PLC	A-1	31-Jan-2020	JPY	36,600,000	USD	(334,792)	3,354
HSBC Bank PLC	A-1	31-Jan-2020	TRY	189,000	USD	(31,473)	34
JP Morgan	A-2	10-Jan-2020	CAD	65,000	USD	(48,919)	1,566
JP Morgan	A-3	10-Jan-2020	CAD	40,000	USD	(30,234)	796
Morgan Stanley	A-2	10-Jan-2020	CAD	240,000	USD	(180,963)	5,346
Morgan Stanley	A-2	31-Jan-2020	IDR	7,801,421,000	USD	(556,530)	4,924
Morgan Stanley	A-2	31-Jan-2020	JPY	19,389,000	USD	(178,334)	513
Royal Bank of Canada	A-1+	31-Jan-2020	PLN	1,314,000	USD	(342,321)	6,038
Royal Bank of Canada	A-1+	10-Jan-2020	CAD	280,000	USD	(212,339)	4,662
Royal Bank of Canada	A-1+	4-Feb-2020	BRL	895,000	USD	(218,821)	4,399
Standard Chartered Bank	A-2	31-Jan-2020	CZK	2,457,000	USD	(107,310)	1,578
Standard Chartered Bank	A-2	3-Jan-2020	BRL	200,000	USD	(48,948)	992

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

Sun Life Opportunistic Fixed Income Fund (continued)

(formerly Sun Life Multi-Strategy Target Return Fund)

Schedule of Investments (continued)

(I) Unrealized appreciation/(depreciation) on currency forward contracts (continued)

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
Standard Chartered Bank	A-2	31-Jan-2020	PHP	27,617,000	USD	(544,038)	955
State Street Bank & Trust	A-1	3-Jan-2020	BRL	895,000	USD	(209,411)	16,924
State Street Bank & Trust	A-1	31-Jan-2020	GBP	137,000	USD	(180,713)	1,224
UBS AG	A-1	31-Jan-2020	CAD	315,000	USD	(241,312)	2,129
UBS AG	A-1	10-Jan-2020	CAD	45,000	USD	(34,184)	674
							1,700,547
Australia & New Zealand Banking Group Ltd.	A-1+	31-Jan-2020	USD	213,488	AUD	(305,000)	(1,400)
Bank of America	A-2	31-Jan-2020	USD	113,432	KRW	(131,377,000)	(328)
Bank of America	A-2	31-Jan-2020	USD	140,779	RUB	(8,840,000)	(1,274)
Bank of America	A-2	31-Jan-2020	USD	410,274	GBP	(313,000)	(6,156)
Bank of America	A-2	31-Jan-2020	USD	556,670	CHF	(544,000)	(8,261)
Bank of America	A-2	31-Jan-2020	USD	1,356,781	RUB	(85,197,000)	(12,281)
Bank of America	A-2	31-Jan-2020	USD	834,967	GBP	(637,000)	(12,529)
Bank of America	A-2	31-Jan-2020	USD	1,676,400	RUB	(105,267,000)	(15,174)
Bank of America	A-2	31-Jan-2020	USD	1,064,222	CHF	(1,040,000)	(15,793)
Barclays Bank	A-2	31-Jan-2020	USD	59,523	JPY	(6,506,000)	(582)
Barclays Bank	A-2	31-Jan-2020	USD	156,646	THB	(4,726,000)	(1,622)
Barclays Bank	A-2	31-Jan-2020	USD	506,054	SEK	(4,746,000)	(2,240)
Barclays Bank	A-2	31-Jan-2020	USD	277,605	THB	(8,380,000)	(3,077)
Barclays Bank	A-2	31-Jan-2020	USD	659,640	JPY	(72,100,000)	(6,454)
Barclays Bank	A-2	31-Jan-2020	USD	585,079	ZAR	(8,450,000)	(21,552)
Barclays Bank	A-2	31-Jan-2020	USD	2,496,075	JPY	(272,826,000)	(24,421)
BNP Paribas	A-1	4-Feb-2020	USD	56,502	BRL	(231,000)	(1,104)
BNP Paribas	A-1	31-Jan-2020	USD	139,898	MXN	(2,670,000)	(1,038)
Canadian Imperial Bank of Commerce	A-1	31-Jan-2020	USD	437,495	CAD	(574,000)	(6,764)
Citibank	A-2	31-Jan-2020	USD	377,258	CLP	(283,585,000)	(16)
Citibank	A-2	31-Jan-2020	USD	170,608	CHF	(165,000)	(221)
Citibank	A-2	31-Jan-2020	USD	75,811	ILS	(265,000)	(1,335)
Citibank	A-2	31-Jan-2020	USD	260,041	EUR	(233,000)	(2,622)
Citibank	A-2	31-Jan-2020	USD	202,430	COP	(677,201,000)	(4,789)
Citibank	A-2	31-Jan-2020	USD	546,867	EUR	(490,000)	(5,514)
Citibank	A-2	31-Jan-2020	USD	643,964	EUR	(577,000)	(6,493)
Citibank	A-2	31-Jan-2020	USD	1,614,932	EUR	(1,447,000)	(16,283)
Citibank	A-2	31-Jan-2020	USD	1,088,532	ILS	(3,805,000)	(19,171)
Credit Suisse	NR	31-Jan-2020	USD	182,985	EUR	(163,000)	(452)
Goldman Sachs & Co.	A-2	31-Jan-2020	USD	537,015	AUD	(782,000)	(16,994)
HSBC Bank PLC	A-1	31-Jan-2020	USD	107,031	SGD	(145,000)	(1,074)
HSBC Bank PLC	A-1	3-Jan-2020	USD	47,540	BRL	(200,000)	(2,817)
HSBC Bank PLC	A-1	31-Jan-2020	USD	515,224	SGD	(698,000)	(5,171)
HSBC Bank PLC	A-1	31-Jan-2020	USD	536,064	NZD	(815,000)	(18,160)
JP Morgan	A-2	31-Jan-2020	USD	430,286	THB	(12,990,000)	(4,814)
Morgan Stanley	A-2	31-Jan-2020	USD	59,673	KRW	(69,597,000)	(714)
Morgan Stanley	A-2	31-Jan-2020	USD	187,280	BRL	(760,000)	(1,880)
Morgan Stanley	A-2	31-Jan-2020	TRY	2,067,000	USD	(345,980)	(1,922)
Morgan Stanley	A-2	31-Jan-2020	USD	186,632	KRW	(217,669,000)	(2,233)
Morgan Stanley	A-2	31-Jan-2020	USD	462,522	KRW	(539,440,000)	(5,533)
Morgan Stanley	A-2	31-Jan-2020	USD	1,060,439	IDR	(14,865,210,000)	(9,382)
Royal Bank of Canada	A-1+	31-Jan-2020	USD	104,207	PLN	(400,000)	(1,838)
Royal Bank of Canada	A-1+	3-Jan-2020	USD	219,094	BRL	(895,000)	(4,370)
Standard Chartered Bank	A-2	31-Jan-2020	USD	48,894	BRL	(200,000)	(1,000)
Standard Chartered Bank	A-2	31-Jan-2020	USD	339,781	CHF	(330,000)	(2,298)
State Street Bank & Trust	A-1	31-Jan-2020	USD	57,767	CAD	(76,000)	(1,102)
State Street Bank & Trust	A-1	31-Jan-2020	USD	67,297	GBP	(52,000)	(2,141)
UBS AG	A-1	31-Jan-2020	USD	178,325	CAD	(233,000)	(1,793)
							(284,182)
							1,416,365

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

Sun Life Opportunistic Fixed Income Fund (continued)

(formerly Sun Life Multi-Strategy Target Return Fund)

Schedule of Investments (continued)

(2) Unrealized appreciation/(depreciation) on futures contracts

Name of Future	Contracted Value (\$)	Expiry Date	Numbers of Contracts	Contracted Price	Current Value (\$)	Unrealized Appreciation/(Depreciation) (\$)
CBOT 10 YR T-NOTE FUTURES	997,727	20-Mar-2020	6	128	999,186	1,459
CBOT 10 YR T-NOTE FUTURES	997,849	20-Mar-2020	6	128	999,186	1,337
CBOT 20YR US T-BOND FUTURES	(413,141)	20-Mar-2020	(2)	159	(404,343)	8,798
CBOT 2YR US T-NOTE FUTURES	(3,913,573)	31-Mar-2020	(14)	108	(3,912,295)	1,278
EUREX BUND (LONG-TERM) FUTURES	(750,567)	6-Mar-2020	(3)	172	(744,497)	6,070
EUREX BUND (LONG-TERM) FUTURES	(750,480)	6-Mar-2020	(3)	172	(744,497)	5,983
EUREX BUND (LONG-TERM) FUTURES	(500,436)	6-Mar-2020	(2)	172	(496,331)	4,105
EUREX BUND (LONG-TERM) FUTURES	(500,436)	6-Mar-2020	(2)	172	(496,331)	4,105
EUREX BUND (LONG-TERM) FUTURES	(500,203)	6-Mar-2020	(2)	172	(496,331)	3,872
EUREX BUND (LONG-TERM) FUTURES	(250,058)	6-Mar-2020	(1)	172	(248,166)	1,892
EURO OAT FRENCH GOVT BOND FUTURES	(1,193,521)	6-Mar-2020	(5)	164	(1,184,642)	8,879
SFE 10YR AUSTRALIAN BOND FUTURES	(1,860,771)	16-Mar-2020	(14)	99	(1,824,390)	36,381
US 10 YR ULTRA FUTURES	(184,726)	20-Mar-2020	(1)	142	(182,457)	2,269
US 10 YR ULTRA FUTURES	(184,585)	20-Mar-2020	(1)	142	(182,457)	2,128
						88,556
CAN 5YR BOND FUTURES	121,210	20-Mar-2020	1	121	120,290	(920)
CAN 5YR BOND FUTURES	3,393,891	20-Mar-2020	28	121	3,368,120	(25,771)
CBOT 10 YR T-NOTE FUTURES	166,551	20-Mar-2020	1	128	166,531	(20)
CBOT 10 YR T-NOTE FUTURES	166,571	20-Mar-2020	1	128	166,531	(40)
CBOT 10 YR T-NOTE FUTURES	167,321	20-Mar-2020	1	129	166,531	(790)
CBOT 10 YR T-NOTE FUTURES	503,848	20-Mar-2020	3	130	499,593	(4,255)
CBOT 10 YR T-NOTE FUTURES	3,358,982	20-Mar-2020	20	130	3,330,621	(28,361)
CBOT 5YR US T-NOTE FUTURES	2,161,095	31-Mar-2020	14	119	2,153,294	(7,801)
CBOT ULTRA BOND FUTURES	243,506	20-Mar-2020	1	188	235,563	(7,943)
CBOT ULTRA BOND FUTURES	487,213	20-Mar-2020	2	188	471,125	(16,088)
						(91,989)
						(3,433)

(3) Unrealized appreciation/(depreciation) on swaps

Referenced Entity	Notional Units	Expiry Date	Counterparty	Credit Rating for Counterparty	Unrealized Gain/(Loss) (\$)	Base Market Value
Interest Rate Swaps:						
IRS MXN REC FIX 6.745%	27,300,000	3-Dec-2029	Goldman Sachs & Co.	A-2	958,028	958,028
IRS CAD REC FIX 1.8925%	5,120,000	27-Sep-2024	Goldman Sachs & Co.	A-2	459,602	459,602
IRS NOK REC FIX 2.0098%	12,825,000	18-Sep-2029	Goldman Sachs & Co.	A-2	349,152	349,152
IRS CNY REC FIX 2.885%	8,425,000	18-Dec-2024	Citibank	A-2	210,549	210,549
NOK IRS REC FIX 1.7873%	5,755,000	26-Jul-2029	Goldman Sachs & Co.	A-2	139,560	139,560
IRS ILS REC 10 FIX 1.6830%	1,150,000	18-Sep-2029	HSBC Bank Plc	A-1	70,484	70,484
IRS NOK REC FIX 1.7903%	2,855,000	1-Aug-2029	Goldman Sachs & Co.	A-2	69,393	69,393
IRS USD REC FLT 2.1205%	256,000	30-May-2026	Goldman Sachs & Co.	A-2	36,429	36,429
IRS USD REC FLT 2.52375%	133,000	30-May-2026	Goldman Sachs & Co.	A-2	18,926	18,926
IRS USD REC FLT 1.9195%	65,000	21-Jun-2026	Goldman Sachs & Co.	A-2	9,245	9,245
IRS USD REC FLT 1.7995%	62,000	24-Jun-2026	Goldman Sachs & Co.	A-2	8,824	8,824
						2,330,192
IRS USD PAY FIX 1.7995%	(62,000)	24-Jun-2026	Goldman Sachs & Co.	A-2	(8,927)	(8,927)
IRS USD PAY FIX 1.9195%	(65,000)	21-Jun-2026	Goldman Sachs & Co.	A-2	(9,980)	(9,980)
IRS USD PAY FIXED 2.1250%	(133,000)	30-May-2026	Goldman Sachs & Co.	A-2	(22,639)	(22,639)
IRS ILS PAY FLT 0.0000%	(1,150,000)	18-Sep-2029	HSBC Bank Plc	A-1	(34,733)	(34,733)

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

Sun Life Opportunistic Fixed Income Fund (continued)

(formerly Sun Life Multi-Strategy Target Return Fund)

Schedule of Investments (continued)

(3) Unrealized appreciation/(depreciation) on swaps (continued)

Referenced Entity	Notional Units	Expiry Date	Counterparty	Credit Rating for Counterparty	Unrealized Gain/(Loss) (\$)	Base Market Value
IRS USD PAY FIX 2.1205%	(256,000)	30-May-2026	Goldman Sachs & Co.	A-2	(43,484)	(43,484)
IRS NOK PAY FLT 1.7903%	(2,855,000)	1-Aug-2029	Goldman Sachs & Co.	A-2	(79,454)	(79,454)
NOK IRS PAY FLT 1.7873%	(5,755,000)	26-Jul-2029	Goldman Sachs & Co.	A-2	(159,970)	(159,970)
IRS CNY PAY FLT 2.885%	(8,425,000)	18-Dec-2024	Citibank	A-2	(214,013)	(214,013)
IRS NOK PAY FLT 2.0098%	(12,825,000)	18-Sep-2029	Goldman Sachs & Co.	A-2	(356,604)	(356,604)
IRS CAD PAY FLT 1.8925%	(5,120,000)	27-Sep-2024	Goldman Sachs & Co.	A-2	(497,344)	(497,344)
IRS MXN PAY FLT 6.745%	(27,300,000)	3-Dec-2029	Goldman Sachs & Co.	A-2	(967,340)	(967,340)
					(2,394,488)	
					(64,296)	
Total Return Swaps:						
TRS IBOXIG 319 3ML	1,110,000	20-Jun-2020	BNP Paribas	A-1	918	918
						918
TRS IBOXIG 319 3ML	(1,110,000)	20-Jun-2020	BNP Paribas	A-1	(8,042)	(8,042)
						(8,042)
						(7,124)

(4) Credit Default Swaps

Referenced Entity	Payment Frequency	Coupon	Expiry Date	Counterparty	Credit Rating for Counterparty	Notional Amount (\$)	Current Value (\$)
CMBX.NA.BBB.S8 BP 3%	Monthly	1.297%	17-Oct-2057	Goldman Sachs & Co.	A-2	47,269	15,313
AT&T INC SP 1%	Quarterly	1.297%	20-Jun-2024	Bank of America	A-2	1,136	3,177
							18,490
CDX.NA.IG.S32 BP	Quarterly	1.297%	20-Jun-2024	Goldman Sachs & Co.	A-2	(1,897)	(2,294)
CDX.NA.IG.S32 BP	Quarterly	1.297%	20-Jun-2024	Goldman Sachs & Co.	A-2	(1,816)	(2,396)
CMBX.NA.BBB.S7 BP 3%	Monthly	1.297%	17-Jan-2047	Goldman Sachs & Co.	A-2	31,662	(3,649)
CDX.NA.IG.S32 BP	Quarterly	1.297%	20-Jun-2024	Goldman Sachs & Co.	A-2	(3,229)	(4,707)
REP COLOMBIA BP 1%	Quarterly	1.297%	20-Jun-2024	Standard Chartered Bank	A-2	(5,858)	(11,879)
REP OF COLOMBIA BP 1%	Quarterly	1.297%	20-Jun-2024	Goldman Sachs & Co.	A-2	(5,794)	(11,879)
REP OF INDONESIA BP 1%	Quarterly	1.297%	20-Jun-2024	Morgan Stanley	A-2	(5,168)	(14,215)
REP OF INDONESIA BP 1%	Quarterly	1.297%	20-Jun-2024	HSBC Bank USA	A-1	(6,268)	(14,215)
RUSSIAN FED BP 1%	Quarterly	1.297%	20-Jun-2024	JP Morgan	A-2	1,429	(16,817)
RUSSIAN FEDERATION BP 1%	Quarterly	1.297%	20-Jun-2024	Goldman Sachs & Co.	A-2	810	(16,817)
FED OF MALAYSIA BP 1%	Quarterly	1.297%	20-Jun-2024	Morgan Stanley	A-2	(16,741)	(21,653)
FED OF MALAYASIA BP 1%	Quarterly	1.297%	20-Jun-2024	HSBC Bank USA	A-1	(17,804)	(21,653)
PPL REP OF CHINA BP 1%	Quarterly	1.297%	20-Jun-2024	HSBC Bank PLC	A-1	(32,253)	(42,181)
ITRX EUR CDSI S31 5Y BP	Quarterly	1.456%	20-Jun-2024	Goldman Sachs & Co.	A-2	(96,686)	(101,137)
ITRX EUR CDSI S31 5Y BP	Quarterly	1.456%	20-Jun-2024	Goldman Sachs & Co.	A-2	(94,245)	(101,343)
REPUBLIC OF KOREA BP 1%	Quarterly	1.297%	20-Jun-2024	HSBC Bank PLC	A-1	(107,663)	(116,645)
JAPAN 20YR ISSUE BP 1%	Quarterly	1.297%	20-Jun-2024	HSBC Bank PLC	A-1	(127,857)	(118,647)
							(622,127)
							(603,637)

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

Sun Life Opportunistic Fixed Income Fund (continued)

(formerly Sun Life Multi-Strategy Target Return Fund)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Opportunistic Fixed Income Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the 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.

As at December 31, 2019 the fund held credit default swaps to gain exposure to debt instruments without investing in them directly. Risks may rise from failure of the counterparties to perform under the contracts' terms and the possible lack of liquidity with respect to the swaps.

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

The Fund invests in financial assets which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	19.51	4.17
AA/Aa	9.73	42.99
A/A	10.45	0.63
BBB/Baa	13.58	3.62
BB/Ba	13.93	-
B/B	11.86	-
CCC/Caa	0.21	-
N/R	26.09	0.20
Total	105.36	51.61

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 holds assets and liabilities, either directly or indirectly through underlying funds, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Fund. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

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

Sun Life Opportunistic Fixed Income Fund (continued)

(formerly Sun Life Multi-Strategy Target Return Fund)

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. 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, 2019		December 31, 2018	
Japanese Yen	2,290,023	3.87	2,744,738	3.29
Indonesian Rupiah	2,013,275	3.40	3,060,195	3.67
British Pound	1,434,502	2.42	121,369	0.15
New Zealand Dollar	905,015	1.53	1	-
Australian Dollar	847,489	1.43	129,069	0.15
Norwegian Krone	808,996	1.37	4,135,286	4.95
Mexican Peso	745,758	1.26	1,657,019	1.98
Philippine Peso	707,125	1.19	-	-
Turkish Lira	598,574	1.01	-	-
Polish Zloty	547,893	0.93	18	-
Hungarian Forint	543,491	0.92	-	-
Russian Rouble	368,918	0.62	-	-
South African Rand	256,025	0.43	862,441	1.03
Czech Koruna	253,113	0.43	-	-
Brazilian Real	177,828	0.30	-	-
Malaysian Ringgit	172,710	0.29	-	-
Argentina Peso	155,723	0.26	-	-
Colombian Peso	124,111	0.21	-	-
Peruvian Nuevo Sol	106,114	0.18	-	-
Romanian LEU	75,991	0.13	-	-
Euro	5,631	0.01	(9,017,179)	(10.80)
Uruguayan New Peso	4,793	0.01	-	-
Hong Kong Dollar	-	-	12,230	0.01
New Taiwan Dollar	-	-	(4,283,997)	(5.13)
Chinese Renminbi	(3,464)	(0.01)	-	-
Korean Won	(245,172)	(0.41)	(4,729,839)	(5.66)
Indian Rupee	(297,563)	(0.50)	-	-
Swedish Krona	(329,138)	(0.56)	4,813,348	5.76
Chilean Peso	(402,248)	(0.68)	-	-
Thai Baht	(672,541)	(1.14)	-	-
Singapore Dollar	(812,970)	(1.37)	(5,331,766)	(6.39)
Israeli Shekel	(1,253,935)	(2.12)	-	-
Swiss Franc	(2,342,143)	(3.96)	49,066	0.06
United States Dollar	(7,685,776)	(12.98)	10,195,206	12.21
Total	(901,852)	(1.53)	4,417,205	5.28

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$45,093 (\$220,860 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	414,136	13,719,051	44,145,122	58,278,309
December 31, 2018	-	2,337,054	4,142,125	6,479,179

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$5,793,531 (\$1,110,309 as at December 31, 2018). 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 its investment in equity securities directly or indirectly through the underlying funds.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$1,863 (\$1,397,194 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Opportunistic Fixed Income Fund (continued)

(formerly Sun Life Multi-Strategy Target Return Fund)

(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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Treasury Bills	0.5	-
Bonds		
Federal Bonds	40.5	7.8
Corporate Bonds	27.6	-
Mortgage-Backed Securities	29.9	-
Equities		
Energy	-	2.4
Materials	-	3.0
Industrials	0.1	6.5
Consumer Discretionary	-	0.8
Consumer Staples	-	0.4
Health Care	-	0.5
Financials	-	2.8
Real Estate	-	9.7
Information Technology	-	0.6
Communication Services	-	0.8
Utilities	-	0.9
Mutual Funds		
Emerging Markets Equity	-	5.0
Exchange-Traded Funds		
Emerging Markets Bond	4.4	-
Convertible Securities	1.0	-
Derivative Assets (Liabilities)	1.2	(0.1)
Other Assets less Liabilities	(5.2)	58.9
Total	100.0	100.0

The Fund's Use of Derivatives

The Fund will make significant use of derivative instruments and may take both long and short synthetic positions in markets, assets and groups of assets. As such, derivatives may be used for purposes of hedging, efficient portfolio management and/or investment purposes. The use of derivative instruments as part of the investment strategy will mean that the Fund may, from time to time, have substantial holdings in liquid assets, including deposits and money market instruments.

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, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Equities	37,268	-	-	37,268
Bonds	-	40,277,657	-	40,277,657
Mortgage-Backed Securities	-	17,719,064	-	17,719,064
Exchange-Traded Funds	3,204,725	-	-	3,204,725
Short-Term Investments	-	291,465	-	291,465
Swap Contracts	-	2,331,110	-	2,331,110
Credit Default Swaps	-	18,490	-	18,490
Futures Contracts	88,556	-	-	88,556
Currency Forward Contracts	-	1,700,547	-	1,700,547
Financial Liabilities				
Bonds	-	9,877	-	9,877
Swap Contracts	-	2,402,530	-	2,402,530
Credit Default Swaps	-	622,127	-	622,127
Futures Contracts	91,989	-	-	91,989
Currency Forward Contracts	-	284,182	-	284,182
December 31, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Financial Assets				
Equities	23,722,160	30,609	-	23,752,769
Bonds	-	6,479,179	-	6,479,179
Mutual Funds	4,191,111	-	-	4,191,111
Swap Contracts	-	32,973,237	-	32,973,237
Futures Contracts	198,004	-	-	198,004
Currency Forward Contracts	-	492,488	-	492,488
Option Contracts	3,045,861	-	-	3,045,861
Financial Liabilities				
Swap Contracts	-	33,767,059	-	33,767,059
Futures Contracts	87,442	-	-	87,442
Currency Forward Contracts	-	1,597,541	-	1,597,541
Option Contracts	1,349,787	-	-	1,349,787

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Bonds and Mortgage-Backed Securities

Bonds include primarily government and corporate bonds and mortgage-backed securities, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. Bonds are classified as Level 2, when the inputs that are significant to valuation are generally observable.

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

Sun Life Opportunistic Fixed Income Fund (continued)

(formerly Sun Life Multi-Strategy Target Return Fund)

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Derivative assets and liabilities

Derivative assets and liabilities consist of futures contracts, foreign currency forward contracts, equity swaps and credit default swaps. Futures contracts are classified as Level 1 and are marked to market each valuation day according to the gain or loss that would have been realized if the contracts had been closed out. Gains or losses arising from futures contracts are recorded as unrealized gain (loss) on futures contracts and shown as an asset (liability) on the Statements of Financial Position until the contracts are closed out or expire, at which time the gains (losses) are realized.

Forward contracts, equity swaps and credit default swaps are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Leverage

When the Fund makes investments in derivatives (currency forwards, index linked futures and swaps), borrows cash or uses physical short sales on equities, fixed income securities or other portfolio assets, leverage may be introduced into the Fund. Leverage occurs when the Fund's notional exposure to underlying assets is greater than the amount invested. It is an investment technique that can magnify gains and losses. Consequently any adverse change in the value or level of the underlying asset, rate or index may amplify losses compared to those that would have been incurred if the underlying asset had been directly held by the Fund and may result in losses greater than the amount invested in the derivative itself. Leverage may increase volatility, may impair the Fund's liquidity and may cause the Fund to liquidate positions at unfavourable times.

The Fund measures leverage in terms of the total underlying notional value of the securities and/or financial derivative positions as a ratio of the total assets held by such fund. The Fund, by being subject to National Instrument 81-104 ("NI 81-104"), is permitted to lever its assets; that is, the aggregate underlying market exposure of all derivatives held by the Fund calculated on a daily mark-to-market basis can exceed the Fund's cash and cash equivalents, including cash held as margin on deposit to support the Fund's derivatives trading activities.

The following table discloses the minimum and maximum leverage Levels for the Fund during the periods ended December 31, 2019 and December 31, 2018; the Fund's leverage at the end of this reporting period; and, approximately what that leverage represents as a percentage of the Fund's net assets.

Period End	Minimum Leverage	Maximum Leverage	Leverage at End of Reporting Period	Approximate Percentage of Net Assets
December 31, 2019	0:1	8.51:1	1.35:1	135%
December 31, 2018	4.40:1	9.58:1	7.93:1	793%

Maximum and minimum leverage factors are not adjusted for capital stock activity.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$65,280 (\$79,583 for the period ended December 31, 2018).

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$10,048,137 (\$9,152,942 as at December 31, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

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

Sun Life Opportunistic Fixed Income Fund (continued)

(formerly Sun Life Multi-Strategy Target Return Fund)

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the “Manager”) is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series A	1,043	9,847
Series F	1,050	10,218
Series I	2,165	21,310
Series O	-	-

	December 31, 2018	
	Units	Market Value (\$)
Series A	1,027	9,133
Series F	1,029	9,386
Series I	2,113	19,399
Series O	1,024	9,413

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	24	-	127
Series F	25	-	174
Series I	-	-	516
Series O	-	10,214	123

	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	24	-	-
Series F	25	-	-
Series I	1	-	368
Series O	6	115	166

Seed Capital Investment by Related Party

Sun Life Assurance Company of Canada (“SLA”) invested additional seed money to support the launch of the Fund and investments were made for the purposes of seed money investments. As at December 31, 2019 and December 31, 2018, SLA held the following position in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series I	3,258,320	32,067,082

	December 31, 2018	
	Units	Market Value (\$)
Series I	3,179,138	29,190,531

The following are transactions in the Fund by SLA from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	776,388	-	-

	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	824	-	552,993

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds (“underlying funds”) to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund’s net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund’s interests in underlying funds are reported at fair value in “investments” in its Statements of Financial Position and its Schedule of Investments, which represents the Fund’s maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund’s Statements of Financial Position if all offset rights were exercised.

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

Sun Life Opportunistic Fixed Income Fund (continued)

(formerly Sun Life Multi-Strategy Target Return Fund)

Financial Assets and Liabilities

	Amounts Eligible for Offset			
	Gross Assets/ (Liabilities) (\$)	Financial Instruments (\$)	Collateral received/ paid (\$)	Net (\$)
December 31, 2019				
Derivative assets - Currency				
Forward Contracts	1,700,547	(155,402)	-	1,545,145
Derivative assets - Credit Default Swaps	18,490	(15,313)	-	3,177
Derivative assets - Swaps	2,331,110	(2,295,359)	-	35,751
Total	4,050,147	(2,466,074)	-	1,584,073
Derivative liabilities - Currency				
Forward Contracts	(284,182)	155,402	-	(128,780)
Derivative liabilities - Credit Default Swaps	(622,127)	15,313	-	(606,814)
Derivative liabilities - Swaps	(2,402,530)	2,295,359	-	(107,171)
Total	(3,308,839)	2,466,074	-	(842,765)
December 31, 2018				
Derivative assets - Currency				
Forward Contracts	492,488	(243,991)	-	248,497
Derivative assets - Swaps	32,973,237	(32,964,728)	-	8,509
Total	33,465,725	(33,208,719)	-	257,006
Derivative liabilities - Currency				
Forward Contracts	(1,597,541)	243,991	-	(1,353,550)
Derivative liabilities - Swaps	(33,767,059)	32,964,728	-	(802,331)
Total	(35,364,600)	33,208,719	-	(2,155,881)

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	May 11, 2016	June 06, 2016
Series F Units	May 11, 2016	June 06, 2016
Series I Units	May 11, 2016	June 06, 2016
Series O Units	May 11, 2016	June 06, 2016

Fund Name Change

Effective May 24, 2019, the Fund changed its name from the Sun Life Multi-Strategy Target Return Fund to the Sun Life Opportunistic Fixed Income Fund.

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

Sun Life Real Assets Fund

(formerly Sun Life Infrastructure Fund)

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	886,916,904	295,814,779
Short-term investments	4,580,698	-
Cash	13,310,609	8,557,848
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	17,788	510,589
Accrued interest	8,069	-
Dividends receivable	3,018,264	1,915,944
Distributions receivable from underlying funds	-	-
Subscriptions receivable	559,217	234,386
	908,411,549	307,033,546
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	17,678	5,974
Redemptions payable	107,680	603,919
Distributions payable	-	-
Due to investment dealers	111,516	1,888,678
Management fees payable	11,844	10,023
Total liabilities (excluding net assets attributable to holders of redeemable units)	248,718	2,508,594
Net Assets Attributable to Holders of Redeemable Units	908,162,831	304,524,952
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	15,711,171	14,877,094
Series T5	-	12,742
Series T8	-	49,530
Series F	2,504,857	1,814,536
Series F5	-	10,511
Series F8	-	10,511
Series I	887,347,065	285,063,373
Series O	2,599,738	2,686,655
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	8.42	7.49
Series T5	-	11.24
Series T8	-	10.27
Series F	8.73	7.67
Series F5	-	15.06
Series F8	-	14.65
Series I	9.46	8.34
Series O	9.16	8.01

Approved on behalf of Trustee

“signed” Jordy Chilcott
President

“signed” Kari Holdsworth
Chief Financial Officer

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

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	23,298,375	10,996,553
Interest income for distribution purposes	270,645	15,657
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	9,448,164	4,564,821
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	70,343,114	(15,892,596)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	103,360,298	(315,565)
Net gain (loss) on foreign exchange	(422,852)	(210,854)
Other income	-	-
Total income (loss)	102,937,446	(526,419)
Expenses (note 5)		
Management fees	372,508	353,677
Fixed annual administration fees	390,245	171,319
Independent review committee fees	254	374
Withholding tax	2,347,121	1,444,138
Transaction costs (note 2)	1,079,654	493,239
Total operating expenses	4,189,782	2,462,747
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	98,747,664	(2,989,166)
Finance Cost		
Interest expense	(1,316)	(950)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	98,746,348	(2,990,116)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	2,106,517	(438,931)
Series T5	687	(378)
Series T8	2,738	(881)
Series F	326,317	(41,220)
Series F5	605	511
Series F8	604	511
Series I	95,906,150	(2,482,412)
Series O	402,730	(27,316)
Weighted Average Number of Units Outstanding		
Series A	1,989,715	1,942,354
Series T5	1,095	1,101
Series T8	4,826	3,529
Series F	284,246	191,795
Series F5	699	681
Series F8	720	690
Series I	73,181,635	26,249,916
Series O	301,153	406,057

Sun Life Real Assets Fund (continued)

(formerly Sun Life Infrastructure Fund)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	1.06	(0.23)
Series T5	0.63	(0.34)
Series T8	0.57	(0.25)
Series F	1.15	(0.21)
Series F5	0.87	0.75
Series F8	0.84	0.74
Series I	1.31	(0.09)
Series O	1.34	(0.07)

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

For the periods ended December 31

	Series A		Series T5		Series T8		Series F	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 14,877,094	15,164,708	12,742	13,120	49,530	14,862	1,814,536	1,218,138
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 2,106,517	(438,931)	687	(378)	2,738	(881)	326,317	(41,220)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 3,025,586	4,805,439	488	-	-	61,127	848,772	1,419,504
Redemption of redeemable units	\$ (4,296,293)	(4,646,358)	(13,914)	-	(52,007)	(23,127)	(479,470)	(773,767)
Reinvestment of distributions to holders of redeemable units	\$ 242,639	615,316	52	702	74	944	28,597	54,016
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (1,028,068)	774,397	(13,374)	702	(51,933)	38,944	397,899	699,753
Distributions to Holders of Redeemable Units								
From capital gains	\$ (7,184)	-	-	-	-	-	(1,135)	(5,688)
From net investment income	\$ (236,287)	(553,927)	-	-	-	-	(32,760)	(50,182)
Return of capital	\$ (901)	(69,153)	(55)	(702)	(335)	(3,395)	-	(6,265)
	\$ (244,372)	(623,080)	(55)	(702)	(335)	(3,395)	(33,895)	(62,135)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 834,077	(287,614)	(12,742)	(378)	(49,530)	34,668	690,321	596,398
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 15,711,171	14,877,094	-	12,742	-	49,530	2,504,857	1,814,536
Redeemable Unit Transactions								
Balance - beginning of period	1,986,190	1,883,098	1,134	1,074	4,823	1,288	236,612	149,446
Units issued	382,798	619,943	44	-	-	5,632	104,995	178,017
Units issued on reinvestment of distributions	30,727	79,523	5	60	7	87	3,522	6,865
Units redeemed	(534,799)	(596,374)	(1,183)	-	(4,830)	(2,184)	(58,048)	(97,716)
Balance - end of period	1,864,916	1,986,190	-	1,134	-	4,823	287,081	236,612

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

Sun Life Real Assets Fund (continued)

(formerly Sun Life Infrastructure Fund)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series F5		Series F8		Series I		Series O	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 10,511	-	10,511	-	285,063,373	102,737,873	2,686,655	3,737,882
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 605	511	604	511	95,906,150	(2,482,412)	402,730	(27,316)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ -	10,000	-	10,000	681,680,054	209,835,116	405,635	188,629
Redemption of redeemable units	\$ (11,113)	-	(11,113)	-	(175,302,512)	(25,027,204)	(892,131)	(1,206,254)
Reinvestment of distributions to holders of redeemable units	\$ 46	486	73	776	19,492,385	12,967,854	50,094	134,315
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (11,067)	10,486	(11,040)	10,776	525,869,927	197,775,766	(436,402)	(883,310)
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	-	-	-	(464,644)	(4,954,306)	(1,374)	-
From net investment income	\$ (49)	(432)	(75)	(690)	(19,027,741)	(7,124,158)	(51,871)	(124,996)
Return of capital	\$ -	(54)	-	(86)	-	(889,390)	-	(15,605)
	\$ (49)	(486)	(75)	(776)	(19,492,385)	(12,967,854)	(53,245)	(140,601)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (10,511)	10,511	(10,511)	10,511	602,283,692	182,325,500	(86,917)	(1,051,227)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ -	10,511	-	10,511	887,347,065	285,063,373	2,599,738	2,686,655
Redeemable Unit Transactions								
Balance - beginning of period	698	-	717	-	34,195,356	11,587,545	335,402	443,469
Units issued	-	667	-	666	76,387,487	23,964,597	46,292	23,001
Units issued on reinvestment of distributions	3	31	5	51	2,115,113	1,522,013	5,792	16,405
Units redeemed	(701)	-	(722)	-	(18,920,465)	(2,878,799)	(103,808)	(147,473)
Balance - end of period	-	698	-	717	93,777,491	34,195,356	283,678	335,402

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 304,524,952	122,886,583
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 98,746,348	(2,990,116)
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 685,960,535	216,329,815
Redemption of redeemable units	\$ (181,058,553)	(31,676,710)
Reinvestment of distributions to holders of redeemable units	\$ 19,813,960	13,774,409
Capitalized distributions	\$ -	-
	\$ 524,715,942	198,427,514
Distributions to Holders of Redeemable Units		
From capital gains	\$ (474,337)	(4,959,994)
From net investment income	\$ (19,348,783)	(7,854,385)
Return of capital	\$ (1,291)	(984,650)
	\$ (19,824,411)	(13,799,029)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 603,637,879	181,638,369
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 908,162,831	304,524,952
Redeemable Unit Transactions		
Balance - beginning of period	36,760,932	14,065,920
Units issued	76,921,616	24,792,523
Units issued on reinvestment of distributions	2,155,174	1,625,035
Units redeemed	(19,624,556)	(3,722,546)
Balance - end of period	96,213,166	36,760,932

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

Sun Life Real Assets Fund (continued)

(formerly Sun Life Infrastructure Fund)

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	98,746,348	(2,990,116)
Adjustments for:		
Net realized (gain) loss on sale of investments	(9,448,164)	(4,564,821)
Change in unrealized (appreciation) depreciation in value of investments	(70,343,114)	15,892,596
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	-	-
Change in margin	-	-
Purchases of investments	(1,084,253,885)	(319,757,541)
Proceeds from sale of investments	565,998,325	113,417,578
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	(1,110,389)	(1,561,266)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	1,821	1,712
Change in other payables and accrued expenses	1,091,358	496,819
Net Cash Provided by (Used in) Operating Activities	(499,317,700)	(199,065,039)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(10,451)	(24,620)
Proceeds from redeemable units issued	685,635,704	219,113,630
Redemption of redeemable units	(181,554,792)	(31,100,929)
Net Cash Provided by (Used in) Financing Activities	504,070,461	187,988,081
Net increase (decrease) in cash	4,752,761	(11,076,958)
Cash (bank indebtedness) at beginning of period	8,557,848	19,634,806
Cash (bank indebtedness) at end of period	13,310,609	8,557,848
Dividends received, net of withholding taxes	19,848,934	7,990,839
Interest received, net of withholding taxes	262,576	15,967
Interest paid	(1,316)	(950)

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

Sun Life Real Assets Fund (continued)

(formerly Sun Life Infrastructure Fund)

Schedule of Investments

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
SHORT-TERM INVESTMENTS						
Treasury Bills						
Canadian Treasury Bill	1.726%	5-Mar-2020	700,000	697,450	697,450	
Province of Manitoba	2.637%	15-Jan-2020	100,000	99,668	99,668	
				797,118	797,118	0.09
Promissory Note						
Province of Alberta	2.028%	4-Feb-2020	200,000	199,140	199,140	
Province of Alberta	2.039%	18-Feb-2020	2,000,000	1,991,400	1,991,400	
Province of Alberta	2.014%	24-Feb-2020	1,600,000	1,593,040	1,593,040	
				3,783,580	3,783,580	0.41
Total Short-Term Investments				4,580,698	4,580,698	0.50

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Energy				
Renewable Energy Group Inc.	25,027	543,701	874,627	
Snam SpA	4,050,390	25,298,744	27,627,551	
		25,842,445	28,502,178	3.14
Industrials				
Aalberts NV	32,047	1,467,086	1,866,376	
ABB Ltd.	88,537	2,174,893	2,770,820	
Acuity Brands Inc.	8,327	1,422,222	1,490,127	
AG Growth International Inc.	60,578	2,993,853	2,813,242	
Alfa Laval AB	84,654	2,306,193	2,766,344	
Andritz AG	65,526	3,116,920	3,662,589	
Arcadis NV	95,422	2,356,169	2,886,272	
ASTM SpA	75,636	2,498,473	2,968,190	
Atlantia SpA	786,384	28,763,162	23,797,559	
Atlas Arteria Ltd.	1,354,792	8,700,955	9,669,764	
BayWa AG	31,511	1,255,750	1,295,758	
Broadwind Energy Inc.	217,314	598,678	467,790	
China Everbright International Ltd.	2,759,000	3,468,893	2,869,788	
Cie de Saint-Gobain	38,358	1,864,549	2,037,943	
Costain Group PLC	228,988	1,228,913	627,030	
Covanta Holding Corp.	138,636	3,066,405	2,667,875	
CSX Corp.	245,106	22,235,778	22,998,950	
Deere & Co.	8,849	1,683,013	1,988,145	
DIRTT Environmental Solutions	245,462	1,721,431	1,043,214	
Eaton Corp PLC	12,361	1,246,672	1,518,276	
Evoqua Water Technologies Corp.	54,929	915,296	1,349,791	
Ferrovial SA	699,383	25,691,044	27,456,127	
Fortune Brands Home & Security Inc.	35,416	2,373,665	3,000,780	
Franklin Electric Co Inc.	7,102	425,934	527,889	
Fraport AG Frankfurt Airport Services Worldwide	84,384	10,502,400	9,308,034	
GEA Group AG	45,329	1,627,501	1,945,122	
Granite Construction Inc.	40,454	2,233,901	1,451,530	
Johnson Controls International plc	33,262	1,765,712	1,755,921	
Kansas City Southern	16,062	2,137,986	3,190,072	
Kubota Corp.	157,800	3,257,205	3,249,927	
Kurita Water Industries Ltd.	145,000	4,672,993	5,631,769	
Lindsay Corp.	5,722	634,724	712,245	
Mueller Water Products Inc.	226,822	3,000,765	3,523,688	
Norfolk Southern Corp.	107,459	24,476,575	27,051,475	
Norma Group SE	27,705	1,455,804	1,532,445	

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
OSRAM Licht AG				
OSRAM Licht AG	39,263	1,627,162	2,317,489	
Owens Corning	30,921	2,083,918	2,611,100	
Pentair PLC	69,336	3,346,759	4,124,231	
Quanta Services Inc.	38,202	1,841,229	2,016,707	
Roper Technologies Inc.	6,979	3,274,891	3,205,782	
Siemens Gamesa Renewable Energy SA	100,193	2,073,621	2,280,229	
Societa Iniziative Autostradali e Servizi SpA	102,811	2,386,557	2,235,803	
SPX Corp.	46,783	1,975,045	3,086,673	
Stantec Inc.	101,411	3,200,642	3,721,784	
Sulzer AG	11,505	1,466,555	1,663,930	
Sunrun Inc.	86,212	1,734,140	1,543,892	
Sunworks Inc.	118,801	764,464	192,569	
TPI Composites Inc.	51,500	1,436,389	1,236,144	
Transurban Group	99,950	1,148,905	1,358,445	
Union Pacific Corp.	15,167	3,403,083	3,555,737	
Uponor OYJ	67,069	898,126	1,137,342	
Valmont Industries Inc.	22,668	3,603,828	4,402,735	
Vestas Wind Systems A/S	24,761	2,670,113	3,247,053	
Vinci SA	99,298	11,908,098	14,309,319	
Xylem Inc/NY	47,687	4,837,573	4,872,217	
		235,022,611	247,012,048	27.19
Consumer Discretionary				
Aptiv PLC	18,230	1,748,252	2,245,063	
Delphi Technologies PLC	112,934	2,019,512	1,878,914	
LKQ Corp.	42,413	1,471,727	1,963,463	
Toll Brothers Inc.	16,263	781,671	833,227	
Woongjin Coway Co., Ltd.	35,451	3,261,149	3,700,895	
		9,282,311	10,621,562	1.17
Consumer Staples				
Adecoagro SA	285,423	2,583,951	3,097,918	
Archer-Daniels-Midland Co.	77,876	4,053,815	4,680,679	
Bunge Ltd.	55,104	3,981,548	4,112,292	
GrainCorp., Ltd.	142,670	1,044,946	985,788	
Ingredion Inc.	10,575	1,101,432	1,274,633	
Origin Enterprises PLC	253,785	2,034,624	1,440,701	
Purecircle Ltd.	476,622	2,197,231	1,074,225	
Tate & Lyle PLC	149,121	1,828,770	1,947,395	
Wilmar International Ltd.	702,400	2,316,705	2,790,796	
		21,143,022	21,404,427	2.36
Health Care				
Agilent Technologies Inc.	30,304	2,766,955	3,352,397	
Bayer AG	12,841	1,016,202	1,360,922	

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

Sun Life Real Assets Fund (continued)

(formerly Sun Life Infrastructure Fund)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Danaher Corp.	15,164	2,718,568	3,018,013	
Genus PLC	26,747	1,206,805	1,459,295	
	7,708,530	9,190,627	1.01	

Real Estate

Advance Residence				
Investment Corp.	1,568	6,170,111	6,436,212	
Alexandria Real Estate				
Equities Inc.	40,532	8,037,593	8,492,609	
American Homes 4 Rent	211,520	6,950,997	7,189,091	
American Tower Corp.	14,483	4,083,484	4,316,203	
Ascendas India Trust	3,750,300	4,861,389	5,605,884	
Atrium European Real Estate				
Ltd.	250,717	1,228,468	1,259,059	
AvalonBay Communities Inc.	34,715	9,515,934	9,439,981	
Big Yellow Group PLC	243,858	4,291,787	5,026,964	
Boardwalk Real Estate				
Investment Trust	133,670	5,474,158	6,139,463	
Brixmor Property Group Inc.	232,288	5,424,559	6,509,341	
Central Pattana PCL	701,900	2,155,578	1,891,555	
Corp Inmobiliaria Vesta				
SAB de CV	966,050	1,869,164	2,255,485	
Daito Trust Construction Co.,				
Ltd.	35,300	6,190,610	5,677,936	
Daiwa House Industry Co.,				
Ltd.	174,700	7,259,573	7,066,730	
Deutsche Wohnen SE	121,697	5,987,218	6,451,535	
Entra ASA	210,907	4,268,747	4,512,938	
Equinix Inc.	8,344	5,484,429	6,315,671	
Equity Lifestyle				
Properties Inc.	84,891	6,933,918	7,748,687	
ESR Cayman Ltd.	799,200	2,277,843	2,340,918	
Extra Space Storage Inc.	26,675	3,838,064	3,653,475	
Farmland Partners Inc.	87,747	757,489	771,467	
Fortune Real Estate				
Investment Trust	2,587,000	4,535,260	3,913,617	
Gladstone Land Corp.	163,362	2,696,843	2,747,556	
Goodman Group	606,095	7,808,203	7,386,753	
Grainger PLC	655,112	2,850,529	3,524,721	
Granite Real Estate				
Investment Trust	22,900	1,517,831	1,510,942	
Hang Lung Properties Ltd.	1,805,000	5,213,425	5,136,785	
Industrial Logistics Properties				
Trust	113,366	3,149,060	3,295,899	
Japan Logistics Fund Inc.	1,779	5,402,979	5,882,180	
Kenedix Office Investment				
Corp.	657	6,162,725	6,569,545	
LEG Immobilien AG	27,879	4,495,583	4,283,302	
Link Real Estate Investment				
Trust	663,500	10,707,798	9,109,885	
LondonMetric Property PLC	422,790	1,488,502	1,718,411	
Mapletree Logistics Trust	3,580,600	5,215,165	6,008,297	
Medical Properties Trust Inc.	125,635	3,037,529	3,439,176	
Mid-America Apartment				
Communities Inc.	47,178	7,301,859	8,066,927	
Mirvac Group	975,587	2,896,260	2,827,969	
National Storage Real Estate				
Investment Trust	3,642,935	5,961,144	6,093,530	
Prologis Inc.	105,964	10,753,538	12,248,601	
Public Storage	45,140	14,270,751	12,465,655	
Rexford Industrial Realty Inc.	36,587	1,898,267	2,166,773	
Shaftesbury PLC	333,365	4,727,505	5,411,769	
Shurgard Self Storage SA	102,675	4,633,992	5,081,441	
Simon Property Group Inc.	43,612	9,228,142	8,424,249	
STAG Industrial Inc.	130,258	5,146,741	5,332,545	
STORE Capital Corp.	146,822	6,832,297	7,090,165	

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Sun Communities Inc.	41,298	7,136,283	8,038,319	
Unibail-Rodamco-Westfield	15,443	3,136,610	3,161,656	
UNITE Group PLC	98,844	1,625,982	2,139,481	
Urban Edge Properties	213,319	5,045,566	5,305,590	
VICI Properties Inc.	188,924	5,612,600	6,259,412	
Warehouses De Pauw CVA	20,820	4,446,305	4,915,581	
Welltower Inc.	81,124	8,939,755	8,603,041	
WP Carey Inc.	45,143	5,053,859	4,685,468	

281,990,001 291,946,445 32.15

Financials

Greencoat Renewables PLC	1,696,271	2,912,507	2,925,882	
Hannon Armstrong				
Sustainable Infrastructure				
Capital Inc.	25,138	880,890	1,048,992	
Metro Pacific Investments				
Corp.	9,211,000	1,061,672	820,739	

4,855,069 4,795,613 0.53

Information Technology

ASML Holding NV	5,172	1,369,496	1,985,235	
Canadian Solar Inc.	36,222	907,915	1,038,055	
Ceva Inc.	49,510	1,622,175	1,730,885	
Cree Inc.	18,653	1,087,136	1,116,287	
Daqo New Energy Corp.	8,652	474,275	574,436	
First Solar Inc.	75,072	5,805,283	5,447,675	
Itron Inc.	27,007	2,115,458	2,940,035	
NXP Semiconductors NV	15,892	1,984,913	2,622,563	
ON Semiconductor Corp.	103,218	2,555,889	3,263,207	
Samsung SDI Co., Ltd.	8,676	2,283,107	2,295,938	
SolarEdge Technologies Inc.	12,244	955,061	1,509,780	
Trimble Inc.	54,123	2,880,309	2,925,966	
Universal Display Corp.	1,992	396,762	532,304	

24,437,779 27,982,366 3.08

Materials

CF Industries Holdings Inc.	52,015	2,887,741	3,220,079	
Chemtrade Logistics Income				
Fund	84,798	784,167	935,322	
Ecolab Inc.	6,824	1,681,132	1,707,770	
FMC Corp.	21,083	2,140,865	2,729,012	
Israel Chemicals Ltd.	385,100	2,500,301	2,349,414	
Johnson Matthey PLC	33,513	1,728,824	1,724,815	
Koninklijke DSM NV	10,583	1,609,529	1,788,481	
Livent Corp.	228,514	2,054,351	2,533,579	
Mosaic Co.	131,572	3,776,073	3,692,124	
Nemaska Lithium Inc.	1,714,044	484,889	282,817	
Novozymes A/S	31,922	1,961,894	2,027,145	
Nutrien Ltd.	81,615	5,435,355	5,070,510	
Orbia Advance Corp				
SAB de CV	712,800	1,938,164	1,973,557	
PhosAgro PJSC	64,293	1,103,313	1,058,822	
Sociedad Quimica y Minera				
de Chile SA	54,397	2,214,599	1,882,691	
Yara International ASA	56,203	3,051,556	3,028,939	

35,352,753 36,005,077 3.96

Communication Services

Eutelsat Communications SA	418,584	11,204,812	8,828,649	
Helios Towers PLC	906,988	1,770,536	2,461,762	
SES SA	630,702	13,488,713	11,475,655	

26,464,061 22,766,066 2.51

Utilities

Aqua America Inc.	57,503	3,101,816	3,500,170	
Atco Ltd., Class I	41,400	1,667,454	2,060,478	
Atlantica Yield PLC	59,525	1,736,343	2,037,015	

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

Sun Life Real Assets Fund (continued)

(formerly Sun Life Infrastructure Fund)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Beijing Enterprises Water Group Ltd.	3,410,000	2,441,206	2,235,984	
China Datang Corp Renewable Power Co., Ltd.	10,314,000	1,402,890	1,356,039	
China Longyuan Power Group Corp., Ltd.	2,041,000	1,634,655	1,674,588	
China Water Affairs Group Ltd.	1,491,926	1,850,914	1,447,551	
Cia de Saneamento de Minas Gerais-COPASA	28,100	657,225	615,869	
Consolidated Water Co., Ltd.	48,720	892,195	1,029,794	
Encavis AG	86,488	852,393	1,182,129	
Enel SpA	238,428	2,090,664	2,477,638	
Hera SpA	840,363	4,013,405	4,770,620	
Huaneng Renewables Corp., Ltd.	5,750,000	2,143,284	2,899,536	
Iberdrola SA	107,481	1,355,548	1,436,209	
Italgas SpA	954,617	7,499,948	7,564,680	
Middlesex Water Co.	13,387	1,066,014	1,103,547	
National Grid PLC	1,936,851	28,177,691	31,419,096	
NextEra Energy Inc.	3,667	989,565	1,151,513	
Northland Power Inc.	50,821	1,277,591	1,382,331	
Ormat Technologies Inc.	19,619	1,604,567	1,895,855	
Pattern Energy Group Inc.	54,845	1,597,085	1,902,819	
Pennon Group PLC	924,084	11,207,446	16,271,320	
Power Assets Holdings Ltd.	1,467,029	13,589,550	13,916,550	
REN - Redes Energéticas Nacionais SGPS SA	713,303	2,723,472	2,824,140	
Severn Trent PLC	352,225	11,682,283	15,217,582	
SIIIC Environment Holdings Ltd.	1,516,000	437,716	378,450	
SJW Group	12,567	1,046,044	1,158,010	
Spark Infrastructure Group	2,844,006	6,365,557	5,418,241	
SSE PLC	57,880	1,197,209	1,430,296	
Sunnova Energy International Inc.	121,059	1,659,855	1,751,930	
Terna Rete Elettrica Nazionale SpA	3,002,326	23,256,649	26,020,159	
United Utilities Group PLC	1,334,484	18,082,886	21,627,022	
Veolia Environnement SA	160,329	5,110,164	5,533,334	
	164,411,284	186,690,495	20.56	
Total Equities	836,509,866	886,916,904	97.66	
Transaction Costs	(964,779)			
Total Investments	840,125,785	891,497,602	98.16	
Other Assets less Liabilities		16,665,229	1.84	
Total Net Assets		908,162,831	100.00	

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Real Assets Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Fund invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	0.49	-
AA/Aa	0.01	-
Total	0.50	-

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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

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

Sun Life Real Assets Fund (continued)

(formerly Sun Life Infrastructure Fund)

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. 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, 2019		December 31, 2018	
United States				
Dollar	347,270,068	38.24	48,278,856	15.85
Euro	236,016,707	25.99	150,939,713	49.58
British Pound	114,367,080	12.59	63,258,821	20.77
Hong Kong Dollar	47,314,452	5.21	-	-
Japanese Yen	40,646,684	4.48	-	-
Australian Dollar	34,014,376	3.75	31,762,344	10.43
Singapore Dollar	14,404,977	1.59	-	-
Norwegian Krone	7,541,877	0.83	-	-
Korean Won	5,996,834	0.66	-	-
Danish Krone	5,274,198	0.58	-	-
Swiss Franc	4,434,750	0.49	273,467	0.09
Mexican Peso	4,231,033	0.47	-	-
Swedish Krona	2,766,344	0.30	-	-
Israeli Shekel	2,373,375	0.26	-	-
Thai Baht	1,891,555	0.21	-	-
Philippine Peso	838,527	0.09	-	-
Brazilian Real	615,869	0.07	-	-
Total	869,998,706	95.81	294,513,201	96.72

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$43,499,935 (\$14,725,660 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	4,580,698	-	-	4,580,698
December 31, 2018	-	-	-	-

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$6,548 (\$nil as at December 31, 2018). 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 its investment in publicly traded equities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$44,345,845 (\$14,790,739 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Short-Term Investments		
Treasury Bills	0.1	-
Promissory Note	0.4	-
Equities		
Energy	3.1	7.2
Industrials	27.2	32.9
Consumer Discretionary	1.2	9.6
Consumer Staples	2.4	-
Health Care	1.0	-
Real Estate	32.1	-
Financials	0.5	-
Information Technology	3.1	-
Materials	4.0	-
Communication Services	2.5	-
Utilities	20.6	47.4
Other Assets less Liabilities	1.8	2.9
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, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Short-Term Investments	-	4,580,698	-	4,580,698
Equities	885,559,862	282,817	1,074,225	886,916,904
December 31, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Equities	295,814,779	-	-	295,814,779

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

Sun Life Real Assets Fund (continued)

(formerly Sun Life Infrastructure Fund)

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

The following is a reconciliation of Level 3 fair value assets as at December 31, 2019 and December 31, 2018.

	December 31, 2019 (\$)	December 31, 2018 (\$)
Opening Balance	-	-
Net purchases and sales	-	-
Transfers in	1,072,199	-
Transfers out	-	-
Gains (Losses)		
Realized	-	-
Unrealized	2,026	-
Closing Balance	1,074,225	-

The fair value pricing of Level 3 assets is performed by using the last observable market price available. There are no changes in the fair value pricing assumptions of Level 3 assets that would impact the Fund. Other valuation estimates considered were to price the assets at cost or derive the prices indirectly from other observable market prices.

Short-term investments

Short-term investments include primarily treasury bills, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. The inputs that are significant to valuation are generally observable and therefore the Fund's short-term investments have been classified as Level 2.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$1,079,654 (\$493,239 for the period ended December 31, 2018).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended December 31, 2019 was \$154,596 (\$73,981 for the period ended December 31, 2018).

Taxation of the Fund

The Fund had no accumulated capital losses.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the "Manager") is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series A	2,895	24,390
Series T5	-	-
Series T8	-	-
Series F5	-	-
Series F8	-	-

	December 31, 2018	
	Units	Market Value (\$)
Series A	-	-
Series T5	947	10,643
Series T8	1,038	10,663
Series F5	698	10,511
Series F8	717	10,511

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	55	-	390
Series T5	-	-	-
Series T8	-	-	-
Series F	20	23,266	368
Series F5	-	-	-
Series F8	-	-	-

	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	-	-	-
Series T5	27	-	561
Series T8	27	-	914
Series F	-	-	-
Series F5	10,017	-	468
Series F8	10,017	-	758

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

Sun Life Real Assets Fund (continued)

(formerly Sun Life Infrastructure Fund)

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	January 29, 2015	February 02, 2015
Series T5 Units	January 29, 2015	February 02, 2015
Series T8 Units	January 29, 2015	February 02, 2015
Series F Units	January 29, 2015	February 02, 2015
Series F5 Units	February 09, 2018	February 09, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	January 29, 2015	February 02, 2015
Series O Units	January 29, 2015	February 02, 2015

Effective February 26, 2019, Series T5, Series T8, Series F5, and Series F8 units of Sun Life Infrastructure Fund were closed to new purchases. Effective the same date, Series T5 and Series T8 units were redesignated as Series A units, and Series F5 and Series F8 units were redesignated as Series F units. Please refer to the Fund's simplified prospectus for more details about the captioned change.

Fund Name Change

Effective May 31, 2019, the Fund changed its name from the Sun Life Infrastructure Fund to the Sun Life Real Assets Fund.

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

Sun Life Ryan Labs U.S. Core Fixed Income Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	801,051,179	726,407,857
Short-term investments	-	-
Cash	4,441,949	5,815,071
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	12,039,237	2,161,664
Unrealized appreciation on swaps	-	-
Due from investment dealers	11,956,007	29,815
Accrued interest	4,027,277	4,147,945
Dividends receivable	9,667	10,182
Distributions receivable from underlying funds	-	-
Subscriptions receivable	1,609,958	-
	835,135,274	738,572,534
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	787,147	15,978,577
Unrealized depreciation on swaps	-	-
Accrued expenses	15,499	11,994
Redemptions payable	-	-
Distributions payable	26	-
Due to investment dealers	11,969,129	-
Management fees payable	-	-
Total liabilities (excluding net assets attributable to holders of redeemable units)	12,771,801	15,990,571
Net Assets Attributable to Holders of Redeemable Units	822,363,473	722,581,963
Net Assets Attributable to Holders of Redeemable Units per Unit - Series I (note 4)	10.17	9.70

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	612,761	793,676
Interest income for distribution purposes	29,560,903	19,836,259
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	19,200,248	1,211,041
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	11,476,540	(37,765,988)
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	(11,393,500)	37,891,435
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	25,069,003	(20,915,136)
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	74,525,955	1,051,287
Net gain (loss) on foreign exchange	311,597	111,486
Other income	-	-
Total income (loss)	74,837,552	1,162,773
Expenses (note 5)		
Management fees	-	-
Fixed annual administration fees	499,436	334,170
Independent review committee fees	-	-
Withholding tax	2,774	108,870
Transaction costs (note 2)	499	-
Total operating expenses	502,709	443,040
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	74,334,843	719,733
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions) - Series I	74,334,843	719,733
Weighted Average Number of Units Outstanding - Series I	88,069,159	60,868,479
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions) - Series I	0.84	0.01

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

Sun Life Ryan Labs U.S. Core Fixed Income Fund (continued)

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

For the periods ended December 31

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 722,581,963	432,126,909
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 74,334,843	719,733
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 317,524,840	307,858,801
Redemption of redeemable units	\$ (292,078,147)	(18,123,480)
Reinvestment of distributions to holders of redeemable units	\$ 29,126,347	20,124,600
Capitalized distributions	\$ -	-
	\$ 54,573,040	309,859,921
Distributions to Holders of Redeemable Units		
From capital gains	\$ -	-
From net investment income	\$ (29,126,373)	(20,124,600)
Return of capital	\$ -	-
	\$ (29,126,373)	(20,124,600)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 99,781,510	290,455,054
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 822,363,473	722,581,963
Redeemable Unit Transactions		
Balance - beginning of period	74,512,346	43,011,970
Units issued	31,546,850	31,242,395
Units issued on reinvestment of distributions	2,865,046	2,075,238
Units redeemed	(28,031,281)	(1,817,257)
Balance - end of period	80,892,961	74,512,346

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	74,334,843	719,733
Adjustments for:		
Net realized (gain) loss on sale of investments	(19,200,248)	(1,211,041)
Change in unrealized (appreciation) depreciation in value of investments	11,393,500	(37,891,435)
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	(25,069,003)	20,915,136
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	-	-
Change in margin	-	-
Purchases of investments	(642,091,279)	(696,620,265)
Proceeds from sale of investments	575,297,143	421,762,429
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	121,183	(2,277,859)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	-	-
Change in other payables and accrued expenses	4,004	6,013
Net Cash Provided by (Used in) Operating Activities	(25,209,857)	(294,597,289)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	-	-
Proceeds from redeemable units issued	315,914,882	307,858,801
Redemption of redeemable units	(292,078,147)	(18,123,480)
Net Cash Provided by (Used in) Financing Activities	23,836,735	289,735,321
Net increase (decrease) in cash	(1,373,122)	(4,861,968)
Cash (bank indebtedness) at beginning of period	5,815,071	10,677,039
Cash (bank indebtedness) at end of period	4,441,949	5,815,071
Dividends received, net of withholding taxes	610,502	674,624
Interest received, net of withholding taxes	29,681,571	17,568,582
Interest paid	-	-

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

Sun Life Ryan Labs U.S. Core Fixed Income Fund (continued)

Schedule of Investments

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
BONDS						
Federal Bonds						
United States Treasury Note	2.750%	15-Sep-2021	1,200,000	1,544,569	1,586,247	
United States Treasury Note	1.500%	31-Oct-2021	2,300,000	3,030,055	2,978,908	
United States Treasury Note	1.625%	31-Aug-2022	5,000,000	6,290,687	6,490,450	
United States Treasury Note	1.500%	15-Sep-2022	2,500,000	3,343,459	3,234,904	
United States Treasury Note	2.000%	30-Nov-2022	730,000	976,671	957,516	
United States Treasury Note	1.500%	31-Mar-2023	4,900,000	6,328,202	6,332,346	
United States Treasury Note	2.500%	31-Mar-2023	6,155,000	7,670,202	8,204,559	
United States Treasury Note	2.750%	31-Aug-2023	2,000,000	2,561,335	2,695,462	
United States Treasury Note	1.750%	30-Jun-2024	475,000	620,475	618,012	
United States Treasury Note	1.625%	30-Sep-2026	6,550,000	8,688,421	8,394,162	
United States Treasury Note	1.625%	31-Oct-2026	17,890,000	23,593,870	22,913,815	
United States Treasury Note	1.625%	30-Nov-2026	9,325,000	12,033,963	11,941,257	
United States Treasury Note	2.875%	15-May-2028	4,485,000	5,705,889	6,265,398	
United States Treasury Note	2.875%	15-Aug-2028	5,375,000	6,949,011	7,518,908	
United States Treasury Note	3.125%	15-Nov-2028	6,505,000	8,886,417	9,283,162	
United States Treasury Note	1.625%	15-Aug-2029	3,145,000	4,070,399	3,976,952	
United States Treasury Note	4.250%	15-May-2039	1,985,000	3,181,193	3,394,169	
United States Treasury Note	2.250%	15-Aug-2046	435,000	613,025	549,807	
United States Treasury Note	3.000%	15-May-2047	9,015,000	11,667,469	13,171,317	
United States Treasury Note	2.750%	15-Nov-2047	8,115,000	9,743,849	11,317,478	
United States Treasury Note	3.000%	15-Feb-2048	6,040,000	7,883,846	8,830,370	
United States Treasury Note	3.125%	15-May-2048	3,170,000	4,034,426	4,746,804	
United States Treasury Note	3.000%	15-Aug-2048	9,495,000	12,722,652	13,907,007	
United States Treasury Note	3.375%	15-Nov-2048	3,455,000	5,024,537	5,421,294	
United States Treasury Note	3.000%	15-Feb-2049	2,625,000	3,773,164	3,851,331	
United States Treasury Note	2.875%	15-May-2049	6,720,000	9,988,225	9,633,555	
United States Treasury Note	2.250%	15-Aug-2049	1,150,000	1,518,155	1,451,211	
				172,444,166	179,666,401	21.85
Canadian Corporate Bonds						
Brookfield Finance Inc.	4.850%	29-Mar-2029	1,380,000	1,844,847	2,050,865	
				1,844,847	2,050,865	0.25
Foreign Corporate Bonds						
AbbVie Inc.	4.400%	6-Nov-2042	1,570,000	2,162,792	2,192,768	
Alexandria Real Estate Equities Inc.	3.450%	30-Apr-2025	2,618,000	3,280,380	3,570,051	
Alexandria Real Estate Equities Inc.	3.800%	15-Apr-2026	810,000	1,131,544	1,123,874	
Alibaba Group Holding Ltd.	3.600%	28-Nov-2024	4,450,000	5,735,394	6,082,121	
Alibaba Group Holding Ltd.	4.000%	6-Dec-2037	200,000	256,638	278,055	
Altria Group Inc.	5.800%	14-Feb-2039	1,405,000	1,919,395	2,147,246	
America Movil SAB de CV	5.000%	30-Mar-2020	600,000	803,742	782,921	
America Movil SAB de CV	6.125%	30-Mar-2040	2,000,000	3,152,099	3,488,189	
America Movil SAB de CV	4.375%	22-Apr-2049	2,140,000	2,873,366	3,202,008	
Arrow Electronics Inc.	3.250%	8-Sep-2024	2,195,000	2,705,867	2,928,838	
Arrow Electronics Inc.	3.875%	12-Jan-2028	3,595,000	4,553,201	4,780,961	
Associated Bank NA/Green Bay WI	3.500%	6-Aug-2021	1,916,000	2,510,560	2,530,997	
Aviation Capital Group LLC	4.125%	1-Aug-2025	3,300,000	4,243,265	4,478,187	
Avolon Holdings Funding Ltd.	4.375%	1-May-2026	1,625,000	2,155,764	2,228,485	
Banco Santander SA	3.848%	12-Apr-2023	1,736,000	2,334,762	2,349,869	
Bank of America Corp.	3.004%	20-Dec-2023	3,545,000	4,538,806	4,706,549	
Bank of America Corp.	3.705%	24-Apr-2028	2,345,000	3,051,866	3,253,975	
BAT Capital Corp.	3.215%	6-Sep-2026	355,000	473,516	464,553	
BGC Partners Inc.	5.375%	24-Jul-2023	4,094,000	5,356,086	5,681,767	
Boardwalk Pipelines LP	4.450%	15-Jul-2027	3,025,000	3,817,396	4,070,507	
Boeing Co.	3.850%	1-Nov-2048	2,125,000	2,794,390	2,932,117	
Brighthouse Financial Inc.	4.700%	22-Jun-2047	2,638,000	2,897,752	3,176,127	
Broadcom Corp. / Broadcom Cayman Finance Ltd.	3.875%	15-Jan-2027	1,845,000	2,289,810	2,487,373	
Broadcom Inc.	3.625%	15-Oct-2024	475,000	629,615	640,940	
Cantor Fitzgerald LP	4.875%	1-May-2024	1,235,000	1,660,377	1,709,136	
Capital One Financial Corp.	3.450%	30-Apr-2021	1,000,000	1,286,167	1,320,633	
Commonwealth Edison Co.	4.000%	1-Mar-2048	585,000	860,118	854,964	
Comcast Corp.	3.950%	15-Oct-2025	555,000	710,718	786,061	
Comcast Corp.	3.450%	1-Feb-2050	1,065,000	1,388,297	1,419,781	
Crown Castle International Corp.	3.200%	1-Sep-2024	2,414,000	2,975,689	3,240,250	

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

Sun Life Ryan Labs U.S. Core Fixed Income Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
CVS Health Corp.	5.050%	25-Mar-2048	3,375,000	4,523,300	5,194,570	
Diamond 1 Finance Corp. / Diamond 2 Finance Corp.	8.350%	15-Jul-2046	2,080,000	3,380,847	3,721,558	
Discover Bank	4.682%	9-Aug-2028	1,000,000	1,300,255	1,356,268	
Discovery Communications LLC	5.300%	15-May-2049	1,565,000	2,233,392	2,409,556	
DowDuPont Inc.	4.493%	15-Nov-2025	2,015,000	2,729,622	2,879,912	
El Paso Pipeline Partners Operating Co LLC	4.300%	1-May-2024	2,615,000	3,634,093	3,626,419	
Electricite de France SA	5.000%	21-Sep-2048	1,335,000	1,683,245	2,068,083	
Enable Midstream Partners LP	4.400%	15-Mar-2027	4,009,000	5,149,342	5,196,749	
Energy Transfer Operating LP	7.500%	15-Oct-2020	3,750,000	5,344,414	5,054,540	
EQT Corp.	4.875%	15-Nov-2021	2,080,000	2,777,291	2,785,573	
GE Capital International Funding Co.	2.342%	15-Nov-2020	1,220,000	1,546,544	1,583,641	
General Motors Financial Co., Inc.	3.250%	5-Jan-2023	1,075,000	1,357,275	1,425,672	
General Motors Financial Co., Inc.	4.350%	17-Jan-2027	2,070,000	2,634,129	2,824,236	
Georgia Power Co.	2.200%	15-Sep-2024	825,000	1,094,770	1,071,143	
Glencore Funding LLC	4.875%	12-Mar-2029	3,440,000	4,786,341	4,851,005	
JPMorgan Chase & Co.	3.797%	23-Jul-2024	2,350,000	3,090,887	3,213,670	
JPMorgan Chase & Co.	3.625%	1-Dec-2027	2,700,000	3,292,870	3,701,981	
Kinder Morgan Energy Partners LP	3.450%	15-Feb-2023	3,025,000	3,830,271	4,042,970	
Lam Research Corp.	2.800%	15-Jun-2021	1,000,000	1,272,915	1,311,035	
Marathon Petroleum Corp.	4.750%	15-Dec-2023	2,730,000	3,671,926	3,849,592	
Mitsubishi UFJ Financial Group Inc.	3.535%	26-Jul-2021	2,500,000	3,287,291	3,318,990	
Morgan Stanley	3.950%	23-Apr-2027	1,710,000	2,149,718	2,381,074	
Motorola Solutions Inc.	3.750%	15-May-2022	1,748,000	2,258,522	2,344,771	
MPLX LP	5.500%	15-Feb-2049	2,785,000	3,999,399	4,108,846	
NRG Energy Inc.	4.450%	15-Jun-2029	570,000	764,509	775,498	
NXP BV / NXP Funding LLC	4.875%	1-Mar-2024	1,705,000	2,345,346	2,413,668	
NXP BV / NXP Funding LLC	3.875%	18-Jun-2026	290,000	385,023	399,490	
PacifiCorp.	4.150%	15-Feb-2050	1,750,000	2,344,687	2,611,852	
PayPal Holdings Inc.	2.650%	1-Oct-2026	800,000	1,063,727	1,053,551	
PECO Energy Co.	3.000%	15-Sep-2049	1,185,000	1,567,331	1,481,197	
Seagate HDD Cayman	4.875%	1-Mar-2024	1,410,000	1,787,665	1,950,702	
Sempra Energy	4.050%	1-Dec-2023	1,515,000	2,023,535	2,090,530	
Simon Property Group LP	3.250%	13-Sep-2049	785,000	1,028,465	993,298	
Southern California Edison Co.	4.000%	1-Apr-2047	1,820,000	2,404,362	2,488,954	
Spirit Realty LP	3.400%	15-Jan-2030	275,000	361,024	358,927	
Sprint Spectrum Co LLC / Sprint Spectrum Co II LLC / Sprint	3.360%	20-Sep-2021	2,270,188	3,055,886	2,973,741	
Sumitomo Mitsui Financial Group Inc.	2.784%	12-Jul-2022	4,540,000	5,714,762	5,991,087	
Sunoco Logistics Partners Operations LP	4.650%	15-Feb-2022	3,140,000	4,211,505	4,246,907	
TC Pipelines LP	4.375%	13-Mar-2025	1,655,000	2,115,955	2,286,935	
Tech Data Corp.	4.950%	15-Feb-2027	1,700,000	2,229,508	2,278,831	
The Goldman Sachs Group Inc.	3.850%	26-Jan-2027	2,090,000	2,761,790	2,887,251	
The Goldman Sachs Group Inc.	4.017%	31-Oct-2038	1,755,000	2,118,563	2,477,923	
The Kroger Co.	4.450%	1-Feb-2047	2,640,000	3,195,359	3,642,551	
UnitedHealth Group Inc.	3.500%	15-Aug-2039	355,000	461,895	484,468	
Williams Cos Inc.	3.350%	15-Aug-2022	3,794,000	5,143,276	5,042,531	
				192,662,204	202,161,049	24.58
Mortgage-Backed Securities						
AMCAR 2018-1 D 3.82% 18MAR24	3.820%	18-Mar-2024	1,410,000	1,816,624	1,893,316	
AmeriCredit Automobile Receivables Trust 2017-3	3.180%	18-Jul-2023	3,560,000	4,492,524	4,690,986	
Americredit Automobile Receivables Trust 2018-3	4.040%	18-Nov-2024	2,640,000	3,491,467	3,577,896	
Americredit Automobile Receivables Trust 2019-1	3.620%	18-Mar-2025	2,840,000	3,789,762	3,786,125	
BAMLL Re-REMIC Trust 2014-FRR5	2.573%	27-Jan-2047	1,600,000	1,789,027	1,958,073	
BAMLL Re-REMIC Trust 2016-FRR13	1.610%	27-Aug-2045	2,132,000	2,423,910	2,594,288	
BX Commercial Mortgage Trust 2019-XL	3.190%	15-Oct-2036	2,950,000	3,931,370	3,835,052	
CarMax Auto Owner Trust 2018-2	3.990%	15-Apr-2025	1,605,000	2,142,573	2,144,158	
Carmax Auto Owner Trust 2019-2	3.410%	15-Oct-2025	2,140,000	2,850,079	2,828,267	
Carvana Auto Receivables Trust 2019-2	3.280%	15-Jan-2025	3,400,000	4,555,635	4,452,608	
Cascades SA 2019-NRMI CL A	0.000%	25-Nov-2049	2,235,000	2,526,694	2,111,761	
CIM Trust 2018-R3	4.000%	25-Sep-2057	2,496,000	3,193,055	3,206,740	
Citigroup Commercial Mortgage Trust 2014-GC21	4.945%	10-May-2024	4,945,000	6,002,456	6,317,874	
Commonbond Student Loan Trust 2018-A-GS	3.580%	25-Feb-2044	1,215,000	1,550,490	1,586,065	
CSMC 2014-USA OA LLC	4.373%	15-Sep-2037	1,780,000	2,179,954	2,275,260	
Domino's Pizza Master Issuer LLC	3.082%	25-Jul-2047	1,900,000	2,408,210	2,422,084	
Drive Auto Receivables Trust 2018-1	3.810%	15-May-2024	5,205,000	6,579,511	6,862,484	
Drive Auto Receivables Trust 2018-2	4.140%	15-Aug-2024	5,020,000	6,534,348	6,643,596	

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

Sun Life Ryan Labs U.S. Core Fixed Income Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Drive Auto Receivables Trust 2018-4	4.090%	15-Jan-2026	4,930,000	6,426,061	6,573,386	
Drive Auto Receivables Trust 2018-5	4.300%	15-Apr-2026	3,510,000	4,738,588	4,702,480	
Drive Auto Receivables Trust 2019-1	4.090%	15-Jun-2026	3,070,000	4,149,465	4,100,921	
Drive Auto Receivables Trust 2019-2	3.420%	16-Jun-2025	2,450,000	3,286,003	3,231,225	
Drive Auto Receivables Trust 2019-2	3.690%	17-Aug-2026	2,450,000	3,288,589	3,254,276	
Drive Auto Receivables Trust 2019-3	3.180%	15-Oct-2026	2,500,000	3,319,933	3,291,090	
Drive Auto Receivables Trust 2019-4	2.700%	16-Feb-2027	1,700,000	2,236,875	2,190,560	
Exeter Automobile Receivables Trust 2019-2	3.710%	17-Mar-2025	2,610,000	3,486,727	3,470,884	
Fannie Mae Pool	3.000%	1-May-2032	2,180,000	1,768,839	1,863,206	
Fannie Mae Pool	2.500%	1-Mar-2033	1,720,000	1,856,292	1,855,243	
Fannie Mae Pool	3.500%	1-May-2045	5,490,000	4,381,974	4,623,796	
Fannie Mae Pool	3.000%	1-Jul-2046	3,400,000	3,034,766	3,264,942	
Fannie Mae Pool	3.000%	1-Aug-2046	4,800,000	4,624,118	4,822,152	
Fannie Mae Pool	3.000%	1-Aug-2046	3,070,000	2,684,061	2,891,182	
Fannie Mae Pool	3.000%	1-Oct-2046	6,355,000	6,087,167	6,456,542	
Fannie Mae Pool	3.500%	1-May-2047	6,450,000	6,017,820	6,359,050	
Fannie Mae Pool	4.000%	1-Jun-2047	2,830,000	2,408,154	2,507,805	
Fannie Mae Pool	4.500%	1-Jun-2047	2,300,000	1,622,046	1,687,315	
Fannie Mae Pool	3.500%	1-Jul-2047	3,400,000	3,228,354	3,458,105	
Fannie Mae Pool	4.000%	1-Aug-2047	6,595,000	5,906,391	6,206,512	
Fannie Mae Pool	3.000%	1-Oct-2047	2,380,000	2,456,943	2,625,801	
Fannie Mae Pool	3.000%	1-Dec-2047	7,720,000	8,689,602	8,616,706	
Fannie Mae Pool	3.500%	1-Dec-2047	2,800,000	2,920,891	3,179,993	
Fannie Mae Pool	3.500%	1-Dec-2047	2,905,000	3,081,979	3,295,554	
Fannie Mae Pool	3.500%	1-Jan-2048	3,960,000	4,058,191	4,307,813	
Fannie Mae Pool	4.500%	1-Jan-2048	1,005,000	874,072	902,277	
Fannie Mae Pool	3.500%	1-Mar-2048	9,005,000	9,520,587	10,066,123	
Fannie Mae Pool	4.500%	1-Mar-2048	2,600,000	2,376,438	2,451,650	
Fannie Mae Pool	4.000%	1-Jun-2048	3,700,000	3,552,360	3,624,079	
Fannie Mae Pool	3.500%	1-Sep-2048	7,090,000	7,483,738	7,352,681	
Fannie Mae Pool	4.000%	1-Aug-2049	3,900,000	5,152,809	5,020,044	
FASST MNS JR2 A1 144	2.000%	25-Mar-2069	3,450,000	4,618,355	4,635,808	
Finance America Structured Securities Trust JR2, Series 2019-J	2.000%	25-Oct-2069	3,000,000	4,009,679	3,904,402	
Foundation Finance Trust 2019-1	4.220%	15-Nov-2034	1,260,000	1,678,595	1,688,242	
Freddie Mac Gold Pool	2.500%	1-Dec-2031	4,430,000	3,737,376	3,882,885	
Freddie Mac Gold Pool	4.000%	1-Feb-2044	2,750,000	1,969,389	2,034,989	
Freddie Mac Gold Pool	3.500%	1-Aug-2045	6,690,000	4,210,807	4,457,183	
Freddie Mac Gold Pool	3.000%	1-Nov-2046	7,130,000	6,601,946	7,113,288	
Freddie Mac Gold Pool	4.500%	1-Jul-2047	2,985,000	2,470,553	2,511,914	
Freddie Mac Gold Pool	3.000%	1-Nov-2047	3,615,000	4,036,069	4,054,728	
Freddie Mac Gold Pool	3.000%	1-Mar-2048	5,220,000	5,923,660	5,961,640	
Freddie Mac Gold Pool	3.500%	1-Jul-2048	5,395,000	5,421,414	5,304,920	
Freddie Mac REMICS	4.000%	15-May-2044	1,125,000	930,092	929,741	
FREMF 2013-K31 Mortgage Trust	3.630%	25-Jul-2046	1,875,000	2,453,992	2,490,176	
FREMF 2013-K35 Mortgage Trust	3.942%	25-Aug-2023	3,267,000	4,355,415	4,420,047	
FREMF 2014-K41 Mortgage Trust	3.832%	25-Nov-2047	2,005,000	2,536,613	2,737,790	
FREMF 2015-K42 Mortgage Trust	3.851%	25-Dec-2024	1,885,000	2,553,248	2,500,562	
FREMF 2015-K43 Mortgage Trust	3.734%	25-Feb-2048	2,300,000	2,829,750	3,049,765	
FREMF 2015-K44 Mortgage Trust	3.681%	25-Jan-2048	2,470,000	2,978,375	3,257,265	
FREMF 2015-K45 Mortgage Trust	3.590%	25-Apr-2048	1,800,000	2,209,412	2,363,225	
FREMF 2015-K46 Mortgage Trust	3.695%	25-Apr-2048	1,075,000	1,312,850	1,410,675	
Ginnie Mae I Pool	3.500%	15-Aug-2043	3,819,933	1,451,424	1,495,444	
Ginnie Mae II Pool	3.500%	20-Mar-2046	4,420,000	2,698,293	2,819,774	
Ginnie Mae II Pool	3.500%	20-Sep-2046	4,215,000	3,197,803	3,304,188	
Ginnie Mae II Pool	3.500%	20-Apr-2047	2,000,000	1,703,626	1,783,557	
Ginnie Mae II Pool	3.000%	20-Mar-2048	2,400,000	2,525,897	2,662,855	
Ginnie Mae II Pool	3.500%	20-Sep-2048	2,400,000	2,275,061	2,369,307	
Goldentree Loan Management US Clo 4 Ltd.	4.636%	24-Apr-2031	3,800,000	5,063,059	4,940,233	
Government National Mortgage Association	2.500%	16-Jan-2049	2,500,000	3,006,355	3,145,915	
Government National Mortgage Association	2.600%	16-Jul-2049	3,310,000	3,978,543	4,172,802	
Government National Mortgage Association	2.600%	16-Sep-2052	3,465,000	4,015,831	4,371,886	
Government National Mortgage Association	2.600%	16-Jul-2057	1,800,000	2,056,883	2,251,639	
GS Mortgage Securities Trust 2011-GC3	5.000%	10-Mar-2044	4,314,000	5,486,461	5,681,607	
GS Mortgage Securities Trust 2019-GC42	3.001%	1-Sep-2052	3,100,000	4,232,919	4,144,984	
Harley Marine Financing LLC	5.682%	15-May-2043	4,740,000	5,789,835	5,131,143	
Hudson Yards 2019-30HY Mortgage Trust	3.228%	10-Jul-2039	3,800,000	5,168,238	5,116,105	

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

Sun Life Ryan Labs U.S. Core Fixed Income Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Coupon Rate	Maturity Date	Par Value	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Hudsons Bay Simon JV Trust 2015-HBS	4.175%	5-Aug-2034	1,100,000	1,418,727	1,433,452	
JPMBB Commercial Mortgage Securities Trust 2014-C19	4.679%	15-Apr-2047	2,600,000	3,440,087	3,415,854	
JPMBB Commercial Mortgage Securities Trust 2015-C28	3.698%	15-Oct-2048	4,750,000	5,729,899	5,728,688	
Kabbage Funding LLC	4.071%	15-Mar-2024	2,850,000	3,813,543	3,733,304	
Madison Park Funding XXXVII Ltd.	4.231%	15-Jul-2032	5,190,000	6,986,512	6,742,010	
Neuberger Berman Loan Advisers CLO 32 Ltd.	4.616%	19-Jan-2032	2,830,000	3,751,873	3,680,012	
Niagara Park Clo Ltd.	4.402%	17-Jul-2032	3,460,000	4,660,937	4,493,525	
OneMain Direct Auto Receivables Trust 2018-1	4.400%	14-Jan-2028	3,473,000	4,558,669	4,634,142	
OneMain Direct Auto Receivables Trust 2017-2	4.740%	14-Nov-2025	3,170,000	4,342,874	4,163,484	
OneMain Financial Issuance Trust	4.080%	14-Mar-2029	1,700,000	2,152,579	2,236,684	
Santander Drive Auto Receivables Trust 2016-3	4.290%	15-Feb-2024	3,685,000	4,793,960	4,845,961	
Santander Drive Auto Receivables Trust 2017-2	3.490%	17-Jul-2023	3,000,000	3,835,874	3,934,477	
Santander Drive Auto Receivables Trust 2017-3	3.200%	15-Nov-2023	4,800,000	5,992,154	6,302,147	
Santander Drive Auto Receivables Trust 2018-1	3.320%	15-Mar-2024	1,235,000	1,561,121	1,618,902	
Santander Drive Auto Receivables Trust 2018-4	3.980%	15-Dec-2025	2,875,000	3,833,898	3,817,062	
Santander Drive Auto Receivables Trust 2019-2	3.220%	15-Jul-2025	5,710,000	7,589,458	7,557,067	
Santander Retail Auto Lease Trust 2019-A	3.660%	20-May-2024	5,160,000	6,877,495	6,775,394	
Sequoia Mortgage Trust 2015-2	3.500%	25-May-2045	1,390,000	588,922	599,463	
SFAVE Commercial Mortgage Securities Trust 2015-5AVE	3.872%	5-Jan-2043	4,035,000	5,029,181	5,333,721	
Shops at Crystals Trust 2016-CSTL	3.731%	5-Jul-2036	1,200,000	1,424,006	1,480,266	
Sofi Consumer Loan Program 2018-1 Trust	3.970%	25-Feb-2027	1,230,000	1,522,453	1,624,281	
Sofi Consumer Loan Program 2018-3 Trust	4.670%	25-Aug-2027	1,900,000	2,460,710	2,542,040	
SoFi Consumer Loan Program 2018-4 Trust	4.760%	26-Nov-2027	2,975,000	3,892,607	3,972,913	
THL Credit Wind River 2014-1 CLO Ltd.	3.053%	18-Jul-2031	3,150,000	4,211,933	4,045,744	
Towd Point Mortgage Trust	3.799%	25-Nov-2060	2,370,000	3,104,530	3,218,578	
Tralee CLO II Ltd.	3.286%	20-Jul-2029	1,950,000	2,392,754	2,524,019	
UBS Commercial Mortgage Trust 2018-NYCH	3.840%	15-Feb-2032	1,050,000	1,316,043	1,364,092	
UBS-Citigroup Commercial Mortgage Trust 2011-C1	6.050%	10-Jan-2045	1,385,000	1,713,483	1,814,872	
				409,461,622	417,172,864	50.73
Total Bonds				776,412,839	801,051,179	97.41
Total Investments				776,412,839	801,051,179	97.41
Unrealized appreciation/(depreciation) on currency forward contracts ⁽¹⁾					11,252,090	1.37
Other Assets less Liabilities					10,060,204	1.22
Total Net Assets					822,363,473	100.00

(1) Unrealized appreciation/(depreciation) on currency forward contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
Canadian Imperial Bank of Commerce	A-1	18-Mar-2020	CAD	284,824,639	USD	(216,632,926)	3,968,097
Canadian Imperial Bank of Commerce	A-1	18-Mar-2020	CAD	284,824,639	USD	(216,702,151)	3,878,721
The Toronto-Dominion Bank	A-1+	18-Mar-2020	CAD	284,824,639	USD	(216,707,592)	3,871,696
Bank of Montreal	A-1	18-Mar-2020	CAD	22,562,761	USD	(17,155,919)	320,723
							12,039,237
Bank of Montreal	A-1	18-Mar-2020	USD	43,413,445	CAD	(57,071,033)	(787,147)
							(787,147)
							11,252,090

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

Sun Life Ryan Labs U.S. Core Fixed Income Fund (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Ryan Labs U.S. Core Fixed Income Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the 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 invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	25.36	27.13
AA/Aa	1.58	0.52
A/A	10.94	8.56
BBB/Baa	35.41	30.04
BB/Ba	0.24	0.83
N/R	25.35	30.66
Total	98.88	97.74

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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. 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, 2019		December 31, 2018	
United States Dollar	(304,639)	(0.04)	(576,020)	(0.08)
Total	(304,639)	(0.04)	(576,020)	(0.08)

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$15,232 (\$28,801 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	7,421,101	180,105,448	613,524,630	801,051,179
December 31, 2018	2,078,551	195,805,093	506,172,549	704,056,193

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$128,367,099 (\$112,115,874 as at December 31, 2018). 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 Fund.

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

Sun Life Ryan Labs U.S. Core Fixed Income Fund (continued)

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Bonds		
Federal Bonds	21.9	25.7
Foreign Corporate Bonds	24.6	-
Canadian Corporate Bonds	0.2	22.8
Mortgage-Backed Securities	50.7	48.9
Exchange-Traded Funds		
U.S. Corporate Bond	-	3.1
Derivative Assets (Liabilities)	1.4	(1.9)
Other Assets less Liabilities	1.2	1.4
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, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Bonds	-	383,878,315	-	383,878,315
Mortgage-Backed Securities	-	411,854,363	5,318,501	417,172,864
Currency Forward Contracts	-	12,039,237	-	12,039,237
Financial Liabilities				
Currency Forward Contracts	-	787,147	-	787,147
December 31, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Financial Assets				
Exchange-Traded Funds	22,351,664	-	-	22,351,664
Bonds	-	350,775,346	-	350,775,346
Mortgage-Backed Securities	-	350,309,290	2,971,557	353,280,847
Currency Forward Contracts	-	2,161,664	-	2,161,664
Financial Liabilities				
Currency Forward Contracts	-	15,978,577	-	15,978,577

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

The following is a reconciliation of Level 3 fair value assets as at December 31, 2019 and December 31, 2018.

	December 31, 2019 (\$)	December 31, 2018 (\$)
Opening Balance	2,971,557	6,714,881
Net purchases and sales	2,883,356	-
Net transfers in (out)	-	(4,004,373)
Gains (Losses) Unrealized	(536,412)	261,049
Closing Balance	5,318,501	2,971,557

The fair value pricing of Level 3 assets is performed by using the last observable market price available. There are no changes in the fair value pricing assumptions of Level 3 assets that would impact the Fund. Other valuation estimates considered were to price the assets at cost or derive the prices indirectly from other observable market prices.

Bonds and Mortgage-Backed Securities

Bonds include primarily government and corporate bonds and mortgage-backed securities, which are valued at the mean of bid and ask prices provided by recognized third-party vendors. Bonds are classified as Level 2, when the inputs that are significant to valuation are generally observable. When one or more of the inputs that are significant to valuation become unobservable, bonds are then classified as Level 3.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$499 (\$nil for the period ended December 31, 2018).

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$10,776,835 (\$41,444,384 as at December 31, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

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

Sun Life Ryan Labs U.S. Core Fixed Income Fund (continued)

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the “Manager”) is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

December 31, 2019		
	Units	Market Value (\$)
Series I	-	-
December 31, 2018		
	Units	Market Value (\$)
Series I	15,573	151,018

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

December 31, 2019			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	-	159,723	-
December 31, 2018			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	-	-	4,206

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund’s Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

	Amounts Eligible for Offset			
	Gross Assets/ (Liabilities) (\$)	Financial Instruments (\$)	Collateral received/ paid (\$)	Net (\$)
December 31, 2019				
Derivative assets - Currency				
Forward Contracts	12,039,237	(320,723)	-	11,718,514
Total	12,039,237	(320,723)	-	11,718,514
Derivative liabilities - Currency				
Forward Contracts	(787,147)	320,723	-	(466,424)
Total	(787,147)	320,723	-	(466,424)
December 31, 2018				
Derivative assets - Currency				
Forward Contracts	2,161,664	(62,224)	-	2,099,440
Total	2,161,664	(62,224)	-	2,099,440
Derivative liabilities - Currency				
Forward Contracts	(15,978,577)	62,224	-	(15,916,353)
Total	(15,978,577)	62,224	-	(15,916,353)

Establishment of the Fund

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

	Date of creation	Date available for sale
Series I Units	July 28, 2017	August 01, 2017

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

Sun Life Schroder Global Mid Cap Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	916,677,536	382,240,284
Short-term investments	-	-
Cash	34,799,823	12,894,151
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	22,487	-
Accrued interest	-	-
Dividends receivable	912,847	425,549
Distributions receivable from underlying funds	-	-
Subscriptions receivable	765,852	7,894,523
	953,178,545	403,454,507
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	17,480	6,321
Redemptions payable	1,105,231	39,530
Distributions payable	18	-
Due to investment dealers	217,428	6,006,986
Management fees payable	1,072	966
Total liabilities (excluding net assets attributable to holders of redeemable units)	1,341,229	6,053,803
Net Assets Attributable to Holders of Redeemable Units	951,837,316	397,400,704
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	1,413,162	1,398,484
Series T5	12,699	10,561
Series T8	30,992	10,561
Series F	171,487	300,304
Series F5	11,349	12,768
Series F8	11,347	9,326
Series I	949,952,907	395,311,236
Series O	233,373	347,464
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	11.50	9.59
Series T5	14.14	12.35
Series T8	12.22	10.98
Series F	11.99	9.88
Series F5	15.14	13.06
Series F8	14.35	12.74
Series I	12.13	10.00
Series O	12.14	10.00

Approved on behalf of Trustee

“signed” Jordy Chilcott
President

“signed” Kari Holdsworth
Chief Financial Officer

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

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	13,965,325	5,929,571
Interest income for distribution purposes	336,301	155,540
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	(623,111)	9,292,585
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	123,087,914	(56,142,991)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	136,766,429	(40,765,295)
Net gain (loss) on foreign exchange	(990,729)	691,125
Other income	-	-
Total income (loss)	135,775,700	(40,074,170)
Expenses (note 5)		
Management fees	33,081	37,924
Fixed annual administration fees	411,041	193,664
Independent review committee fees	23	44
Withholding tax	1,658,601	767,269
Transaction costs (note 2)	653,842	350,788
Total operating expenses	2,756,588	1,349,689
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	133,019,112	(41,423,859)
Finance Cost		
Interest expense	(1,659)	(449)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	133,017,453	(41,424,308)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	251,782	(187,930)
Series T5	2,137	(1,243)
Series T8	3,693	(1,243)
Series F	44,019	(32,016)
Series F5	2,762	(1,352)
Series F8	2,021	(674)
Series I	132,653,648	(41,173,427)
Series O	57,391	(26,423)
Weighted Average Number of Units Outstanding		
Series A	130,095	139,341
Series T5	875	814
Series T8	1,866	902
Series F	20,245	29,609
Series F5	989	833
Series F8	759	690
Series I	64,360,154	29,330,223
Series O	23,216	41,659

Sun Life Schroder Global Mid Cap Fund (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	1.94	(1.35)
Series T5	2.44	(1.53)
Series T8	1.98	(1.38)
Series F	2.17	(1.08)
Series F5	2.79	(1.62)
Series F8	2.66	(0.98)
Series I	2.06	(1.40)
Series O	2.47	(0.63)

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

For the periods ended December 31

	Series A		Series T5		Series T8		Series F	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 1,398,484	1,367,971	10,561	11,804	10,561	11,804	300,304	313,992
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 251,782	(187,930)	2,137	(1,243)	3,693	(1,243)	44,019	(32,016)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 285,893	663,083	-	-	17,519	-	6,009	119,664
Redemption of redeemable units	\$ (523,013)	(444,640)	-	-	(128)	-	(178,844)	(101,336)
Reinvestment of distributions to holders of redeemable units	\$ 321	37,066	574	840	1,059	1,183	325	7,980
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (236,799)	255,509	574	840	18,450	1,183	(172,510)	26,308
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	(36,837)	-	(254)	-	(254)	-	(7,646)
From net investment income	\$ (305)	(229)	(21)	(586)	(59)	(929)	(326)	(334)
Return of capital	\$ -	-	(552)	-	(1,653)	-	-	-
	\$ (305)	(37,066)	(573)	(840)	(1,712)	(1,183)	(326)	(7,980)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 14,678	30,513	2,138	(1,243)	20,431	(1,243)	(128,817)	(13,688)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 1,413,162	1,398,484	12,699	10,561	30,992	10,561	171,487	300,304
Redeemable Unit Transactions								
Balance - beginning of period	145,870	123,955	855	794	962	867	30,406	27,972
Units issued	26,970	58,848	-	-	1,495	-	579	10,262
Units issued on reinvestment of distributions	30	4,000	43	61	90	95	30	831
Units redeemed	(49,988)	(40,933)	-	-	(11)	-	(16,716)	(8,659)
Balance - end of period	122,882	145,870	898	855	2,536	962	14,299	30,406

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

Sun Life Schroder Global Mid Cap Fund (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31

	Series F5		Series F8		Series I		Series O	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 12,768	-	9,326	-	395,311,236	186,801,262	347,464	456,969
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 2,762	(1,352)	2,021	(674)	132,653,648	(41,173,427)	57,391	(26,423)
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ -	14,120	-	10,000	497,995,542	314,036,911	30,809	165,788
Redemption of redeemable units	\$ (4,182)	-	-	-	(76,007,501)	(64,353,510)	(202,291)	(248,870)
Reinvestment of distributions to holders of redeemable units	\$ 667	861	802	938	11,710,961	14,715,748	2,548	12,600
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ (3,515)	14,981	802	10,938	433,699,002	264,399,149	(168,934)	(70,482)
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	(324)	-	(233)	-	(10,152,663)	-	(9,123)
From net investment income	\$ (24)	(537)	(29)	(705)	(11,710,979)	(4,563,085)	(2,548)	(3,477)
Return of capital	\$ (642)	-	(773)	-	-	-	-	-
	\$ (666)	(861)	(802)	(938)	(11,710,979)	(14,715,748)	(2,548)	(12,600)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (1,419)	12,768	2,021	9,326	554,641,671	208,509,974	(114,091)	(109,505)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 11,349	12,768	11,347	9,326	949,952,907	395,311,236	233,373	347,464
Redeemable Unit Transactions								
Balance - beginning of period	978	-	732	-	39,540,698	16,411,256	34,755	40,182
Units issued	-	917	-	667	44,630,737	27,117,739	2,758	14,273
Units issued on reinvestment of distributions	47	61	59	65	955,591	1,525,027	208	1,306
Units redeemed	(275)	-	-	-	(6,821,771)	(5,513,324)	(18,491)	(21,006)
Balance - end of period	750	978	791	732	78,305,255	39,540,698	19,230	34,755

	Total	
	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 397,400,704	188,963,802
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 133,017,453	(41,424,308)
Redeemable Unit Transactions		
Proceeds from redeemable units issued	\$ 498,335,772	315,009,566
Redemption of redeemable units	\$ (76,915,959)	(65,148,356)
Reinvestment of distributions to holders of redeemable units	\$ 11,717,257	14,777,216
Capitalized distributions	\$ -	-
	\$ 433,137,070	264,638,426
Distributions to Holders of Redeemable Units		
From capital gains	\$ -	(10,207,334)
From net investment income	\$ (11,714,291)	(4,569,882)
Return of capital	\$ (3,620)	-
	\$ (11,717,911)	(14,777,216)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 554,436,612	208,436,902
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 951,837,316	397,400,704
Redeemable Unit Transactions		
Balance - beginning of period	39,755,256	16,605,026
Units issued	44,662,539	27,202,706
Units issued on reinvestment of distributions	956,098	1,531,446
Units redeemed	(6,907,252)	(5,583,922)
Balance - end of period	78,466,641	39,755,256

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

Sun Life Schroder Global Mid Cap Fund (continued)

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	133,017,453	(41,424,308)
Adjustments for:		
Net realized (gain) loss on sale of investments	623,111	(9,292,585)
Change in unrealized (appreciation) depreciation in value of investments	(123,087,914)	56,142,991
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	-	-
Change in margin	-	-
Purchases of investments	(670,546,141)	(378,329,142)
Proceeds from sale of investments	252,107,805	128,179,747
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	(487,298)	(244,490)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	106	157
Change in other payables and accrued expenses	665,001	354,543
Net Cash Provided by (Used in) Operating Activities	(407,707,877)	(244,613,087)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(636)	-
Proceeds from redeemable units issued	505,464,443	312,602,784
Redemption of redeemable units	(75,850,258)	(65,121,521)
Net Cash Provided by (Used in) Financing Activities	429,613,549	247,481,263
Net increase (decrease) in cash	21,905,672	2,868,176
Cash (bank indebtedness) at beginning of period	12,894,151	10,025,975
Cash (bank indebtedness) at end of period	34,799,823	12,894,151
Dividends received, net of withholding taxes	11,819,426	4,917,812
Interest received, net of withholding taxes	336,301	155,540
Interest paid	(1,659)	(449)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Energy				
New Fortress Energy LLC	46,057	766,707	935,880	
Parsley Energy Inc.	287,461	7,257,957	7,048,975	
ProPetro Holding Corp.	94,840	1,974,770	1,383,565	
Solaris Oilfield Infrastructure Inc.	109,117	2,288,351	1,980,961	
	12,287,785		11,349,381	1.19
Industrials				
Aica Kogyo Co., Ltd.	87,000	3,895,893	3,763,164	
Alaska Air Group Inc.	64,978	5,308,225	5,708,620	
Apogee Enterprises Inc.	96,014	4,507,681	4,046,443	
ASGN Inc.	143,967	12,125,085	13,249,309	
Befesa SA	67,405	3,723,606	3,728,370	
Bingo Industries Ltd.	1,254,705	2,547,158	3,248,190	
Bodycote PLC	187,000	2,614,116	3,058,201	
Bravida Holding AB	191,793	2,048,608	2,416,386	
Bufab AB	178,808	2,676,691	3,234,900	
CTCI Corp.	833,000	1,714,522	1,372,895	
Daifuku Co., Ltd.	54,700	3,657,422	4,346,978	
Diploma PLC	52,500	1,120,543	1,825,397	
Dycom Industries Inc.	31,863	2,883,430	1,948,157	
Elis SA	166,936	4,403,887	4,495,365	
Fortune Brands Home & Security Inc.	108,255	7,755,793	9,172,392	
Fukushima Galilei Co., Ltd.	48,400	2,205,431	2,367,855	
Generac Holdings Inc.	50,939	3,575,561	6,644,476	
Glory Ltd.	98,700	3,735,689	3,898,262	
Haitian International Holdings Ltd.	505,000	1,498,679	1,586,761	
Hexcel Corp.	56,670	4,906,344	5,387,310	
Hitachi Transport System Ltd.	25,800	845,540	946,653	
HomeServe PLC	69,570	1,094,535	1,510,625	
IDEX Corp.	19,278	3,616,565	4,299,777	
IMA Industria Macchine Automatiche SpA	34,762	3,311,117	3,243,441	
Interroll Holding AG	625	1,460,027	1,820,388	
IWG PLC	260,000	1,773,112	1,945,132	
Johnson Electric Holdings Ltd.	332,500	1,416,748	980,558	
KAR Auction Services Inc.	190,004	5,472,365	5,368,778	
King Slide Works Co., Ltd.	64,000	1,127,536	1,002,204	
Kirby Corp.	53,987	5,481,884	6,267,773	
Loomis AB	101,439	4,722,100	5,449,335	
Maire Tecnimont SpA	848,626	4,115,253	3,056,042	
Marel HF	326,323	1,944,693	2,161,237	
Nabtesco Corp.	134,900	4,962,031	5,255,584	
Nibe Industrier AB	83,662	1,607,710	1,882,110	
Nippon Densetsu Kogyo Co., Ltd.	148,300	4,052,542	4,002,761	
Nitta Corp.	37,000	1,682,174	1,434,865	
Obara Group Inc.	60,600	3,539,078	2,671,855	
OC Oerlikon Corp AG	142,458	2,585,834	2,167,155	
Pentair PLC	123,362	6,674,946	7,337,796	
Piovan SpA	234,388	2,333,790	1,999,292	
Prosegur Cash SA	1,595,439	4,193,956	3,153,721	
Prysmian SpA	82,334	2,502,544	2,575,484	
QinetiQ Group PLC	300,000	1,497,354	1,843,950	
Shinmaywa Industries Ltd.	175,500	2,741,230	3,101,402	
Stabilus SA	58,274	4,410,534	5,144,568	
Stericycle Inc.	58,097	4,373,554	4,807,264	
Teleperformance	12,227	2,931,996	3,869,214	
TKH Group NV	64,292	4,834,251	4,669,826	
Tomra Systems ASA	47,074	1,447,792	1,933,974	

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

Sun Life Schroder Global Mid Cap Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Trusco Nakayama Corp.	116,600	3,616,949	3,898,455	
Univar Inc.	172,163	5,443,621	5,411,628	
Valmont Industries Inc.	38,080	6,942,119	7,396,160	
	185,659,844	198,108,438	20.80	

Consumer Discretionary

Advance Auto Parts Inc.	28,852	5,297,101	5,992,189	
Aramark	105,048	4,909,445	5,911,981	
Basic-Fit NV	100,109	3,954,882	4,932,590	
BorgWarner Inc.	69,822	3,819,407	3,927,691	
Brunswick Corp./DE	100,313	7,170,634	7,802,238	
Caleres Inc.	122,073	4,403,078	3,759,575	
Cavco Industries Inc.	20,820	4,093,777	5,274,926	
Cheesecake Factory Inc.	82,525	5,088,217	4,158,568	
Crystal International Group Ltd.	1,813,000	1,785,132	968,547	
Dalata Hotel Group PLC	618,771	5,050,029	4,638,531	
Dunelm Group PLC	190,000	2,227,691	3,773,105	
Extended Stay America Inc.	294,433	6,826,499	5,673,627	
Flutter Entertainment PLC	34,905	3,820,314	5,505,032	
Gentherm Inc.	69,728	3,931,787	4,013,727	
Giant Manufacturing Co., Ltd.	118,000	892,962	1,087,249	
HelloFresh SE	299,827	4,331,187	8,143,773	
Hudson Ltd.	284,417	5,559,626	5,657,654	
Husqvarna AB	326,571	3,794,115	3,393,794	
J D Wetherspoon PLC	60,000	1,311,378	1,714,080	
Kaufman & Broad SA	64,306	3,617,627	3,463,351	
Koito Manufacturing Co., Ltd.	59,100	4,625,845	3,596,529	
LKQ Corp.	178,461	7,048,931	8,261,655	
Musashi Seimitsu Industry Co., Ltd.	189,900	3,717,652	3,414,791	
Next PLC	18,000	1,770,584	2,170,068	
Nexteer Automotive Group Ltd.	800,000	1,613,775	939,967	
Nien Made Enterprise Co., Ltd.	182,000	2,019,413	2,180,814	
Nifco Inc.	116,000	4,281,107	4,152,457	
Nordstrom Inc.	106,309	6,064,075	5,642,444	
Pets at Home Group PLC	600,000	1,790,086	2,881,880	
Photo-Me International PLC	1,000,000	1,949,134	1,666,323	
PlayAGS Inc.	307,805	7,614,943	4,841,634	
Red Rock Resorts Inc.	190,343	6,022,843	5,911,503	
Restaurant Group PLC	1,000,000	2,356,337	2,800,110	
Shenzhen International Group Holdings Ltd.	194,170	2,872,406	3,680,645	
Skyline Champion Corp.	119,610	2,981,648	4,916,797	
SMCP SAS	253,441	5,520,249	3,486,197	
SSP Group PLC	290,000	3,310,055	3,238,164	
Sumitomo Forestry Co., Ltd.	239,800	4,614,651	4,621,124	
Technic Industries Co., Ltd.	349,850	2,692,995	3,700,117	
Ted Baker PLC	211,765	3,568,717	1,484,232	
TPR Co., Ltd.	36,300	1,281,403	936,458	
Trigano SA	25,918	3,472,567	3,550,049	
	163,074,304	167,866,186	17.65	

Consumer Staples

Arcs Co., Ltd.	66,500	1,952,566	1,830,607	
Cranswick PLC	35,000	1,786,491	2,038,240	
Darling Ingredients Inc.	197,122	5,117,676	7,177,740	
First Resources Ltd.	575,600	997,570	1,054,680	
Glanbia PLC	202,472	4,430,554	3,039,575	
Marie Brizard Wine & Spirits Warrants	102,259	-	5,954	
Performance Food Group Co.	87,393	4,008,174	5,834,057	

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Royal Unibrew A/S	36,469	3,951,621	4,333,420	
The Hain Celestial Group Inc	56,216	2,187,891	1,892,067	
Tsuruha Holdings Inc.	20,100	2,648,876	3,362,559	
Vinda International Holdings Ltd.	298,000	685,484	703,251	
	27,766,903	31,272,150	3.29	

Materials

AMG Advanced Metallurgical Group NV	39,750	1,634,892	1,262,511	
Ardagh Group SA	167,997	3,664,206	4,265,498	
Ashland Global Holdings Inc.	64,837	6,349,630	6,434,431	
Compass Minerals International Inc.	9,631	753,580	761,328	
Crown Holdings Inc.	50,453	3,301,044	4,745,916	
D&L Industries Inc.	3,282,000	872,499	798,328	
Elementis PLC	600,875	2,274,028	1,847,671	
Elkem ASA	977,579	3,836,035	3,571,929	
Fletcher Building Ltd.	660,689	3,233,630	2,942,047	
Graphic Packaging Holding Co.	299,589	5,254,168	6,468,381	
Iluka Resources Ltd.	505,728	4,268,241	4,287,276	
James Hardie Industries Plc	142,747	2,458,526	3,267,481	
JSP Corp.	76,900	2,465,021	1,798,491	
Kureha Corp.	54,200	4,387,358	4,255,504	
Nihon Parkerizing Co., Ltd.	178,900	3,194,152	2,510,404	
OCI NV	89,139	3,100,669	2,432,833	
Sensient Technologies Corp.	25,316	2,412,547	2,169,633	
Valvoline Inc.	195,085	5,326,749	5,416,217	
Wacker Chemie AG	35,743	4,236,145	3,519,151	
	63,023,120	63,114,030	6.63	

Health Care

Aerie Pharmaceuticals Inc.	87,765	2,568,238	2,750,765	
Ansell Ltd.	53,484	1,280,793	1,415,313	
Arjo AB	496,930	2,428,535	3,101,824	
Bio-Techne Corp.	16,373	3,914,044	4,660,560	
Catalent Inc.	120,682	6,833,381	8,810,619	
Dechra Pharmaceuticals PLC	37,500	1,533,828	1,868,172	
DENTSPLY SIRONA Inc.	80,826	5,157,304	5,931,251	
Encompass Health Corp.	87,352	7,539,548	7,846,456	
Envista Holdings Corp.	121,974	3,857,461	4,688,144	
Evolus Inc.	169,111	3,113,332	2,668,812	
Flexion Therapeutics Inc.	80,203	1,959,919	2,152,863	
Gerresheimer AG	8,396	843,059	843,266	
Intra-Cellular Therapies Inc.	54,755	865,495	2,436,127	
Masimo Corp.	17,802	2,544,005	3,648,768	
Medy-Tox Inc.	3,121	1,898,008	1,053,006	
Nippon Shinyaku Co., Ltd.	28,400	2,518,985	3,209,181	
Pacira Pharmaceuticals Inc.	54,173	2,818,811	3,182,267	
PerkinElmer Inc.	34,757	3,850,901	4,376,400	
Recordati SpA	125,458	6,287,752	6,860,927	
Repligen Corp.	36,469	2,497,160	4,374,426	
Sientra Inc.	306,999	2,298,769	3,559,016	
Syneos Health Inc.	71,388	4,470,779	5,505,733	
Teladoc Health Inc.	33,198	2,565,721	3,604,098	
Wuxi Biologics Cayman Inc.	64,000	962,166	1,050,740	
	74,607,994	89,598,734	9.41	

Financials

AMERISAFE Inc.	50,291	3,939,815	4,306,129	
Assurant Inc.	64,163	8,736,743	10,906,279	
Axis Capital Holdings Ltd.	85,531	6,966,086	6,592,617	
Brown & Brown Inc.	114,195	4,422,065	5,846,282	
Bursa Malaysia Bhd	503,450	1,105,038	971,970	
Centerstate Banks Inc.	108,810	3,608,180	3,524,656	
Cerved Information Solutions SpA	468,621	6,282,058	5,931,091	

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

Sun Life Schroder Global Mid Cap Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Commerce Bancshares Inc	52,480	3,800,257	4,623,502	
Compass Diversified Holdings	132,153	2,921,304	4,260,236	
Dah Sing Banking Group Ltd.	380,400	1,044,876	659,669	
doBank SpA	247,024	4,180,039	4,422,700	
First Interstate Bancsystem Inc.	106,682	5,684,415	5,799,198	
First Midwest Bancorp Inc.	162,150	4,741,225	4,848,772	
Globe Life Inc.	42,580	4,746,562	5,811,433	
Golub Capital BDC Inc.	175,899	4,190,357	4,209,523	
IG Group Holdings PLC	220,000	2,135,108	2,626,606	
Intermediate Capital Group PLC	122,500	2,274,121	3,388,047	
James River Group Holdings Ltd.	59,208	2,783,914	3,164,015	
Nexi SpA	224,803	3,362,439	4,051,035	
NIBC Holding NV	155,370	1,934,420	1,700,702	
OceanFirst Financial Corp.	126,320	4,551,695	4,183,584	
Raymond James Financial Inc. Reinsurance Group of America Inc.	35,673	4,017,562	4,138,320	
	16,268	3,109,570	3,439,831	
SBI Holdings Inc/Japan	148,500	4,520,480	4,102,072	
United Community Banks Inc.	117,584	4,347,405	4,708,483	
Van Lanschot Kempen NV	69,322	2,233,290	2,023,153	
Westamerica Bancorporation	38,318	3,018,550	3,367,409	
Western Alliance Bancorp.	93,623	6,098,029	6,920,109	
Zions Bancorporation	81,686	5,117,784	5,499,685	
	115,873,387	126,027,108	13.24	
Real Estate				
Brixmor Property Group Inc.	183,877	4,097,952	5,152,734	
Daibiru Corp.	160,400	2,166,968	2,513,014	
Douglas Emmett Inc. Equity Lifestyle Properties Inc.	87,336	4,567,177	4,971,796	
	42,564	2,752,197	3,885,160	
Grand City Properties SA Kennedy-Wilson Holdings Inc.	174,303	5,384,176	5,424,451	
	153,494	4,108,431	4,438,659	
Lamar Advertising Co.	51,700	4,956,787	5,984,156	
LondonMetric Property PLC	510,000	1,715,169	2,072,872	
Mid-America Apartment Communities Inc.	21,581	2,885,711	3,690,117	
Mirvac Group	554,941	1,297,158	1,608,627	
Safestore Holdings PLC	212,000	2,008,544	2,935,340	
Terreno Realty Corp.	67,280	3,440,388	4,723,455	
UOL Group Ltd.	384,117	2,730,056	3,082,004	
	42,110,714	50,482,385	5.30	
Communication Services				
Cineplex Inc.	126,701	3,424,893	4,288,829	
Cineworld Group PLC	328,000	1,630,371	1,234,536	
Domain Holdings Australia Ltd.	300,251	972,841	1,012,669	
MDC Partners Inc.	407,254	2,749,791	1,468,134	
New Work SE	6,167	2,592,109	2,621,199	
TEGNA Inc.	173,234	2,930,455	3,749,255	
UBISOFT Entertainment	55,384	6,129,515	4,964,406	
	20,429,975	19,339,028	2.03	
Information Technology				
Ai Holdings Corp.	174,600	4,661,729	4,056,356	
ASM Pacific Technology Ltd.	239,700	3,787,385	4,312,328	
Barco NV	13,043	3,972,355	4,157,812	
Chroma Ate Inc.	535,000	3,354,188	3,355,747	
Ciena Corp.	102,282	4,150,028	5,662,144	
Computershare Ltd.	43,205	623,226	660,857	
Datalogic SpA	82,343	2,669,430	2,022,018	

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Digital Garage Inc.	89,300	3,343,162	4,885,586	
Disco Corp.	19,600	4,141,455	6,057,337	
Dolby Laboratories Inc.	89,610	7,562,310	7,994,668	
Duzon Bizon Co., Ltd.	17,061	968,689	1,549,595	
Entegris Inc.	110,904	5,279,517	7,203,669	
GMO internet Inc.	180,600	3,926,967	4,471,587	
Halma PLC	88,000	2,117,861	3,198,791	
LEENO Industrial Inc.	14,894	1,063,261	1,073,868	
Leidos Holdings Inc.	30,127	2,648,855	3,824,280	
Link Administration Holdings Ltd.	165,295	1,190,675	882,956	
Logitech International SA	47,690	2,394,455	2,926,860	
MACOM Technology Solutions Holdings Inc.	118,425	2,357,694	4,084,892	
NEC Networks & System Integration Corp.	83,400	2,745,094	3,851,260	
Novanta Inc.	44,907	4,504,503	5,150,131	
OBIC Business Consultants Ltd.	31,800	1,396,880	1,957,955	
ON Semiconductor Corp.	232,527	6,533,226	7,351,274	
Perficient Inc.	73,331	2,595,924	4,380,880	
PTC Inc.	51,693	5,156,643	5,020,085	
Renishaw PLC	40,500	2,613,564	2,621,521	
S&T AG	130,586	3,967,806	4,044,935	
Sabre Corp.	256,887	7,341,721	7,475,160	
Science Applications International Corp.	37,226	3,683,787	4,200,693	
Stemmer Imaging AG	44,754	2,126,039	1,726,319	
Synopsys Inc.	18,633	2,434,792	3,363,392	
Teradata Corp.	181,359	8,377,648	6,295,685	
Venture Corp., Ltd.	118,500	1,797,720	1,851,313	
WNS Holdings Ltd.	50,562	3,314,417	4,337,201	
	118,803,006	136,009,155	14.29	
Utilities				
Alliant Energy Corp.	65,197	3,774,807	4,626,251	
IDACORP Inc.	30,453	3,668,606	4,217,517	
NiSource Inc.	74,976	2,576,396	2,706,743	
Telecom Plus PLC	120,000	2,530,078	3,096,269	
	12,549,887	14,646,780	1.54	
Total Equities				
	836,186,919	907,813,375	95.37	
EXCHANGE-TRADED FUNDS				
SPDR MSCI World Small Cap UCITS ETF	86,577	8,276,500	8,864,161	
Total Exchange-Traded Funds				
	8,276,500	8,864,161	0.93	
Transaction Costs				
	(765,899)			
Total Investments				
	843,697,520	916,677,536		
Other Assets less Liabilities				
		35,159,780	3.69	
Total Net Assets				
		951,837,316	100.00	

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

Sun Life Schroder Global Mid Cap Fund (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Schroder Global Mid Cap Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks 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 underlying funds.

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 underlying funds. The Fund also 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. 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, 2019		December 31, 2018	
United States				
Dollar	552,293,282	58.02	221,898,900	55.84
Euro	133,005,171	13.97	56,918,866	14.32
Japanese Yen	101,406,456	10.65	44,901,255	11.30
British Pound	57,034,238	5.99	25,231,355	6.35
Swedish Krona	19,478,349	2.05	3,751,025	0.94
Hong Kong Dollar	18,591,990	1.95	8,949,267	2.25
Australian Dollar	16,781,924	1.76	5,921,307	1.49
New Taiwan Dollar	8,998,908	0.95	4,295,168	1.08
Swiss Franc	6,948,704	0.73	3,992,273	1.00
Singapore Dollar	5,987,997	0.63	1,295,334	0.33
Norwegian Krone	5,505,903	0.58	1,916,006	0.48
Danish Krone	4,351,309	0.46	1,136,386	0.29
Korean Won	3,693,504	0.39	3,221,220	0.81
New Zealand				
Dollar	2,942,048	0.31	909,761	0.23
Malaysian Ringgit	971,970	0.10	869,104	0.22
Philippine Peso	798,327	0.08	987,543	0.25
Total	938,790,080	98.62	386,194,770	97.18

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$46,939,504 (\$19,309,739 as at December 31, 2018). 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 its investment in underlying funds.

(iii) Other market risk

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

The Fund is also directly exposed to other market risk as a result of its investment in publicly traded equities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$45,390,669 (\$18,776,015 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

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

Sun Life Schroder Global Mid Cap Fund (continued)

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Equities		
Energy	1.2	2.0
Industrials	20.8	21.5
Consumer Discretionary	17.7	19.0
Consumer Staples	3.3	3.6
Materials	6.6	6.3
Health Care	9.4	7.3
Financials	13.2	12.4
Real Estate	5.3	5.3
Communication Services	2.0	3.4
Information Technology	14.3	11.7
Utilities	1.6	2.0
Exchange-Traded Funds	0.9	1.7
Other Assets less Liabilities	3.7	3.8
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, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Equities	907,813,375	-	-	907,813,375
Exchange-Traded Funds	8,864,161	-	-	8,864,161
December 31, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Financial Assets				
Equities	375,520,308	-	-	375,520,308
Exchange-Traded Funds	6,719,976	-	-	6,719,976

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$653,842 (\$350,788 for the period ended December 31, 2018).

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$3,653,171 (\$<CapLossP> as at December 31, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

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

Sun Life Schroder Global Mid Cap Fund (continued)

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the “Manager”) is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series T5	898	12,699
Series T8	1,039	12,702
Series F5	750	11,349
Series F8	791	11,347

	December 31, 2018	
	Units	Market Value (\$)
Series T5	855	10,560
Series T8	962	10,560
Series F5	714	9,325
Series F8	732	9,325

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series T5	29	-	541
Series T8	29	-	876
Series F5	26	-	477
Series F8	26	-	773

	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series T5	29	-	807
Series T8	29	-	1,150
Series F5	10,016	-	661
Series F8	10,016	-	920

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds (“underlying funds”) to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund’s net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund’s interests in underlying funds are reported at fair value in “investments” in its Statements of Financial Position and its Schedule of Investments, which represents the Fund’s maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	January 29, 2015	February 02, 2015
Series T5 Units	January 29, 2015	February 02, 2015
Series T8 Units	January 29, 2015	February 02, 2015
Series F Units	January 29, 2015	February 02, 2015
Series F5 Units	February 09, 2018	June 20, 2018
Series F8 Units	February 09, 2018	February 09, 2018
Series I Units	January 29, 2015	February 02, 2015
Series O Units	January 29, 2015	February 02, 2015

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

Sun Life Sentry Value Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	85,051,577	79,972,093
Short-term investments	-	-
Cash	271,912	9,933,596
Margin	4	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	251,938	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	712,756	111,798
Accrued interest	1,681	10,331
Dividends receivable	97,025	313,411
Distributions receivable from underlying funds	-	-
Subscriptions receivable	4,992	35,922
	86,391,885	90,377,151
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	3,963
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	27,675	325,420
Unrealized depreciation on swaps	-	-
Accrued expenses	3,804	3,544
Redemptions payable	13,490	173,671
Distributions payable	-	-
Due to investment dealers	93,643	340,334
Management fees payable	22,800	21,362
Total liabilities (excluding net assets attributable to holders of redeemable units)	161,412	868,294
Net Assets Attributable to Holders of Redeemable Units	86,230,473	89,508,857
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	33,872,685	36,084,284
Series F	4,151,463	3,990,066
Series I	43,452,147	43,801,526
Series O	4,754,178	5,632,981
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	13.92	12.34
Series F	14.26	12.64
Series I	14.56	12.92
Series O	11.39	10.10

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	2,032,197	2,628,139
Interest income for distribution purposes	236,889	286,914
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	(1,408,503)	1,540,674
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	(137,224)	(282,954)
Net realized gain (loss) on option contracts	144,561	124,806
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	12,173,903	(9,431,196)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	549,683	(409,934)
Change in unrealized appreciation (depreciation) in option contracts	(4,332)	4,332
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	13,587,174	(5,539,219)
Net gain (loss) on foreign exchange	(152,996)	102,506
Other income	768	709
Total income (loss)	13,434,946	(5,436,004)
Expenses (note 5)		
Management fees	747,913	824,584
Fixed annual administration fees	120,951	132,530
Independent review committee fees	563	939
Withholding tax	75,341	60,397
Transaction costs (note 2)	203,205	148,127
Total operating expenses	1,147,973	1,166,577
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	12,286,973	(6,602,581)
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	12,286,973	(6,602,581)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	4,442,077	(3,105,380)
Series F	572,227	(300,355)
Series I	6,497,506	(2,846,992)
Series O	775,163	(349,854)
Weighted Average Number of Units Outstanding		
Series A	2,714,091	2,907,654
Series F	315,040	298,134
Series I	3,174,183	3,154,384
Series O	484,448	582,325
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	1.64	(1.07)
Series F	1.82	(1.01)
Series I	2.05	(0.90)
Series O	1.60	(0.60)

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

Sun Life Sentry Value Fund (continued)

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

For the periods ended December 31

	Series A		Series F		Series I	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 36,084,284	40,738,518	3,990,066	4,235,268	43,801,526	44,869,612
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 4,442,077	(3,105,380)	572,227	(300,355)	6,497,506	(2,846,992)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 5,068,190	10,870,334	1,560,517	1,854,510	2,553,477	8,768,197
Redemption of redeemable units	\$ (11,721,448)	(12,416,219)	(1,966,851)	(1,788,108)	(9,400,362)	(6,989,291)
Reinvestment of distributions to holders of redeemable units	\$ 139,764	880,577	68,015	142,151	1,172,101	2,124,774
Capitalized distributions	\$ -	-	-	-	-	-
	\$ (6,513,494)	(665,308)	(338,319)	208,553	(5,674,784)	3,903,680
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	(640,439)	-	(70,292)	-	(784,556)
From net investment income	\$ (140,182)	(243,055)	(72,511)	(83,025)	(1,172,101)	(1,338,128)
Return of capital	\$ -	(52)	-	(83)	-	(2,090)
	\$ (140,182)	(883,546)	(72,511)	(153,400)	(1,172,101)	(2,124,774)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (2,211,599)	(4,654,234)	161,397	(245,202)	(349,379)	(1,068,086)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 33,872,685	36,084,284	4,151,463	3,990,066	43,452,147	43,801,526
Redeemable Unit Transactions						
Balance - beginning of period	2,925,050	2,965,408	315,551	300,020	3,390,871	3,107,047
Units issued	383,232	798,414	114,759	131,454	184,067	601,576
Units issued on reinvestment of distributions	9,992	72,951	4,741	11,484	79,873	168,408
Units redeemed	(885,554)	(911,723)	(143,829)	(127,407)	(669,981)	(486,160)
Balance - end of period	2,432,720	2,925,050	291,222	315,551	2,984,830	3,390,871

	Series O		Total	
	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 5,632,981	6,919,795	89,508,857	96,763,193
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 775,163	(349,854)	12,286,973	(6,602,581)
Redeemable Unit Transactions				
Proceeds from redeemable units issued	\$ 926,348	1,387,104	10,108,532	22,880,145
Redemption of redeemable units	\$ (2,580,505)	(2,325,064)	(25,669,166)	(23,518,682)
Reinvestment of distributions to holders of redeemable units	\$ 123,688	266,559	1,503,568	3,414,061
Capitalized distributions	\$ -	-	-	-
	\$ (1,530,469)	(671,401)	(14,057,066)	2,775,524
Distributions to Holders of Redeemable Units				
From capital gains	\$ -	(100,988)	-	(1,596,275)
From net investment income	\$ (123,497)	(164,285)	(1,508,291)	(1,828,493)
Return of capital	\$ -	(286)	-	(2,511)
	\$ (123,497)	(265,559)	(1,508,291)	(3,427,279)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (878,803)	(1,286,814)	(3,278,384)	(7,254,336)
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 4,754,178	5,632,981	86,230,473	89,508,857
Redeemable Unit Transactions				
Balance - beginning of period	557,593	612,910	7,189,065	6,985,385
Units issued	82,992	122,152	765,050	1,653,596
Units issued on reinvestment of distributions	10,778	27,003	105,384	279,846
Units redeemed	(233,877)	(204,472)	(1,933,241)	(1,729,762)
Balance - end of period	417,486	557,593	6,126,258	7,189,065

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

Sun Life Sentry Value Fund (continued)

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	12,286,973	(6,602,581)
Adjustments for:		
Net realized (gain) loss on sale of investments	1,408,503	(1,540,674)
Change in unrealized (appreciation) depreciation in value of investments	(12,173,903)	9,431,196
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	(549,683)	409,934
Change in unrealized (appreciation) depreciation in option contracts	4,332	(4,332)
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	-	-
Change in margin	(4)	-
Purchases of investments	(114,410,129)	(67,529,315)
Proceeds from sale of investments	119,036,896	60,545,003
Purchases of short-term investments	(988,350)	-
Proceeds from sale of short-term investments	988,350	-
Change in dividends and interest receivable	225,036	(119,441)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	1,438	(353)
Change in other payables and accrued expenses	203,465	148,126
Net Cash Provided by (Used in) Operating Activities	6,032,924	(5,262,437)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(4,723)	(13,218)
Proceeds from redeemable units issued	10,139,462	22,867,816
Redemption of redeemable units	(25,829,347)	(23,374,242)
Net Cash Provided by (Used in) Financing Activities	(15,694,608)	(519,644)
Net increase (decrease) in cash	(9,661,684)	(5,782,081)
Cash (bank indebtedness) at beginning of period	9,933,596	15,715,677
Cash (bank indebtedness) at end of period	271,912	9,933,596
Dividends received, net of withholding taxes	2,173,242	2,458,632
Interest received, net of withholding taxes	245,539	276,583
Interest paid	-	-

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EQUITIES				
Energy				
Enbridge Inc.	35,000	1,596,354	1,807,050	
Enerplus Corp.	140,000	1,564,827	1,295,000	
Keyera Corp.	58,000	2,091,269	1,973,160	
Pembina Pipeline Corp.	37,000	1,638,016	1,780,810	
Tourmaline Oil Corp.	80,000	1,049,178	1,217,600	
	7,939,644		8,073,620	9.36
Industrials				
Brookfield Business Partners LP	47,000	2,436,554	2,525,310	
Morneau Shepell Inc.	53,000	1,292,917	1,790,870	
Waste Connections Inc.	26,000	3,087,863	3,066,700	
WSP Global Inc.	19,000	1,468,285	1,684,730	
	8,285,619		9,067,610	10.52
Consumer Discretionary				
Booking Holdings Inc.	650	1,702,715	1,731,060	
Cedar Fair LP	36,000	2,640,149	2,588,101	
Gildan Activewear Inc.	45,000	1,585,643	1,727,550	
People Corp., Private Placement	250,000	2,275,000	2,507,500	
Wyndham Hotels & Resorts Inc.	19,000	1,327,581	1,547,526	
	9,531,088		10,101,737	11.71
Consumer Staples				
Alimentation Couche-Tard Inc., Class B	60,000	2,051,709	2,472,600	
Mondelez International Inc.	21,000	1,448,725	1,499,922	
The Estee Lauder Companies Inc.	6,000	1,543,582	1,606,982	
	5,044,016		5,579,504	6.47
Health Care				
Becton Dickinson and Co.	10,000	3,366,449	3,526,765	
UnitedHealth Group Inc.	5,500	1,709,994	2,096,698	
	5,076,443		5,623,463	6.52
Real Estate				
Allied Properties Real Estate Investment Trust	31,000	1,628,023	1,614,170	
Information Services Corp.	29,269	534,690	449,572	
InterRent Real Estate Investment Trust	100,024	722,589	1,564,375	
	2,885,302		3,628,117	4.21
Financials				
Brookfield Asset Management Inc., Class A	47,000	3,565,001	3,526,410	
iA Financial Corp Inc.	26,000	1,540,265	1,854,580	
JPMorgan Chase & Co.	14,000	2,202,807	2,530,733	
Manulife Financial Corp.	84,000	2,038,707	2,214,240	
Marsh & McLennan Companies Inc.	17,500	2,267,346	2,528,237	
The PNC Financial Services Group Inc.	8,000	1,454,456	1,655,999	
Royal Bank of Canada	16,000	1,580,072	1,644,000	
S&P Global Inc.	5,500	1,856,283	1,947,423	
Trisura Group Ltd.	35,000	1,050,700	1,409,450	
	17,555,637		19,311,072	22.40
Information Technology				
Accenture PLC	11,000	2,783,047	3,003,618	
CGI Group Inc.	13,000	1,343,321	1,412,710	
Gartner Inc.	7,000	1,328,117	1,398,802	

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

Sun Life Sentry Value Fund (continued)

Schedule of Investments (continued)

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
Kinaxis Inc.	14,000	1,090,860	1,400,280	
Open Text Corp.	30,000	1,617,102	1,716,600	
Salesforce.com Inc.	6,500	1,292,571	1,370,870	
Visa Inc., Class A	10,000	2,313,176	2,436,589	
	11,768,194	12,739,469	14.77	
Materials				
CCL Industries Inc., Class B	18,000	975,125	995,760	
Nutrien Ltd.	17,000	1,157,014	1,056,890	
	2,132,139	2,052,650	2.38	
Communication Services				
Alphabet Inc., Class C	2,000	3,202,160	3,467,555	
BCE Inc.	33,000	1,896,726	1,985,280	
	5,098,886	5,452,835	6.32	
Utilities				
Brookfield Infrastructure Partners LP	27,000	1,688,951	1,751,220	
Fortis Inc.	31,000	1,320,346	1,670,280	
	3,009,297	3,421,500	3.97	
Total Equities	78,326,265	85,051,577	98.63	
Transaction Costs	(42,232)			
Total Investments	78,284,033	85,051,577	98.63	
Unrealized appreciation/(depreciation) on currency forward contracts ⁽¹⁾				
		224,263	0.26	
Other Assets less Liabilities		954,633	1.11	
Total Net Assets		86,230,473	100.00	

(1) Unrealized appreciation/(depreciation) on currency forward contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
The Toronto-Dominion Bank	A-1+	20-Feb-2020	CAD	2,415,860	USD	(1,822,788)	52,509
Canadian Imperial Bank of Commerce	A-1	20-Feb-2020	CAD	2,216,991	USD	(1,674,758)	45,577
Royal Bank of Canada	A-1+	16-Mar-2020	CAD	1,711,373	USD	(1,285,527)	44,643
Bank of Montreal	A-1	16-Mar-2020	CAD	1,470,802	USD	(1,106,473)	36,230
HSBC Bank PLC	A-1	20-Feb-2020	CAD	1,846,484	USD	(1,396,524)	35,821
Bank of Montreal	A-1	20-Feb-2020	CAD	1,632,225	USD	(1,234,419)	31,739
Canadian Imperial Bank of Commerce	A-1	22-Jan-2020	CAD	293,023	USD	(221,811)	5,419
							251,938
Royal Bank of Canada	A-1+	16-Mar-2020	USD	802,000	CAD	(1,067,494)	(27,675)
							(27,675)
							224,263

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

Sun Life Sentry Value Fund (continued)

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Sentry Value Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the 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 invests in financial assets, which 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, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	0.11	-
AA/Aa	0.18	-
Not Rated	-	2.69
Total	0.29	2.69

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 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. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Fund's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk (\$CAD)		Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018	December 31, 2019	December 31, 2018
United States Dollar	24,687,291	8,800,746	28.63	9.83
Total	24,687,291	8,800,746	28.63	9.83

As at December 31, 2019, 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 Units of the Fund would have increased or decreased respectively by \$1,234,365 (\$440,037 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

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

	Less than 1 year (\$)	1-5 years (\$)	More than 5 years (\$)	Total (\$)
December 31, 2019	-	-	-	-
December 31, 2018	-	-	2,405,650	2,405,650

As at December 31, 2019, had prevailing interest rates increased or decreased by 1%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have decreased or increased respectively by \$nil (\$172,938 as at December 31, 2018). 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 its investment in publicly traded equities.

As at December 31, 2019, if these investments had increased or decreased by 5%, with all other factors remaining constant, Net Assets Attributable to Holders of Redeemable Units of the Fund would have increased or decreased respectively by \$4,252,579 (\$3,878,322 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

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

Sun Life Sentry Value Fund (continued)

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Bonds		
Corporate Bonds	-	2.7
Equities		
Energy	9.4	11.5
Industrials	10.5	13.1
Consumer Discretionary	11.7	3.5
Consumer Staples	6.4	7.1
Health Care	6.5	5.3
Real Estate	4.2	14.8
Financials	22.4	6.5
Information Technology	14.8	5.8
Materials	2.4	4.4
Communication Services	6.3	12.2
Utilities	4.0	2.5
Derivative Assets (Liabilities)	0.3	(0.4)
Other Assets less Liabilities	1.1	11.0
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, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Equities	85,051,577	-	-	85,051,577
Currency Forward Contracts	-	251,938	-	251,938
Financial Liabilities				
Currency Forward Contracts	-	27,675	-	27,675
December 31, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Financial Assets				
Equities	77,566,443	-	-	77,566,443
Bonds	-	2,405,650	-	2,405,650
Financial Liabilities				
Currency Forward Contracts	-	325,420	-	325,420
Option Contracts	3,963	-	-	3,963

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Common stock

The Fund's equity positions are classified as Level 1 when the security is actively traded and a reliable price is observable. Certain equities of the Fund may not trade frequently and therefore 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.

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$203,205 (\$148,127 for the period ended December 31, 2018).

Soft Dollar Commissions

In addition to covering brokerage services on security transactions, commissions paid to certain brokers may also cover research services provided to the Manager. The value of the research services included in the commissions paid by the Fund to those brokers for the period ended December 31, 2019 was \$nil (\$9,440 for the period ended December 31, 2018).

Taxation of the Fund

As at December 31, 2019, the Fund had accumulated capital losses of \$2,884,215 (\$<CapLossP> as at December 31, 2018). The capital losses for tax purposes are available for carry forward indefinitely, and may be applied against capital gains realized in the future.

The Fund had no accumulated non-capital losses.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

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

Sun Life Sentry Value Fund (continued)

Related Party Transactions

Seed Capital Investment by Related Party

Sun Life Assurance Company of Canada ("SLA") invested additional seed money to support the launch of the Fund and investments were made for the purposes of seed money investments. As at December 31, 2019 and December 31, 2018, SLA held the following position in the Fund:

December 31, 2019		
	Units	Market Value (\$)
Series I	581,873	8,470,669
December 31, 2018		
	Units	Market Value (\$)
Series I	566,306	7,315,197

The following are transactions in the Fund by SLA from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

December 31, 2019			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	228,438	-	-
December 31, 2018			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	-	-	469,108

Offsetting of Financial Assets and Liabilities

The following table shows the net impact on the Fund's Statements of Financial Position if all offset rights were exercised.

Financial Assets and Liabilities

	Amounts Eligible for Offset			
	Gross Assets/ (Liabilities) (\$)	Financial Instruments (\$)	Collateral received/ paid (\$)	Net (\$)
December 31, 2019				
Derivative assets - Forward Contracts	251,938	(27,675)	-	224,263
Total	251,938	(27,675)	-	224,263
Derivative liabilities - Forward Contracts	(27,675)	27,675	-	-
Total	(27,675)	27,675	-	-
December 31, 2018				
Derivative assets - Forward Contracts	-	-	-	-
Total	-	-	-	-
Derivative liabilities - Forward Contracts	(325,420)	-	-	(325,420)
Total	(325,420)	-	-	(325,420)

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	January 11, 2013	January 17, 2013
Series F Units	January 11, 2013	January 17, 2013
Series I Units	January 11, 2013	January 17, 2013
Series O Units	April 01, 2014	April 01, 2014

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

Sun Life Tactical Balanced ETF Portfolio

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	60,296,813	2,910,291
Short-term investments	-	-
Cash	977,636	22,517
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	109,333	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	27,274	25,939
Accrued interest	962	-
Dividends receivable	4,335	2,732
Distributions receivable from underlying funds	-	-
Subscriptions receivable	38,342	233,371
	61,454,695	3,194,850
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	4,990
Unrealized depreciation on swaps	-	-
Accrued expenses	2,890	71
Redemptions payable	46,442	-
Distributions payable	-	-
Due to investment dealers	288,448	258,178
Management fees payable	10,572	268
Total liabilities (excluding net assets attributable to holders of redeemable units)	348,352	263,507
Net Assets Attributable to Holders of Redeemable Units	61,106,343	2,931,343
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	7,817,704	431,994
Series T5	19,463	9,849
Series F	40,069,930	752,455
Series F5	11,240	9,870
Series I	13,188,006	1,727,175
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	10.83	9.72
Series T5	15.63	14.56
Series F	10.91	9.74
Series F5	15.84	14.57
Series I	10.94	9.74

Approved on behalf of Trustee

"signed" Jordy Chilcott	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31, 2019 and from October 19, 2018 to December 31, 2018

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	617,888	7,786
Interest income for distribution purposes	5,338	1,853
Distributions from underlying funds	913,563	13,858
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	199,530	(91)
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	40,003	(1,665)
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	1,072,182	(10,246)
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	114,323	(4,990)
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	2,962,827	6,505
Net gain (loss) on foreign exchange	(1,518)	(1,674)
Other income	765	-
Total income (loss)	2,962,074	4,831
Expenses (note 5)		
Management fees	196,214	669
Fixed annual administration fees	46,607	151
Independent review committee fees	212	1
Withholding tax	92,635	1,168
Transaction costs (note 2)	5,920	515
Total operating expenses	341,588	2,504
Fees waived/absorbed by the Manager	(17,117)	(14)
Operating Profit (Loss)	2,637,603	2,341
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	2,637,603	2,341
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	381,300	(3,420)
Series T5	1,614	(151)
Series F	1,741,432	(11,133)
Series F5	1,370	(130)
Series I	511,887	17,175
Weighted Average Number of Units Outstanding		
Series A	461,397	13,704
Series T5	1,008	671
Series F	1,904,575	23,932
Series F5	692	671
Series I	424,616	38,229

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

Sun Life Tactical Balanced ETF Portfolio (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31, 2019 and from October 19, 2018 to December 31, 2018

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	0.83	(0.25)
Series T5	1.60	(0.23)
Series F	0.91	(0.47)
Series F5	1.98	(0.19)
Series I	1.21	0.45

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

For the periods ended December 31, 2019 and from October 19, 2018 to December 31, 2018

	Series A		Series T5		Series F	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 431,994	-	9,849	-	752,455	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 381,300	(3,420)	1,614	(151)	1,741,432	(11,133)
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 8,147,009	435,414	8,000	10,000	41,525,226	763,588
Redemption of redeemable units	\$ (1,142,597)	-	-	-	(3,949,043)	-
Reinvestment of distributions to holders of redeemable units	\$ 80,085	2,562	759	145	690,703	4,446
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 7,084,497	437,976	8,759	10,145	38,266,886	768,034
Distributions to Holders of Redeemable Units						
From capital gains	\$ (8,876)	-	(40)	-	(45,218)	-
From net investment income	\$ (71,172)	(2,562)	(719)	(145)	(645,270)	(4,446)
Return of capital	\$ (39)	-	-	-	(355)	-
	\$ (80,087)	(2,562)	(759)	(145)	(690,843)	(4,446)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 7,385,710	431,994	9,614	9,849	39,317,475	752,455
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 7,817,704	431,994	19,463	9,849	40,069,930	752,455
Redeemable Unit Transactions						
Balance - beginning of period	44,444	-	677	-	77,238	-
Units issued	777,458	44,174	519	667	3,900,285	76,771
Units issued on reinvestment of distributions	7,348	270	49	10	62,956	467
Units redeemed	(107,327)	-	-	-	(366,090)	-
Balance - end of period	721,923	44,444	1,245	677	3,674,389	77,238

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

Sun Life Tactical Balanced ETF Portfolio (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31, 2019 and from October 19, 2018 to December 31, 2018

	Series F5		Series I		Total	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 9,870	-	1,727,175	-	2,931,343	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 1,370	(130)	511,887	17,175	2,637,603	2,341
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ -	10,000	11,021,970	1,710,000	60,702,205	2,929,002
Redemption of redeemable units	\$ -	-	(73,025)	-	(5,164,665)	-
Reinvestment of distributions to holders of redeemable units	\$ 504	156	259,027	14,059	1,031,078	21,368
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 504	10,156	11,207,972	1,724,059	56,568,618	2,950,370
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	-	(14,700)	-	(68,834)	-
From net investment income	\$ -	(156)	(244,193)	(14,059)	(961,354)	(21,368)
Return of capital	\$ (504)	-	(135)	-	(1,033)	-
	\$ (504)	(156)	(259,028)	(14,059)	(1,031,221)	(21,368)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 1,370	9,870	11,460,831	1,727,175	58,175,000	2,931,343
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 11,240	9,870	13,188,006	1,727,175	61,106,343	2,931,343
Redeemable Unit Transactions						
Balance - beginning of period	677	-	177,251	-	300,287	-
Units issued	-	666	1,011,056	175,775	5,689,318	298,053
Units issued on reinvestment of distributions	33	11	23,527	1,476	93,913	2,234
Units redeemed	-	-	(6,653)	-	(480,070)	-
Balance - end of period	710	677	1,205,181	177,251	5,603,448	300,287

Statements of Cash Flows

For the periods ended December 31, 2019 and from October 19, 2018 to December 31, 2018

	2019	2018		2019	2018
	(\$)	(\$)		(\$)	(\$)
Cash Flows from Operating Activities			Net Cash Provided by (Used in)		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	2,637,603	2,341	Operating Activities	(54,823,749)	(2,673,114)
Adjustments for:			Cash Flows from Financing Activities		
Net realized (gain) loss on sale of investments	(199,530)	91	Distributions paid to holders of redeemable units, net of reinvested distributions	(143)	-
Change in unrealized (appreciation) depreciation in value of investments	(1,072,182)	10,246	Proceeds from redeemable units issued	60,897,234	2,695,631
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-	Redemption of redeemable units	(5,118,223)	-
Change in unrealized (appreciation) depreciation in currency forward contracts	(114,323)	4,990	Net Cash Provided by (Used in)		
Change in unrealized (appreciation) depreciation in option contracts	-	-	Financing Activities	55,778,868	2,695,631
Change in unrealized (appreciation) depreciation in value of swaps	-	-	Net increase (decrease) in cash	955,119	22,517
Non-cash income distributions from underlying funds	(913,563)	(13,858)	Cash (bank indebtedness) at beginning of period	22,517	-
Change in margin	-	-	Cash (bank indebtedness) at end of period	977,636	22,517
Purchases of investments	(62,118,544)	(3,006,096)	Dividends received, net of withholding taxes	523,650	5,739
Proceeds from sale of investments	6,940,312	331,050	Interest received, net of withholding taxes	4,376	-
Purchases of short-term investments	-	-	Interest paid	-	-
Proceeds from sale of short-term investments	-	-			
Change in dividends and interest receivable	(2,565)	(2,732)			
Change in distributions receivable from underlying funds	-	-			
Change in management fees payable	10,304	268			
Change in other payables and accrued expenses	8,739	586			

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

Sun Life Tactical Balanced ETF Portfolio (continued)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
iShares Core MSCI Emerging Markets ETF	40,710	2,763,469	2,838,023	
iShares Core S&P 500 ETF	22,105	8,587,942	9,265,548	
iShares Core U.S. Aggregate Bond ETF	23,063	3,382,149	3,360,638	
iShares iBoxx \$ Investment Grade Corporate Bond ETF	7,293	1,183,631	1,210,141	
Schwab International Small- Cap Equity ETF	26,325	1,136,741	1,182,843	
SPDR Bloomberg Barclays High Yield Bond ETF	5,740	820,397	815,343	
SPDR Portfolio Developed World ex-US ETF	171,438	6,763,109	6,967,253	
VanEck Vectors Fallen Angel High Yield Bond ETF	20,776	800,152	803,091	
VanEck Vectors Investment Grade Floating Rate ETF	23,584	788,794	774,043	
Vanguard Emerging Markets Government Bond ETF	20,479	2,164,278	2,161,932	
Vanguard Global ex-U.S. Real Estate ETF	10,995	852,598	842,490	
Vanguard REIT ETF	8,217	970,130	988,712	
Vanguard Small-Cap ETF	4,844	993,660	1,040,459	
	31,207,050		32,250,516	52.77

	Number of Units	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Sun Life BlackRock Canadian Composite Equity Fund, Series I	889,124	10,260,492	10,476,197	
Sun Life BlackRock Canadian Universe Bond Fund, Series I	1,172,804	12,581,705	12,564,243	
Sun Life Granite Tactical Completion Fund, Series I	507,015	5,190,836	5,005,857	
	28,033,033		28,046,297	45.90
Transaction Costs		(5,206)		
Total Investments	59,234,877		60,296,813	98.67
Unrealized appreciation/(depreciation) on currency forward contracts⁽¹⁾				
			109,333	0.18
Other Assets less Liabilities			700,197	1.15
Total Net Assets			61,106,343	100.00

(1) Unrealized appreciation/(depreciation) on currency forward contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
Bank of Montreal	A-1	18-Mar-2020	CAD	7,924,250	USD	(6,027,879)	109,333
							109,333

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Tactical Balanced ETF Portfolio (the "Portfolio") expose it to a variety of financial risks, which are described below. The Portfolio's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Portfolio are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the Portfolio 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 Portfolio is exposed indirectly to credit risk as a result of its investment in underlying funds.

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

Sun Life Tactical Balanced ETF Portfolio (continued)

The Portfolio invests in financial assets which 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 Portfolio to credit risk as at December 31, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AA/Aa	0.18	-
Total	0.18	-

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 Portfolio holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Portfolio. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Portfolio's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk (\$CAD)		Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018		
United States Dollar	24,365,392	-	39.87	-
Total	24,365,392	-	39.87	-

As at December 31, 2019, 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 Units of the Portfolio would have increased or decreased respectively by \$1,218,270 (\$nil as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The Portfolio is exposed indirectly to interest rate risk as a result of its investment in underlying funds.

(iii) Other market risk

The Portfolio is exposed indirectly to other market risk as a result of its investment in underlying funds.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the Portfolio's investments are considered readily realizable and highly liquid; therefore, the Portfolio'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 Portfolio's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Exchange-Traded Funds		
U.S. Corporate Bond	2.0	2.1
U.S. Equities	31.3	32.1
U.S. Fixed Income	9.4	10.6
Emerging Markets Bonds	3.5	2.2
Emerging Markets Equities	4.6	4.7
International Equities	1.9	1.9
Mutual Funds		
Canadian Equities	17.1	17.9
Canadian Fixed Income	20.6	19.3
Tactical Balanced	8.2	8.5
Derivative Assets (Liabilities)	0.2	(0.2)
Other Assets less Liabilities	1.2	0.9
Total	100.0	100.0

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

Sun Life Tactical Balanced ETF Portfolio (continued)

Fair Value Disclosure

The following tables illustrate the classification of the Portfolio's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Exchange-Traded Funds	32,250,516	-	-	32,250,516
Mutual Funds	28,046,297	-	-	28,046,297
Currency Forward Contracts	-	109,333	-	109,333
	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Exchange-Traded Funds	1,572,586	-	-	1,572,586
Mutual Funds	1,337,705	-	-	1,337,705
Financial Liabilities				
Currency Forward Contracts	-	4,990	-	4,990

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and October 19 to December 31, 2018.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

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

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$5,920 (\$515 for the period ended December 31, 2018).

Taxation of the Portfolio

The Portfolio had no accumulated capital losses.

The Portfolio had no accumulated non-capital losses.

The Portfolio currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the "Manager") is the issuer of the Portfolio. Investment by the Manager in the Portfolio is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Portfolio:

	December 31, 2019	
	Units	Market Value (\$)
Series A	-	-
Series T5	709	11,085
Series F	-	-
Series F5	710	11,240
Series I	180,908	1,979,644
	December 31, 2018	
	Units	Market Value (\$)
Series A	1,008	9,800
Series T5	677	9,849
Series F	1,008	9,823
Series F5	677	9,870
Series I	177,251	1,727,167

The following are transactions in the Portfolio by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Portfolio:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	-	10,713	-
Series T5	-	-	504
Series F	-	10,798	-
Series F5	-	-	504
Series I	-	-	40,269
	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	10,000	-	78
Series T5	10,000	-	145
Series F	10,000	-	79
Series F5	10,000	-	156
Series I	1,710,000	-	14,059

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

Sun Life Tactical Balanced ETF Portfolio (continued)

Interests in Underlying Funds

The Portfolio invests in redeemable units or shares of other investment funds (“underlying funds”) to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Portfolio, along with other investors, which entitles unitholders to a proportionate share of the underlying fund’s net assets. The Portfolio does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Portfolio’s interests in underlying funds are reported at fair value in “investments” in its Statements of Financial Position and its Schedule of Investments, which represents the Portfolio’s maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Establishment of the Portfolio

The origin dates on the series of units of the Portfolio are shown below:

	Date of creation	Date available for sale
Series A Units	October 19, 2018	October 19, 2018
Series T5 Units	October 19, 2018	October 19, 2018
Series F Units	October 19, 2018	October 19, 2018
Series F5 Units	October 19, 2018	October 19, 2018
Series I Units	October 19, 2018	October 19, 2018

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

Sun Life Tactical Conservative ETF Portfolio

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	23,732,360	2,832,820
Short-term investments	-	-
Cash	470,421	285,537
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	71,194	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	26,644
Accrued interest	-	-
Dividends receivable	2,336	639
Distributions receivable from underlying funds	-	-
Subscriptions receivable	3,483	-
	24,279,794	3,145,640
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	6,416
Unrealized depreciation on swaps	-	-
Accrued expenses	1,151	41
Redemptions payable	-	-
Distributions payable	-	-
Due to investment dealers	76,435	303,193
Management fees payable	3,540	94
Total liabilities (excluding net assets attributable to holders of redeemable units)	81,126	309,744
Net Assets Attributable to Holders of Redeemable Units	24,198,668	2,835,896
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	3,137,213	202,826
Series T5	10,846	9,871
Series F	16,040,426	289,709
Series F5	10,962	9,887
Series I	4,999,221	2,323,603
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	10.67	9.83
Series T5	15.32	14.62
Series F	10.73	9.85
Series F5	15.48	14.64
Series I	10.77	9.85

Approved on behalf of Trustee

"signed" Jordy Chilcott	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31, 2019 and from October 19, 2018 to December 31, 2018

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	212,869	4,107
Interest income for distribution purposes	2,593	34
Distributions from underlying funds	364,675	10,200
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	110,370	20
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	37,443	(1,485)
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	284,028	7,911
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	77,610	(6,416)
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	1,089,588	14,371
Net gain (loss) on foreign exchange	(4,834)	(1,773)
Other income	1,614	-
Total income (loss)	1,086,368	12,598
Expenses (note 5)		
Management fees	67,178	320
Fixed annual administration fees	19,194	85
Independent review committee fees	86	1
Withholding tax	31,886	616
Transaction costs (note 2)	2,107	344
Total operating expenses	120,451	1,366
Fees waived/absorbed by the Manager	(7,002)	(6)
Operating Profit (Loss)	972,919	11,238
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	972,919	11,238
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	114,504	(3,317)
Series T5	975	(129)
Series F	557,938	1,194
Series F5	1,075	(113)
Series I	298,427	13,603
Weighted Average Number of Units Outstanding		
Series A	174,647	11,027
Series T5	690	671
Series F	792,252	2,697
Series F5	690	671
Series I	288,977	47,873

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

Sun Life Tactical Conservative ETF Portfolio (continued)

Statements of Comprehensive Income (Loss) (continued)

For the periods ended December 31, 2019 and from October 19, 2018 to December 31, 2018

	2019 (\$)	2018 (\$)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	0.66	(0.30)
Series T5	1.41	(0.19)
Series F	0.70	0.44
Series F5	1.56	(0.17)
Series I	1.03	0.28

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

For the periods ended December 31, 2019 and from October 19, 2018 to December 31, 2018

	Series A		Series T5		Series F	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 202,826	-	9,871	-	289,709	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 114,504	(3,317)	975	(129)	557,938	1,194
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 3,409,841	206,143	-	10,000	16,494,209	288,515
Redemption of redeemable units	\$ (589,958)	-	-	-	(1,300,235)	-
Reinvestment of distributions to holders of redeemable units	\$ 36,414	908	504	126	275,590	41
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 2,856,297	207,051	504	10,126	15,469,564	288,556
Distributions to Holders of Redeemable Units						
From capital gains	\$ (3,647)	(107)	-	-	(19,250)	(5)
From net investment income	\$ (32,767)	(801)	(474)	(116)	(257,535)	(36)
Return of capital	\$ -	-	(30)	(10)	-	-
	\$ (36,414)	(908)	(504)	(126)	(276,785)	(41)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 2,934,387	202,826	975	9,871	15,750,717	289,709
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 3,137,213	202,826	10,846	9,871	16,040,426	289,709
Redeemable Unit Transactions						
Balance - beginning of period	20,639	-	675	-	29,425	-
Units issued	325,414	20,545	-	667	1,560,847	29,421
Units issued on reinvestment of distributions	3,395	94	33	8	25,557	4
Units redeemed	(55,396)	-	-	-	(120,842)	-
Balance - end of period	294,052	20,639	708	675	1,494,987	29,425

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

Sun Life Tactical Conservative ETF Portfolio (continued)

Statements of Changes in Net Assets Attributable to Holders of Redeemable Units (continued)

For the periods ended December 31, 2019 and from October 19, 2018 to December 31, 2018

	Series F5		Series I		Total	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 9,887	-	2,323,603	-	2,835,896	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 1,075	(113)	298,427	13,603	972,919	11,238
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ -	10,000	2,408,966	2,310,000	22,313,016	2,824,658
Redemption of redeemable units	\$ -	-	(31,775)	-	(1,921,968)	-
Reinvestment of distributions to holders of redeemable units	\$ 505	126	96,005	11,304	409,018	12,505
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 505	10,126	2,473,196	2,321,304	20,800,066	2,837,163
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	-	(5,864)	(1,231)	(28,761)	(1,343)
From net investment income	\$ (475)	(126)	(90,141)	(10,073)	(381,392)	(11,152)
Return of capital	\$ (30)	-	-	-	(60)	(10)
	\$ (505)	(126)	(96,005)	(11,304)	(410,213)	(12,505)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 1,075	9,887	2,675,618	2,323,603	21,362,772	2,835,896
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 10,962	9,887	4,999,221	2,323,603	24,198,668	2,835,896
Redeemable Unit Transactions						
Balance - beginning of period	675	-	235,907	-	287,321	-
Units issued	-	667	222,464	234,743	2,108,725	286,043
Units issued on reinvestment of distributions	33	8	8,873	1,164	37,891	1,278
Units redeemed	-	-	(2,941)	-	(179,179)	-
Balance - end of period	708	675	464,303	235,907	2,254,758	287,321

Statements of Cash Flows

For the periods ended December 31, 2019 and from October 19, 2018 to December 31, 2018

	2019	2018		2019	2018
	(\$)	(\$)		(\$)	(\$)
Cash Flows from Operating Activities			Net Cash Provided by (Used in)		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	972,919	11,238	Operating Activities	(20,201,486)	(2,539,121)
Adjustments for:			Cash Flows from Financing Activities		
Net realized (gain) loss on sale of investments	(110,370)	(20)	Distributions paid to holders of redeemable units, net of reinvested distributions	(1,195)	-
Change in unrealized (appreciation) depreciation in value of investments	(284,028)	(7,911)	Proceeds from redeemable units issued	22,309,533	2,824,658
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-	Redemption of redeemable units	(1,921,968)	-
Change in unrealized (appreciation) depreciation in currency forward contracts	(77,610)	6,416	Net Cash Provided by (Used in)		
Change in unrealized (appreciation) depreciation in option contracts	-	-	Financing Activities	20,386,370	2,824,658
Change in unrealized (appreciation) depreciation in value of swaps	-	-	Net increase (decrease) in cash	184,884	285,537
Non-cash income distributions from underlying funds	(364,675)	(10,200)	Cash (bank indebtedness) at beginning of period	285,537	-
Change in margin	-	-			
Purchases of investments	(23,727,971)	(2,572,905)	Cash (bank indebtedness) at end of period	470,421	285,537
Proceeds from sale of investments	3,385,283	34,421	Dividends received, net of withholding taxes	179,286	2,852
Purchases of short-term investments	-	-	Interest received, net of withholding taxes	2,593	34
Proceeds from sale of short-term investments	-	-	Interest paid	-	-
Change in dividends and interest receivable	(1,697)	(639)			
Change in distributions receivable from underlying funds	-	-			
Change in management fees payable	3,446	94			
Change in other payables and accrued expenses	3,217	385			

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

Sun Life Tactical Conservative ETF Portfolio (continued)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
iShares Core MSCI Emerging Markets ETF	8,371	574,114	583,569	
iShares Core S&P 500 ETF	4,726	1,818,975	1,980,954	
iShares Core U.S. Aggregate Bond ETF	16,160	2,359,300	2,354,763	
iShares iBoxx \$ Investment Grade Corporate Bond ETF	4,894	785,466	812,070	
Schwab International Small-Cap Equity ETF	5,855	254,714	263,079	
SPDR Bloomberg Barclays High Yield Bond ETF	3,356	478,804	476,706	
SPDR Portfolio Developed World ex-US ETF	39,421	1,565,680	1,602,072	
VanEck Vectors Fallen Angel High Yield Bond ETF	12,353	476,259	477,502	
VanEck Vectors Investment Grade Floating Rate ETF	9,404	314,184	308,646	
Vanguard Emerging Markets Government Bond ETF	10,619	1,121,132	1,121,029	
Vanguard Global ex-U.S. Real Estate ETF	2,587	200,895	198,228	
Vanguard REIT ETF	1,983	233,267	238,605	
Vanguard Small-Cap ETF	888	181,812	190,736	
		10,364,602	10,607,959	43.84
MUTUAL FUNDS				
Sun Life BlackRock Canadian Composite Equity Fund, Series I	187,631	2,138,016	2,210,781	
Sun Life BlackRock Canadian Universe Bond Fund, Series I	833,432	8,890,462	8,928,559	
Sun Life Granite Tactical Completion Fund, Series I	201,055	2,049,005	1,985,061	
		13,077,483	13,124,401	54.24
Transaction Costs		(1,664)		
Total Investments		23,440,421	23,732,360	98.08
Unrealized appreciation/(depreciation) on currency forward contracts (1)			71,194	0.29
Other Assets less Liabilities			395,114	1.63
Total Net Assets			24,198,668	100.00

(1) Unrealized appreciation/(depreciation) on currency forward contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
Bank of Montreal	A-1	18-Mar-2020	CAD	5,160,007	USD	(3,925,154)	71,194
							71,194

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Tactical Conservative ETF Portfolio (the "Portfolio") expose it to a variety of financial risks, which are described below. The Portfolio's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Portfolio are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the Portfolio 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 Portfolio is exposed indirectly to credit risk as a result of its investment in underlying funds.

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

Sun Life Tactical Conservative ETF Portfolio (continued)

The Portfolio invests in financial assets which 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 Portfolio to credit risk as at December 31, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AA/Aa	0.29	-
Total	0.29	-

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 Portfolio holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Portfolio. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Portfolio's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk (\$CAD)		Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018	December 31, 2019	December 31, 2018
United States Dollar	5,657,822	-	23.40	-
Total	5,657,822	-	23.40	-

As at December 31, 2019, 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 Units of the Portfolio would have increased or decreased respectively by \$282,891 (\$nil as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The Portfolio is exposed indirectly to interest rate risk as a result of its investment in underlying funds.

(iii) Other market risk

The Portfolio is exposed indirectly to other market risk as a result of its investment in underlying funds.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the Portfolio's investments are considered readily realizable and highly liquid; therefore, the Portfolio'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 Portfolio's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Exchange-Traded Funds		
U.S. Corporate Bond	3.4	3.3
U.S. Equities	10.0	18.4
U.S. Fixed Income	15.0	15.2
Global Equities	7.4	-
Emerging Markets Bonds	4.6	3.3
Emerging Markets Equities	2.4	2.6
International Equities	1.1	1.0
Mutual Funds		
Canadian Equities	9.1	10.0
Canadian Fixed Income	36.9	35.4
Tactical Balanced	8.2	8.5
Canadian Money Market	-	2.2
Derivative Assets (Liabilities)	0.3	(0.2)
Other Assets less Liabilities	1.6	0.3
Total	100.0	100.0

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

Sun Life Tactical Conservative ETF Portfolio (continued)

Fair Value Disclosure

The following tables illustrate the classification of the Portfolio's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

December 31, 2019				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Financial Assets				
Exchange-Traded Funds	10,607,959	-	-	10,607,959
Mutual Funds	13,124,401	-	-	13,124,401
Currency Forward Contracts	-	71,194	-	71,194
December 31, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Financial Assets				
Exchange-Traded Funds	1,242,379	-	-	1,242,379
Mutual Funds	1,590,441	-	-	1,590,441
Financial Liabilities				
Currency Forward Contracts	-	6,416	-	6,416

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and October 19 to December 31, 2018.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

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

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$2,107 (\$344 for the period ended December 31, 2018).

Taxation of the Portfolio

The Portfolio had no accumulated capital losses.

The Portfolio had no accumulated non-capital losses.

The Portfolio currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the "Manager") is the issuer of the Portfolio. Investment by the Manager in the Portfolio is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Portfolio:

December 31, 2019		
	Units	Market Value (\$)
Series A	-	-
Series T5	708	10,846
Series F	-	-
Series F5	708	10,962
Series I	240,657	2,591,180
December 31, 2018		
	Units	Market Value (\$)
Series A	1,005	9,872
Series T5	675	9,871
Series F	1,004	9,887
Series F5	675	9,887
Series I	235,907	2,323,594

The following are transactions in the Portfolio by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Portfolio:

December 31, 2019			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	-	10,635	-
Series T5	-	-	504
Series F	-	10,697	-
Series F5	-	-	505
Series I	-	-	51,392
December 31, 2018			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	10,000	-	44
Series T5	10,000	-	126
Series F	10,000	-	41
Series F5	10,000	-	126
Series I	2,310,000	-	11,305

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

Sun Life Tactical Conservative ETF Portfolio (continued)

Interests in Underlying Funds

The Portfolio invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Portfolio, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Portfolio does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Portfolio's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Portfolio's maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Establishment of the Portfolio

The origin dates on the series of units of the Portfolio are shown below:

	Date of creation	Date available for sale
Series A Units	October 19, 2018	October 19, 2018
Series T5 Units	October 19, 2018	October 19, 2018
Series F Units	October 19, 2018	October 19, 2018
Series F5 Units	October 19, 2018	October 19, 2018
Series I Units	October 19, 2018	October 19, 2018

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

Sun Life Tactical Equity ETF Portfolio

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	8,922,083	3,208,840
Short-term investments	-	-
Cash	477,996	19,539
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	17,541
Accrued interest	-	-
Dividends receivable	-	1,052
Distributions receivable from underlying funds	-	-
Subscriptions receivable	26,615	-
	9,426,694	3,246,972
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	392	66
Redemptions payable	1	-
Distributions payable	2	-
Due to investment dealers	80,795	16,387
Management fees payable	2,009	208
Total liabilities (excluding net assets attributable to holders of redeemable units)	83,199	16,661
Net Assets Attributable to Holders of Redeemable Units	9,343,495	3,230,311
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	2,924,175	159,138
Series F	3,048,092	804,724
Series I	3,371,228	2,266,449
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	11.05	9.56
Series F	11.15	9.58
Series I	11.19	9.59

Approved on behalf of Trustee

"signed" Jordy Chilcott	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31, 2019 and from October 19, 2018 to December 31, 2018

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	134,616	12,162
Interest income for distribution purposes	1,389	28
Distributions from underlying funds	106,904	25,423
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	150,840	1,566
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	(1)	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	533,466	422
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	927,214	39,601
Net gain (loss) on foreign exchange	(3,870)	(2,226)
Other income	332	-
Total income (loss)	923,676	37,375
Expenses (note 5)		
Management fees	35,643	517
Fixed annual administration fees	6,988	121
Independent review committee fees	28	1
Withholding tax	20,189	1,824
Transaction costs (note 2)	1,183	675
Total operating expenses	64,031	3,138
Fees waived/absorbed by the Manager	(1,459)	(8)
Operating Profit (Loss)	861,104	34,245
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	861,104	34,245
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	171,747	(7,606)
Series F	212,172	5,402
Series I	477,185	36,449
Weighted Average Number of Units Outstanding		
Series A	138,108	10,617
Series F	160,530	18,518
Series I	253,432	49,544
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	1.24	(0.72)
Series F	1.32	0.29
Series I	1.88	0.74

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

Sun Life Tactical Equity ETF Portfolio (continued)

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

For the periods ended December 31, 2019 and from October 19, 2018 to December 31, 2018

	Series A		Series F		Series I		Total	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 159,138	-	804,724	-	2,266,449	-	3,230,311	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 171,747	(7,606)	212,172	5,402	477,185	36,449	861,104	34,245
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 2,842,838	166,744	3,233,260	799,322	631,108	2,230,000	6,707,206	3,196,066
Redemption of redeemable units	\$ (249,546)	-	(1,202,064)	-	(3,514)	-	(1,455,124)	-
Reinvestment of distributions to holders of redeemable units	\$ 46,015	1,593	66,029	8,554	85,851	24,136	197,895	34,283
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 2,639,307	168,337	2,097,225	807,876	713,445	2,254,136	5,449,977	3,230,349
Distributions to Holders of Redeemable Units								
From capital gains	\$ (12,147)	(314)	(13,378)	(1,596)	(15,137)	(4,493)	(40,662)	(6,403)
From net investment income	\$ (33,870)	(1,279)	(52,651)	(6,958)	(70,714)	(19,643)	(157,235)	(27,880)
Return of capital	\$ -	-	-	-	-	-	-	-
	\$ (46,017)	(1,593)	(66,029)	(8,554)	(85,851)	(24,136)	(197,897)	(34,283)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 2,765,037	159,138	2,243,368	804,724	1,104,779	2,266,449	6,113,184	3,230,311
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 2,924,175	159,138	3,048,092	804,724	3,371,228	2,266,449	9,343,495	3,230,311
Redeemable Unit Transactions								
Balance - beginning of period	16,638	-	84,010	-	236,299	-	336,947	-
Units issued	266,880	16,466	300,423	83,086	57,631	233,695	624,934	333,247
Units issued on reinvestment of distributions	4,125	172	5,868	924	7,604	2,604	17,597	3,700
Units redeemed	(23,083)	-	(116,992)	-	(312)	-	(140,387)	-
Balance - end of period	264,560	16,638	273,309	84,010	301,222	236,299	839,091	336,947

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

Sun Life Tactical Equity ETF Portfolio (continued)

Statements of Cash Flows

For the periods ended December 31, 2019 and from October 19, 2018 to December 31, 2018

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	861,104	34,245
Adjustments for:		
Net realized (gain) loss on sale of investments	(150,840)	(1,566)
Change in unrealized (appreciation) depreciation in value of investments	(533,466)	(422)
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	(106,904)	(25,423)
Change in margin	-	-
Purchases of investments	(7,770,995)	(3,434,291)
Proceeds from sale of investments	2,929,728	251,033
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	1,052	(1,052)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	1,801	208
Change in other payables and accrued expenses	1,509	741
Net Cash Provided by (Used in) Operating Activities	(4,767,011)	(3,176,527)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	-	-
Proceeds from redeemable units issued	6,680,591	3,196,066
Redemption of redeemable units	(1,455,123)	-
Net Cash Provided by (Used in) Financing Activities	5,225,468	3,196,066
Net increase (decrease) in cash	458,457	19,539
Cash (bank indebtedness) at beginning of period	19,539	-
Cash (bank indebtedness) at end of period	477,996	19,539
Dividends received, net of withholding taxes	115,479	9,286
Interest received, net of withholding taxes	1,389	28
Interest paid	-	-

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
iShares Core MSCI Emerging Markets ETF	9,857	670,556	687,163	
iShares Core S&P 500 ETF	6,514	2,439,661	2,730,412	
Schwab International Small-Cap Equity ETF	6,710	287,787	301,496	
SPDR Portfolio Developed World ex-US ETF	47,022	1,821,083	1,910,978	
Vanguard Global ex-U.S. Real Estate ETF	2,788	214,887	213,630	
Vanguard REIT ETF	1,917	219,759	230,663	
Vanguard Small-Cap ETF	1,352	270,532	290,401	
		5,924,265	6,364,743	68.12
MUTUAL FUNDS				
Sun Life BlackRock Canadian Composite Equity Fund, Series I	182,853	2,045,078	2,154,481	
Sun Life Granite Tactical Completion Fund, Series I	40,803	420,014	402,859	
		2,465,092	2,557,340	27.37
Transaction Costs		(1,162)		
Total Investments		8,388,195	8,922,083	95.49
Other Assets less Liabilities			421,412	4.51
Total Net Assets			9,343,495	100.00

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Tactical Equity ETF Portfolio (the "Portfolio") expose it to a variety of financial risks, which are described below. The Portfolio's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Portfolio are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 8 to the financial statements.

(a) Credit risk

The Portfolio is exposed indirectly to credit risk as a result of its investment in underlying funds.

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 Tactical Equity ETF Portfolio (continued)

(b) Market risk

(i) Currency risk

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

The following table summarizes the Portfolio's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk (\$CAD)		Percentage of Net Assets (%)	
	December 31, 2019		December 31, 2018	
United States Dollar	6,443,408	68.96	2,217,942	68.66
Total	6,443,408	68.96	2,217,942	68.66

As at December 31, 2019, 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 Units of the Portfolio would have increased or decreased respectively by \$322,170 (\$110,897 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The Portfolio is exposed indirectly to interest rate risk as a result of its investment in underlying funds.

(iii) Other market risk

The Portfolio is exposed indirectly to other market risk as a result of its investment in underlying funds.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the Portfolio's investments are considered readily realizable and highly liquid; therefore, the Portfolio'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 Portfolio's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Exchange-Traded Funds		
Emerging Markets Equities	7.4	6.9
International Equities	3.2	3.2
U.S. Equities	57.5	57.9
Mutual Funds	-	-
Tactical Balanced	4.3	
Canadian Equities	23.1	31.3
Other Assets less Liabilities	4.5	0.7
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Portfolio's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Exchange-Traded Funds	6,364,743	-	-	6,364,743
Mutual Funds	2,557,340	-	-	2,557,340

	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Exchange-Traded Funds	2,197,429	-	-	2,197,429
Mutual Funds	1,011,411	-	-	1,011,411

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and October 19 to December 31, 2018.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

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

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

Sun Life Tactical Equity ETF Portfolio (continued)

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$1,183 (\$675 for the period ended December 31, 2018).

Taxation of the Portfolio

The Portfolio had no accumulated capital losses.

The Portfolio had no accumulated non-capital losses.

The Portfolio currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the “Manager”) is the issuer of the Portfolio. Investment by the Manager in the Portfolio is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Portfolio:

December 31, 2019		
	Units	Market Value (\$)
Series A	-	-
Series F	-	-
Series I	242,490	2,713,919
December 31, 2018		
	Units	Market Value (\$)
Series A	1,011	9,665
Series F	1,011	9,685
Series I	236,299	2,266,439

The following are transactions in the Portfolio by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Portfolio:

December 31, 2019			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	-	10,839	-
Series F	-	10,934	-
Series I	-	-	69,891
December 31, 2018			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	10,000	-	97
Series F	10,000	-	103
Series I	2,230,000	-	24,136

Interests in Underlying Funds

The Portfolio invests in redeemable units or shares of other investment funds (“underlying funds”) to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Portfolio, along with other investors, which entitles unitholders to a proportionate share of the underlying fund’s net assets. The Portfolio does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Portfolio’s interests in underlying funds are reported at fair value in “investments” in its Statements of Financial Position and its Schedule of Investments, which represents the Portfolio’s maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Establishment of the Portfolio

The origin dates on the series of units of the Portfolio are shown below:

	Date of creation	Date available for sale
Series A Units	October 19, 2018	October 19, 2018
Series F Units	October 19, 2018	October 19, 2018
Series I Units	October 19, 2018	October 19, 2018

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

Sun Life Tactical Fixed Income ETF Portfolio

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	39,653,153	2,694,167
Short-term investments	-	-
Cash	531,894	13,376
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	242,523	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	17,186
Accrued interest	696	-
Dividends receivable	6,517	746
Distributions receivable from underlying funds	-	-
Subscriptions receivable	34,410	4,750
	40,469,193	2,730,225
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	14,041
Unrealized depreciation on swaps	-	-
Accrued expenses	2,100	69
Redemptions payable	60,000	-
Distributions payable	-	-
Due to investment dealers	37,059	26,933
Management fees payable	6,329	181
Total liabilities (excluding net assets attributable to holders of redeemable units)	105,488	41,224
Net Assets Attributable to Holders of Redeemable Units	40,363,705	2,689,001
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	9,250,052	332,332
Series F	24,137,298	623,111
Series I	6,976,355	1,733,558
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	10.49	10.05
Series F	10.50	10.05
Series I	10.57	10.06

Approved on behalf of Trustee

"signed" Jordy Chilcott	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31, 2019 and from October 19, 2018 to December 31, 2018

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	308,647	2,838
Interest income for distribution purposes	2,561	27
Distributions from underlying funds	338,634	4,251
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	20,035	490
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	106,059	(2,997)
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	(60,903)	17,665
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	256,564	(14,041)
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	971,597	8,233
Net gain (loss) on foreign exchange	(6,983)	(1,028)
Other income	448	-
Total income (loss)	965,062	7,205
Expenses (note 5)		
Management fees	111,043	415
Fixed annual administration fees	32,551	132
Independent review committee fees	139	1
Withholding tax	46,153	426
Transaction costs (note 2)	3,079	324
Total operating expenses	192,965	1,298
Fees waived/absorbed by the Manager	(13,720)	(15)
Operating Profit (Loss)	785,817	5,922
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	785,817	5,922
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	109,474	1,008
Series F	526,235	1,355
Series I	150,108	3,559
Weighted Average Number of Units Outstanding		
Series A	409,660	12,559
Series F	1,243,357	19,728
Series I	274,274	39,129
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	0.27	0.08
Series F	0.42	0.07
Series I	0.55	0.09

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

Sun Life Tactical Fixed Income ETF Portfolio (continued)

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

For the periods ended December 31, 2019 and from October 19, 2018 to December 31, 2018

	Series A		Series F		Series I		Total	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 332,332	-	623,111	-	1,733,558	-	2,689,001	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 109,474	1,008	526,235	1,355	150,108	3,559	785,817	5,922
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 10,396,077	331,324	25,572,305	621,766	5,194,598	1,729,999	41,162,980	2,683,089
Redemption of redeemable units	\$ (1,586,714)	-	(2,546,505)	(10)	(101,909)	-	(4,235,128)	(10)
Reinvestment of distributions to holders of redeemable units	\$ 97,555	531	336,511	1,057	82,023	3,188	516,089	4,776
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 8,906,918	331,855	23,362,311	622,813	5,174,712	1,733,187	37,443,941	2,687,855
Distributions to Holders of Redeemable Units								
From capital gains	\$ -	(42)	-	(76)	-	(226)	-	(344)
From net investment income	\$ (83,965)	(489)	(318,560)	(981)	(69,797)	(2,962)	(472,322)	(4,432)
Return of capital	\$ (14,707)	-	(55,799)	-	(12,226)	-	(82,732)	-
	\$ (98,672)	(531)	(374,359)	(1,057)	(82,023)	(3,188)	(555,054)	(4,776)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 8,917,720	332,332	23,514,187	623,111	5,242,797	1,733,558	37,674,704	2,689,001
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 9,250,052	332,332	24,137,298	623,111	6,976,355	1,733,558	40,363,705	2,689,001
Redeemable Unit Transactions								
Balance - beginning of period	33,083	-	61,976	-	172,239	-	267,298	-
Units issued	990,661	33,030	2,447,818	61,871	489,732	171,921	3,928,211	266,822
Units issued on reinvestment of distributions	9,273	53	31,964	106	7,780	318	49,017	477
Units redeemed	(151,037)	-	(242,118)	(1)	(9,602)	-	(402,757)	(1)
Balance - end of period	881,980	33,083	2,299,640	61,976	660,149	172,239	3,841,769	267,298

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

Sun Life Tactical Fixed Income ETF Portfolio (continued)

Statements of Cash Flows

For the periods ended December 31, 2019 and from October 19, 2018 to December 31, 2018

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	785,817	5,922
Adjustments for:		
Net realized (gain) loss on sale of investments	(20,035)	(490)
Change in unrealized (appreciation) depreciation in value of investments	60,903	(17,665)
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	(256,564)	14,041
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	(338,634)	(4,251)
Change in margin	-	-
Purchases of investments	(40,365,817)	(2,773,983)
Proceeds from sale of investments	3,728,830	111,645
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	(6,467)	(746)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	6,148	181
Change in other payables and accrued expenses	5,110	393
Net Cash Provided by (Used in) Operating Activities	(36,400,709)	(2,664,953)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(38,965)	-
Proceeds from redeemable units issued	41,133,320	2,678,339
Redemption of redeemable units	(4,175,128)	(10)
Net Cash Provided by (Used in) Financing Activities	36,919,227	2,678,329
Net increase (decrease) in cash	518,518	13,376
Cash (bank indebtedness) at beginning of period	13,376	-
Cash (bank indebtedness) at end of period	531,894	13,376
Dividends received, net of withholding taxes	256,723	1,666
Interest received, net of withholding taxes	1,865	27
Interest paid	-	-

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

Sun Life Tactical Fixed Income ETF Portfolio (continued)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
iShares Core U.S. Aggregate Bond ETF	48,051	7,052,319	7,001,778	
iShares iBoxx \$ Investment Grade Corporate Bond ETF	12,655	2,054,428	2,099,867	
Schwab U.S. TIPS ETF	19,864	1,472,509	1,458,709	
SPDR Bloomberg Barclays High Yield Bond ETF	10,564	1,508,929	1,500,571	
VanEck Vectors Fallen Angel High Yield Bond ETF	38,169	1,469,491	1,475,413	
VanEck Vectors Investment Grade Floating Rate ETF	18,205	607,835	597,501	
Vanguard Emerging Markets Government Bond ETF	31,884	3,361,623	3,365,938	
		17,527,134	17,499,777	43.36
MUTUAL FUNDS				
Sun Life BlackRock Canadian Universe Bond Fund, Series I	1,919,552	20,582,448	20,564,161	
Sun Life Money Market Fund, Series I	158,922	1,589,215	1,589,215	
		22,171,663	22,153,376	54.88
Transaction Costs		(2,406)		
Total Investments		39,696,391	39,653,153	98.24
Unrealized appreciation/(depreciation) on currency forward contracts ⁽¹⁾			242,523	0.60
Other Assets less Liabilities			468,029	1.16
Total Net Assets			40,363,705	100.00

(1) Unrealized appreciation/(depreciation) on currency forward contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
Bank of Montreal	A-1	18-Mar-2020	CAD	16,249,160	USD	(12,360,536)	224,194
The Toronto-Dominion Bank	A-1+	18-Mar-2020	CAD	1,300,524	USD	(988,994)	18,329
							242,523

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Tactical Fixed Income ETF Portfolio (the "Portfolio") expose it to a variety of financial risks, which are described below. The Portfolio's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Portfolio are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the Portfolio 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 Portfolio is exposed indirectly to credit risk as a result of its investment in underlying funds.

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

Sun Life Tactical Fixed Income ETF Portfolio (continued)

The Portfolio invests in financial assets which 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 Portfolio to credit risk as at December 31, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AAA/Aaa	0.04	-
AA/Aa	0.56	-
Total	0.60	-

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 Portfolio holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Portfolio. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Portfolio's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk (\$CAD)		Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018		
United States Dollar	552,411	-	1.40	-
Total	552,411	-	1.40	-

As at December 31, 2019, 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 Units of the Portfolio would have increased or decreased respectively by \$27,621 (\$nil as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The Portfolio is exposed indirectly to interest rate risk as a result of its investment in underlying funds.

(iii) Other market risk

The Portfolio is exposed indirectly to other market risk as a result of its investment in underlying funds.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the Portfolio's investments are considered readily realizable and highly liquid; therefore, the Portfolio'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 Portfolio's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Exchange-Traded Funds		
U.S. Corporate Bond	5.2	4.9
U.S. Fixed Income	29.8	28.6
Emerging Markets Bonds	8.3	5.2
Mutual Funds		
Canadian Fixed Income	51.0	51.7
Tactical Balanced	-	3.5
Canadian Money Market	3.9	6.3
Derivative Assets (Liabilities)	0.6	(0.5)
Other Assets less Liabilities	1.2	0.3
Total	100.0	100.0

Fair Value Disclosure

The following tables illustrate the classification of the Portfolio's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Exchange-Traded Funds	17,499,777	-	-	17,499,777
Mutual Funds	22,153,376	-	-	22,153,376
Currency Forward Contracts	-	242,523	-	242,523
Financial Liabilities				
Currency Forward Contracts	-	14,041	-	14,041

	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Financial Assets				
Exchange-Traded Funds	1,040,386	-	-	1,040,386
Mutual Funds	1,653,781	-	-	1,653,781
Financial Liabilities				
Currency Forward Contracts	-	14,041	-	14,041

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

Sun Life Tactical Fixed Income ETF Portfolio (continued)

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and October 19 to December 31, 2018.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

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

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$3,079 (\$324 for the period ended December 31, 2018).

Taxation of the Portfolio

The Portfolio had no accumulated capital losses.

The Portfolio had no accumulated non-capital losses.

The Portfolio currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the “Manager”) is the issuer of the Portfolio. Investment by the Manager in the Portfolio is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Portfolio:

	December 31, 2019	
	Units	Market Value (\$)
Series A	-	-
Series F	-	-
Series I	176,965	1,870,146

	December 31, 2018	
	Units	Market Value (\$)
Series A	1,002	10,062
Series F	1,002	10,072
Series I	172,239	1,733,552

The following are transactions in the Portfolio by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Portfolio:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	-	10,630	94
Series F	-	10,669	119
Series I	-	-	49,603

	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	10,000	-	17
Series F	10,000	-	18
Series I	1,730,000	-	3,188

Interests in Underlying Funds

The Portfolio invests in redeemable units or shares of other investment funds (“underlying funds”) to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Portfolio, along with other investors, which entitles unitholders to a proportionate share of the underlying fund’s net assets. The Portfolio does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Portfolio’s interests in underlying funds are reported at fair value in “investments” in its Statements of Financial Position and its Schedule of Investments, which represents the Portfolio’s maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

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

Sun Life Tactical Fixed Income ETF Portfolio (continued)

Establishment of the Portfolio

The origin dates on the series of units of the Portfolio are shown below:

	Date of creation	Date available for sale
Series A Units	October 19, 2018	October 19, 2018
Series F Units	October 19, 2018	October 19, 2018
Series I Units	October 19, 2018	October 19, 2018

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

Sun Life Tactical Growth ETF Portfolio

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	14,101,976	2,588,470
Short-term investments	-	-
Cash	323,377	12,826
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	16,811	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	14,266
Accrued interest	-	-
Dividends receivable	433	840
Distributions receivable from underlying funds	-	-
Subscriptions receivable	14,108	-
	14,456,705	2,616,402
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	2,113
Unrealized depreciation on swaps	-	-
Accrued expenses	706	32
Redemptions payable	-	-
Distributions payable	-	-
Due to investment dealers	50,681	13,708
Management fees payable	3,663	63
Total liabilities (excluding net assets attributable to holders of redeemable units)	55,050	15,916
Net Assets Attributable to Holders of Redeemable Units	14,401,655	2,600,486
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	4,722,961	132,681
Series F	5,586,398	9,626
Series I	4,092,296	2,458,179
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	10.76	9.51
Series F	10.84	9.54
Series I	10.89	9.54

Approved on behalf of Trustee

"signed" Jordy Chilcott	"signed" Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31, 2019 and from October 19, 2018 to December 31, 2018

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	179,043	7,606
Interest income for distribution purposes	1,785	29
Distributions from underlying funds	225,384	16,561
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	82,853	261
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	6,686	(336)
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	540,134	4,068
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	18,924	(2,113)
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	1,054,809	26,076
Net gain (loss) on foreign exchange	(3,757)	(2,454)
Other income	1,593	-
Total income (loss)	1,052,645	23,622
Expenses (note 5)		
Management fees	63,164	197
Fixed annual administration fees	11,620	56
Independent review committee fees	44	1
Withholding tax	26,844	1,141
Transaction costs (note 2)	1,549	436
Total operating expenses	103,221	1,831
Fees waived/absorbed by the Manager	(3,035)	(2)
Operating Profit (Loss)	952,459	21,793
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	952,459	21,793
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	241,606	(6,012)
Series F	249,510	(374)
Series I	461,343	28,179
Weighted Average Number of Units Outstanding		
Series A	251,936	6,161
Series F	255,751	1,001
Series I	289,544	53,044
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	0.96	(0.98)
Series F	0.98	(0.37)
Series I	1.59	0.53

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

Sun Life Tactical Growth ETF Portfolio (continued)

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

For the periods ended December 31, 2019 and from October 19, 2018 to December 31, 2018

	Series A		Series F		Series I		Total	
	2019	2018	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 132,681	-	9,626	-	2,458,179	-	2,600,486	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ 241,606	(6,012)	249,510	(374)	461,343	28,179	952,459	21,793
Redeemable Unit Transactions								
Proceeds from redeemable units issued	\$ 4,636,098	138,693	5,791,669	10,000	1,177,016	2,430,000	11,604,783	2,578,693
Redemption of redeemable units	\$ (287,423)	-	(464,408)	-	(4,242)	-	(756,073)	-
Reinvestment of distributions to holders of redeemable units	\$ 74,417	1,114	121,157	87	100,452	24,086	296,026	25,287
Capitalized distributions	\$ -	-	-	-	-	-	-	-
	\$ 4,423,092	139,807	5,448,418	10,087	1,273,226	2,454,086	11,144,736	2,603,980
Distributions to Holders of Redeemable Units								
From capital gains	\$ (15,943)	(142)	(18,763)	(12)	(13,845)	(2,972)	(48,551)	(3,126)
From net investment income	\$ (58,475)	(972)	(102,393)	(75)	(86,607)	(21,114)	(247,475)	(22,161)
Return of capital	\$ -	-	-	-	-	-	-	-
	\$ (74,418)	(1,114)	(121,156)	(87)	(100,452)	(24,086)	(296,026)	(25,287)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ 4,590,280	132,681	5,576,772	9,626	1,634,117	2,458,179	11,801,169	2,600,486
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 4,722,961	132,681	5,586,398	9,626	4,092,296	2,458,179	14,401,655	2,600,486
Redeemable Unit Transactions								
Balance - beginning of period	13,947	-	1,009	-	257,610	-	272,566	-
Units issued	445,879	13,826	546,581	1,000	109,329	255,014	1,101,789	269,840
Units issued on reinvestment of distributions	6,869	121	11,097	9	9,159	2,596	27,125	2,726
Units redeemed	(27,556)	-	(43,420)	-	(390)	-	(71,366)	-
Balance - end of period	439,139	13,947	515,267	1,009	375,708	257,610	1,330,114	272,566

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

Sun Life Tactical Growth ETF Portfolio (continued)

Statements of Cash Flows

For the periods ended December 31, 2019 and from October 19, 2018 to December 31, 2018

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	952,459	21,793
Adjustments for:		
Net realized (gain) loss on sale of investments	(82,853)	(261)
Change in unrealized (appreciation) depreciation in value of investments	(540,134)	(4,068)
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	(18,924)	2,113
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	(225,384)	(16,561)
Change in margin	-	-
Purchases of investments	(12,743,599)	(2,582,646)
Proceeds from sale of investments	2,128,154	14,072
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	407	(840)
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	3,600	63
Change in other payables and accrued expenses	2,223	468
Net Cash Provided by (Used in) Operating Activities	(10,524,051)	(2,565,867)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	-	-
Proceeds from redeemable units issued	11,590,675	2,578,693
Redemption of redeemable units	(756,073)	-
Net Cash Provided by (Used in) Financing Activities	10,834,602	2,578,693
Net increase (decrease) in cash	310,551	12,826
Cash (bank indebtedness) at beginning of period	12,826	-
Cash (bank indebtedness) at end of period	323,377	12,826
Dividends received, net of withholding taxes	152,606	5,625
Interest received, net of withholding taxes	1,785	29
Interest paid	-	-

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

Sun Life Tactical Growth ETF Portfolio (continued)

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
EXCHANGE-TRADED FUNDS				
iShares Core MSCI Emerging Markets ETF	11,401	770,171	794,800	
iShares Core S&P 500 ETF	7,000	2,661,608	2,934,125	
iShares Core U.S. Aggregate Bond ETF	2,368	345,813	345,054	
iShares iBoxx \$ Investment Grade Corporate Bond ETF	856	137,549	142,038	
Schwab International Small-Cap Equity ETF	8,221	352,043	369,389	
SPDR Bloomberg Barclays High Yield Bond ETF	342	48,805	48,580	
SPDR Portfolio Developed World ex-US ETF	56,330	2,195,487	2,289,256	
VanEck Vectors Fallen Angel High Yield Bond ETF	1,338	51,948	51,720	
VanEck Vectors Investment Grade Floating Rate ETF	4,248	142,084	139,422	
Vanguard Emerging Markets Government Bond ETF	3,534	374,196	373,078	
Vanguard Global ex-U.S. Real Estate ETF	3,534	272,673	270,792	
Vanguard REIT ETF	2,479	287,982	298,286	
Vanguard Small-Cap ETF	1,503	301,961	322,834	
		7,942,320	8,379,374	58.18
MUTUAL FUNDS				
Sun Life BlackRock Canadian Composite Equity Fund, Series I	285,096	3,219,629	3,359,171	
Sun Life BlackRock Canadian Universe Bond Fund, Series I	108,861	1,164,075	1,166,226	
Sun Life Granite Tactical Completion Fund, Series I	121,258	1,233,237	1,197,205	
		5,616,941	5,722,602	39.74
Transaction Costs		(1,487)		
Total Investments		13,557,774	14,101,976	97.92
Unrealized appreciation/(depreciation) on currency forward contracts⁽¹⁾			16,811	0.12
Other Assets less Liabilities			282,868	1.96
Total Net Assets			14,401,655	100.00

(1) Unrealized appreciation/(depreciation) on currency forward contracts

Counterparty	Credit Rating for Counterparty	Settlement Date	Purchased Currency	Par Value	Sold Currency	Par Value	Unrealized Gain/(Loss) (\$)
Bank of Montreal	A-1	18-Mar-2020	CAD	831,650	USD	(632,626)	11,474
Canadian Imperial Bank of Commerce	A-1	18-Mar-2020	CAD	360,516	USD	(273,959)	5,337
							16,811

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Tactical Growth ETF Portfolio (the "Portfolio") expose it to a variety of financial risks, which are described below. The Portfolio's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. Significant risks that are relevant to the Portfolio are discussed below. General information on risk management and specific discussion on credit, currency, interest rate, other market, liquidity and concentration risks can be found in Note 8 to the financial statements.

(a) Credit risk

As at December 31, 2019 and December 31, 2018, the Portfolio 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 Portfolio is exposed indirectly to credit risk as a result of its investment in underlying funds.

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

Sun Life Tactical Growth ETF Portfolio (continued)

The Portfolio invests in financial assets which 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 Portfolio to credit risk as at December 31, 2019 and December 31, 2018 are noted below:

Rating	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
AA/Aa	0.12	-
Total	0.12	-

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 Portfolio holds assets and liabilities, including cash and cash equivalents that are denominated in currencies other than the Canadian Dollar, the functional currency of the Portfolio. It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuates due to changes in exchange rates.

The following table summarizes the Portfolio's proportionate exposure to currency risk as at December 31, 2019 and December 31, 2018. Amounts shown are based on the fair value of monetary and non-monetary assets.

	Holdings Exposed to Currency Risk (\$CAD)		Holdings Exposed to Currency Risk (\$CAD)	
	December 31, 2019	December 31, 2018	December 31, 2019	December 31, 2018
United States Dollar	14,401,655	1,366,101	51.21	52.53
Total	14,401,655	1,366,101	51.21	52.53

As at December 31, 2019, 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 Units of the Portfolio would have increased or decreased respectively by \$720,083 (\$68,305 as at December 31, 2018). In practice, actual results may differ from this sensitivity analysis and the difference could be material.

(ii) Interest rate risk

The Portfolio is exposed indirectly to interest rate risk as a result of its investment in underlying funds.

(iii) Other market risk

The Portfolio is exposed indirectly to other market risk as a result of its investment in underlying funds.

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the Portfolio's investments are considered readily realizable and highly liquid; therefore, the Portfolio'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 Portfolio's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Exchange-Traded Funds		
Emerging Markets Bonds	2.6	1.1
Emerging Markets Equities	5.5	5.7
International Equities	2.6	2.5
U.S. Corporate Bond	1.0	1.1
U.S. Equities	42.5	44.0
U.S. Fixed Income	4.0	5.3
Mutual Funds		
Canadian Equities	23.3	24.4
Canadian Fixed Income	8.1	6.9
Tactical Balanced	8.3	8.5
Derivative Assets (Liabilities)	0.1	(0.1)
Other Assets less Liabilities	2.0	0.6
Total	100.0	100.0

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

Sun Life Tactical Growth ETF Portfolio (continued)

Fair Value Disclosure

The following tables illustrate the classification of the Portfolio's assets and liabilities measured at fair value within the fair value hierarchy as at December 31, 2019 and December 31, 2018.

December 31, 2019				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Financial Assets				
Exchange-Traded Funds	8,379,374	-	-	8,379,374
Mutual Funds	5,722,602	-	-	5,722,602
Currency Forward Contracts	-	16,811	-	16,811
December 31, 2018				
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	Total (\$)
Financial Assets				
Exchange-Traded Funds	1,552,631	-	-	1,552,631
Mutual Funds	1,035,839	-	-	1,035,839
Financial Liabilities				
Currency Forward Contracts	-	2,113	-	2,113

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and October 19 to December 31, 2018.

Exchange-Traded Funds

Exchange-traded fund units held as investments are valued at their respective Net Asset Value per unit on the relevant valuation dates and are classified as Level 1.

Mutual Funds

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

Derivative Assets and Liabilities

Derivative assets and liabilities consist of foreign currency forward contracts, which are valued based primarily on the contract notional amount, the difference between the contract rate and the forward market rate for the same currency, interest rates and credit spreads. Contracts for which counterparty credit spreads are observable and reliable, or for which the credit-related inputs are determined not to be significant to fair value, are classified as Level 2.

Brokerage Commissions and Other Transaction Costs

Commissions and other transaction fees paid for portfolio transactions for the period ended December 31, 2019 were \$1,549 (\$436 for the period ended December 31, 2018).

Taxation of the Portfolio

The Portfolio had no accumulated capital losses.

The Portfolio had no accumulated non-capital losses.

The Portfolio currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income and gains are recorded on a gross basis and the related withholding taxes are shown separately in the Statements of Comprehensive Income (Loss).

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the "Manager") is the issuer of the Portfolio. Investment by the Manager in the Portfolio is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Portfolio:

December 31, 2019		
	Units	Market Value (\$)
Series A	-	-
Series F	-	-
Series I	264,051	2,876,101
December 31, 2018		
	Units	Market Value (\$)
Series A	1,010	9,607
Series F	1,009	9,626
Series I	257,610	2,458,191

The following are transactions in the Portfolio by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Portfolio:

December 31, 2019			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	-	10,629	-
Series F	-	10,708	-
Series I	-	-	70,645
December 31, 2018			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	10,000	-	91
Series F	10,000	-	86
Series I	2,430,000	-	24,086

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

Sun Life Tactical Growth ETF Portfolio (continued)

Interests in Underlying Funds

The Portfolio invests in redeemable units or shares of other investment funds ("underlying funds") to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Portfolio, along with other investors, which entitles unitholders to a proportionate share of the underlying fund's net assets. The Portfolio does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Portfolio's interests in underlying funds are reported at fair value in "investments" in its Statements of Financial Position and its Schedule of Investments, which represents the Portfolio's maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Establishment of the Portfolio

The origin dates on the series of units of the Portfolio are shown below:

	Date of creation	Date available for sale
Series A Units	October 19, 2018	October 19, 2018
Series F Units	October 19, 2018	October 19, 2018
Series I Units	October 19, 2018	October 19, 2018

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

Sun Life Templeton Global Bond Fund

Statements of Financial Position

As at December 31, 2019 and 2018

	December 31, 2019 (\$)	December 31, 2018 (\$)
Assets		
Current Assets		
Investments (non-derivative financial assets) (note 2)	14,423,224	5,103,720
Short-term investments	-	-
Cash	61,061	96,759
Margin	-	-
Option contracts, at fair value - long	-	-
Credit default swaps, sell protection	-	-
Unrealized appreciation on futures contracts	-	-
Unrealized appreciation on currency forward contracts	-	-
Unrealized appreciation on swaps	-	-
Due from investment dealers	-	161
Accrued interest	-	-
Dividends receivable	-	-
Distributions receivable from underlying funds	-	-
Subscriptions receivable	494	572
	14,484,779	5,201,212
Liabilities		
Current Liabilities		
Bank indebtedness	-	-
Margin	-	-
Option contracts, at fair value - short	-	-
Credit default swaps, buy protection	-	-
Unrealized depreciation on futures contracts	-	-
Unrealized depreciation on currency forward contracts	-	-
Unrealized depreciation on swaps	-	-
Accrued expenses	471	236
Redemptions payable	49,346	600
Distributions payable	-	-
Due to investment dealers	14,515	294
Management fees payable	1,231	912
Total liabilities (excluding net assets attributable to holders of redeemable units)	65,563	2,042
Net Assets Attributable to Holders of Redeemable Units	14,419,216	5,199,170
Net Assets Attributable to Holders of Redeemable Units per Series		
Series A	2,334,854	2,365,788
Series F	804,560	185,808
Series I	10,853,648	2,069,314
Series O	426,154	578,260
Net Assets Attributable to Holders of Redeemable Units per Unit (note 4)		
Series A	7.98	8.70
Series F	8.79	9.53
Series I	8.34	8.94
Series O	8.30	8.91

Approved on behalf of Trustee

“signed” Jordy Chilcott	“signed” Kari Holdsworth
President	Chief Financial Officer

Statements of Comprehensive Income (Loss)

For the periods ended December 31

	2019 (\$)	2018 (\$)
Investment Income		
Dividend income	-	-
Interest income for distribution purposes	396	130
Distributions from underlying funds	266,187	276,401
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	(62,910)	(24,678)
Net realized gain (loss) on futures contracts	-	-
Net realized gain (loss) on currency forward contracts	-	-
Net realized gain (loss) on option contracts	-	-
Net realized gain (loss) on swaps	-	-
Change in unrealized appreciation (depreciation) in value of investments	(672,747)	24,719
Change in unrealized appreciation (depreciation) in value of futures contracts	-	-
Change in unrealized appreciation (depreciation) in currency forward contracts	-	-
Change in unrealized appreciation (depreciation) in option contracts	-	-
Change in unrealized appreciation (depreciation) in value of swaps	-	-
Net gains (losses) on investments	(469,074)	276,572
Net gain (loss) on foreign exchange	-	-
Other income	2,967	-
Total income (loss)	(466,107)	276,572
Expenses (note 5)		
Management fees	34,836	31,284
Fixed annual administration fees	10,946	7,720
Independent review committee fees	36	55
Withholding tax	-	-
Transaction costs (note 2)	-	-
Total operating expenses	45,818	39,059
Fees waived/absorbed by the Manager	-	-
Operating Profit (Loss)	(511,925)	237,513
Finance Cost		
Interest expense	-	-
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	(511,925)	237,513
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Series (Excluding Distributions)		
Series A	(136,960)	103,613
Series F	(4,329)	6,576
Series I	(347,358)	92,570
Series O	(23,278)	34,754
Weighted Average Number of Units Outstanding		
Series A	293,596	257,885
Series F	24,728	13,996
Series I	817,961	208,192
Series O	54,195	66,585
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations per Unit (Excluding Distributions)		
Series A	(0.47)	0.40
Series F	(0.18)	0.47
Series I	(0.42)	0.44
Series O	(0.43)	0.52

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

Sun Life Templeton Global Bond Fund (continued)

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

For the periods ended December 31

	Series A		Series F		Series I	
	2019	2018	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 2,365,788	2,250,236	185,808	79,364	2,069,314	1,277,986
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ (136,960)	103,613	(4,329)	6,576	(347,358)	92,570
Redeemable Unit Transactions						
Proceeds from redeemable units issued	\$ 1,180,909	1,031,607	865,422	121,162	9,649,498	932,617
Redemption of redeemable units	\$ (1,074,906)	(1,019,668)	(239,783)	(21,294)	(517,806)	(233,859)
Reinvestment of distributions to holders of redeemable units	\$ 71,917	82,465	4,692	9,633	202,553	133,297
Capitalized distributions	\$ -	-	-	-	-	-
	\$ 177,920	94,404	630,331	109,501	9,334,245	832,055
Distributions to Holders of Redeemable Units						
From capital gains	\$ -	(1,470)	-	(120)	-	(1,338)
From net investment income	\$ (54,936)	(80,995)	(5,539)	(9,513)	(154,725)	(131,959)
Return of capital	\$ (16,958)	-	(1,711)	-	(47,828)	-
	\$ (71,894)	(82,465)	(7,250)	(9,633)	(202,553)	(133,297)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (30,934)	115,552	618,752	106,444	8,784,334	791,328
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 2,334,854	2,365,788	804,560	185,808	10,853,648	2,069,314
Redeemable Unit Transactions						
Balance - beginning of period	271,824	260,906	19,501	8,264	231,495	141,980
Units issued	141,432	118,880	98,174	12,452	1,107,255	100,593
Units issued on reinvestment of distributions	8,694	9,558	514	1,014	23,912	14,930
Units redeemed	(129,449)	(117,520)	(26,627)	(2,229)	(60,668)	(26,008)
Balance - end of period	292,501	271,824	91,562	19,501	1,301,994	231,495

	Series O		Total	
	2019	2018	2019	2018
Net Assets Attributable to Holders of Redeemable Units at beginning of period	\$ 578,260	616,144	5,199,170	4,223,730
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units from Operations (Excluding Distributions)	\$ (23,278)	34,754	(511,925)	237,513
Redeemable Unit Transactions				
Proceeds from redeemable units issued	\$ 132,007	115,101	11,827,836	2,200,487
Redemption of redeemable units	\$ (260,835)	(187,739)	(2,093,330)	(1,462,560)
Reinvestment of distributions to holders of redeemable units	\$ 12,890	35,260	292,052	260,655
Capitalized distributions	\$ -	-	-	-
	\$ (115,938)	(37,378)	10,026,558	998,582
Distributions to Holders of Redeemable Units				
From capital gains	\$ -	(374)	-	(3,302)
From net investment income	\$ (9,846)	(34,886)	(225,046)	(257,353)
Return of capital	\$ (3,044)	-	(69,541)	-
	\$ (12,890)	(35,260)	(294,587)	(260,655)
Increase (Decrease) in Net Assets Attributable to Holders of Redeemable Units for the period	\$ (152,106)	(37,884)	9,220,046	975,440
Net Assets Attributable to Holders of Redeemable Units at end of period	\$ 426,154	578,260	14,419,216	5,199,170
Redeemable Unit Transactions				
Balance - beginning of period	64,877	69,018	587,697	480,168
Units issued	15,508	12,818	1,362,369	244,743
Units issued on reinvestment of distributions	1,509	3,963	34,629	29,465
Units redeemed	(30,532)	(20,922)	(247,276)	(166,679)
Balance - end of period	51,362	64,877	1,737,419	587,697

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

Sun Life Templeton Global Bond Fund (continued)

Statements of Cash Flows

For the periods ended December 31

	2019 (\$)	2018 (\$)
Cash Flows from Operating Activities		
Increase (decrease) in net assets attributable to holders of redeemable units from operations (excluding distributions)	(511,925)	237,513
Adjustments for:		
Net realized (gain) loss on sale of investments	62,910	24,678
Change in unrealized (appreciation) depreciation in value of investments	672,747	(24,719)
Change in unrealized (appreciation) depreciation in value of futures contracts	-	-
Change in unrealized (appreciation) depreciation in currency forward contracts	-	-
Change in unrealized (appreciation) depreciation in option contracts	-	-
Change in unrealized (appreciation) depreciation in value of swaps	-	-
Non-cash income distributions from underlying funds	(266,187)	(276,401)
Change in margin	-	-
Purchases of investments	(11,116,997)	(1,838,461)
Proceeds from sale of investments	1,342,405	1,126,981
Purchases of short-term investments	-	-
Proceeds from sale of short-term investments	-	-
Change in dividends and interest receivable	-	-
Change in distributions receivable from underlying funds	-	-
Change in management fees payable	319	204
Change in other payables and accrued expenses	235	54
Net Cash Provided by (Used in) Operating Activities	(9,816,493)	(750,151)
Cash Flows from Financing Activities		
Distributions paid to holders of redeemable units, net of reinvested distributions	(2,535)	-
Proceeds from redeemable units issued	11,827,914	2,200,295
Redemption of redeemable units	(2,044,584)	(1,461,960)
Net Cash Provided by (Used in) Financing Activities	9,780,795	738,335
Net increase (decrease) in cash	(35,698)	(11,816)
Cash (bank indebtedness) at beginning of period	96,759	108,575
Cash (bank indebtedness) at end of period	61,061	96,759
Dividends received, net of withholding taxes	-	-
Interest received, net of withholding taxes	396	130
Interest paid	-	-

Schedule of Investments

As at December 31, 2019

	Number of Shares	Average Cost (\$)	Fair Value (\$)	% of Total Net Assets
MUTUAL FUNDS				
Templeton Global Bond Fund, Series O	1,250,974	15,217,270	14,423,224	
		15,217,270	14,423,224	100.03
Total Investments		15,217,270	14,423,224	100.03
Other Assets less Liabilities			(4,008)	(0.03)
Total Net Assets			14,419,216	100.00

Fund Specific Notes to the Financial Statements

Financial Risk Management

The investment activities of the Sun Life Templeton Global Bond Fund (the "Fund") expose it to a variety of financial risks, which are described below. The Fund's exposure is concentrated in its investments, which are presented in the Schedule of Investments as at December 31, 2019 and grouped by asset type, industry sector, geographic region, or currency exposure. 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 risks 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 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 Fund holds assets and liabilities indirectly through the underlying fund, including cash and cash equivalents. It 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.

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

Sun Life Templeton Global Bond Fund (continued)

(ii) Interest rate risk

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

(iii) Other market risk

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

(c) Liquidity risk

As at December 31, 2019 and December 31, 2018, the majority of the 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 Fund's concentration risk is summarized in the table below:

Portfolio by Category	Percentage of Net Assets (%)	
	December 31, 2019	December 31, 2018
Bonds		
Brazil	9.9	9.6
South Korea	9.7	9.6
Indonesia	9.5	9.0
India	9.4	9.8
Mexico	6.4	2.8
Norway	5.8	-
Colombia	2.2	4.8
Ghana	2.1	1.7
Argentina	2.1	3.2
Supranational	0.2	0.1
Philippines	-	2.0
Ukraine	-	0.4
United States	-	0.3
Short-Term investments	30.2	17.8
Other Assets less Liabilities	12.5	28.9
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, 2019 and December 31, 2018.

	December 31, 2019			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Mutual Funds	14,423,224	-	-	14,423,224

	December 31, 2018			Total (\$)
	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)	
Mutual Funds	5,103,720	-	-	5,103,720

There were no transfers between fair value Levels 1 and 2 during the periods from January 1 to December 31, 2019 and January 1 to December 31, 2018.

Mutual Funds

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

Related Party Transactions

Seed Capital Investment by the Manager

Sun Life Global Investments (Canada) Inc. (the "Manager") is the issuer of the Fund. Investment by the Manager in the Fund is for the purposes of regulatory seed money investments. As at December 31, 2019 and December 31, 2018, the Manager held the following positions in the Fund:

	December 31, 2019	
	Units	Market Value (\$)
Series A	16,168	129,060
Series F	1,176	10,331
Series I	1,272	10,607
Series O	1,229	10,198

	December 31, 2018	
	Units	Market Value (\$)
Series A	15,662	136,311
Series F	1,139	10,851
Series I	1,237	11,061
Series O	1,202	10,713

The following are transactions in the Fund by the Manager from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

	December 31, 2019		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	334	-	3,813
Series F	27	-	305
Series I	-	-	301
Series O	-	59	291

	December 31, 2018		
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series A	324	-	4,836
Series F	26	-	621
Series I	-	-	728
Series O	-	59	634

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

Sun Life Templeton Global Bond Fund (continued)

Seed Capital Investment by Related Party

Sun Life Assurance Company of Canada (“SLA”) invested additional seed money to support the launch of the Fund and investments were made for the purposes of seed money investments. As at December 31, 2019 and December 31, 2018, SLA held the following position in the Fund:

December 31, 2019		
	Units	Market Value (\$)
Series I	44,536	371,264

December 31, 2018		
	Units	Market Value (\$)
Series I	43,308	387,127

The following are transactions in the Fund by SLA from the beginning of the period to December 31, 2019 and December 31, 2018. If applicable, dividends were reinvested into units of the same series of the same Fund:

December 31, 2019			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	10,526	-	-

December 31, 2018			
	Purchases (\$)	Redemptions (\$)	Distributions (\$)
Series I	-	-	26,561

Interests in Underlying Funds

The Fund invests in redeemable units or shares of other investment funds (“underlying funds”) to gain exposure to the investment objectives and strategies of the underlying funds. Each underlying fund is generally financed through the capital invested by the Fund, along with other investors, which entitles unitholders to a proportionate share of the underlying fund’s net assets. The Fund does not provide additional financial or other support to the underlying funds. All underlying funds were established in and carry out their operations in Canada. The Fund’s interests in underlying funds are reported at fair value in “investments” in its Statements of Financial Position and its Schedule of Investments, which represents the Fund’s maximum exposure to financial loss.

As at December 31, 2019 and December 31, 2018, there were no significant interests in underlying funds.

Establishment of the Fund

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

	Date of creation	Date available for sale
Series A Units	January 29, 2015	February 02, 2015
Series F Units	February 05, 2016	February 11, 2016
Series I Units	January 29, 2015	February 02, 2015
Series O Units	January 29, 2015	February 02, 2015

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

Notes to the Financial Statements

For the periods ended December 31, 2019 and December 31, 2018

1. Establishment of the Funds

Sun Life Global Investments (Canada) Inc. (the “Manager”) is the trustee and Manager of the Funds. The Manager has its registered office at 1 York Street, Toronto, Ontario, Canada, M5J 0B6.

With the exception of the Sun Life Milestone 2020 Fund, Sun Life Milestone 2025 Fund, Sun Life Milestone 2030 Fund and Sun Life Milestone 2035 Fund (the “Milestone Funds”), and the Sun Life Excel China Fund, Sun Life Excel Emerging Markets Balanced Fund, Sun Life Excel High Income Fund, Sun Life Excel India Balanced Fund, Sun Life Excel India Fund and Sun Life Excel New India Leaders Fund (the “Excel Funds”), all Funds are open-ended mutual fund trusts established under the laws of the Province of Ontario pursuant to a Master Declaration of Trust as of September 10, 2010, as further amended and restated on July 13, 2018 and may be amended from time to time.

The Milestone Funds are open-ended mutual fund trusts established under the laws of the Province of Ontario pursuant to a Master Declaration of Trust as of September 10, 2010, as further amended and restated on August 28, 2014 and as further amended and restated on January 1, 2015.

The Excel Funds are open-ended mutual fund trusts established under the laws of the Province of Ontario pursuant to a Master Declaration of Trust dated July 13, 2018.

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

Each Fund may issue an unlimited number of series of redeemable units and may issue an unlimited number of redeemable units of each series. Each individual series of redeemable units 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.

Except for the Excel Funds, the financial statements of the Funds include the Schedule of Investments for each Fund as at December 31, 2019, the Statements of Financial Position as at December 31, 2019 and December 31, 2018, and the Statements of Comprehensive Income (Loss), Statements of Changes in Net Assets Attributable to Holders of Redeemable Units and Statements of Cash Flows for the periods ended December 31, 2019 and 2018.

On May 3, 2019, the Manager changed the financial year-end of the Excel Funds with the aim of aligning the Excel Funds' year-end with the Manager's other funds in order to create operational efficiencies. The Excel Funds' year-end changed from September 30 to December 31. The transition period for the Fund is the fifteen-month period from October 1, 2018 to December 31, 2019. The Excel Funds' financial statements are comprised of the Schedule of Investments as at December 31, 2019, the Statements of Financial Position as at December 31, 2019 and September 30, 2018, and the Statements of Comprehensive Income (Loss), Statements of Changes in Net Assets Attributable to Holders of Redeemable Units and Statements of Cash Flows for the 15-month period ended December 31, 2019 and the 12-month period ended September 30, 2018. 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.

These financial statements were authorized on March 23, 2020 for issue in accordance with the resolution approved by the Board of Directors.

2. Significant Accounting Policies

Basis of presentation

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

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

Financial instruments

(a) Classification and recognition of financial instruments

Financial instruments include financial assets and financial 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”).

Notes to the Financial Statements

For the periods ended December 31, 2019 and December 31, 2018

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 unitholders. As a result, each Fund's obligation for net assets attributable to holders of redeemable units represents a financial liability and is presented at the redemption amount.

(b) Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Statements of Financial Position only when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously. In the normal course of business, the Funds enter into various master netting agreements or similar agreements that do not meet the criteria for offsetting in the Statements of Financial Position but still allow for the related amounts to be offset in certain circumstances, such as bankruptcy or termination of the contracts.

(c) Valuation of financial instruments

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

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).

Notes to the Financial Statements

For the periods ended December 31, 2019 and December 31, 2018

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 units sold multiplied by the average cost of the portfolio investment at the time of the sale. The average cost per unit of each portfolio investment sold is determined by dividing the cost of the portfolio investment by the number of units 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, such as equities, bonds and other interest-bearing investments and derivatives, 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) Securities traded in an active market are valued at the last traded prices (when the price falls within the day's bid-ask spread) through recognized public stock exchanges or through recognized investment dealers on the valuation date. In circumstances where the last traded price is not within the bid-ask spread, the Manager determines the value that is most representative of fair value within the bid-ask spread based on the specific facts and circumstances.
- ii) Securities not traded in an active market are valued using fair valuation techniques, on such basis and in such manner established by the Manager.
- iii) Short-term notes and treasury bills are valued at cost or amortized cost, which approximates the fair value.
- iv) Bonds, debentures and other debt obligations are valued at the average bid quotations obtained from recognized investment dealers.
- v) Underlying funds are fair valued each business day using the most recent NAV per unit quoted by the Manager on the valuation date.
- vi) The Funds may buy and sell currency forward contracts, which are agreements between two parties to buy and sell currencies at a set price at a future date. These contracts are generally used to lock in the Canadian dollar value of other currencies that the Funds are purchasing or selling. The Canadian dollar value of currency forward contracts is determined using current currency forward exchange rates supplied by a quotation service. The fair value of the contract will fluctuate with changes in currency exchange rates. The contract is marked to market daily and the change in fair value is recorded as an unrealized gain or loss. When the contract is closed, the Fund records a realized gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed.
- vii) The Funds may buy and sell options, which are recorded on the trade date, and any realized gains or losses are recognized using the average cost of the investments. Net realized gains or losses on investments and options include net realized gains or losses from foreign currency changes. Option premiums paid or received by the Funds are, so long as the options are outstanding, reflected as an asset or liability, respectively, in the Statements of Financial Position and are valued at an amount equal to the current market value of an option that would have the effect of closing the position.
- viii) Futures contracts are marked to market each valuation day according to the gain or loss that would have been realized if the contracts had been closed out. Gains or losses arising from futures contracts are recorded as unrealized appreciation (depreciation) on futures contracts and shown as an asset (liability) on the Statements of Financial Position until the contracts are closed out or expire, at which time the gains (losses) are realized. The margin deposits balance with brokers relating to futures contracts is disclosed as "Margin" on the Statements of Financial Position.
- ix) Credit default swaps are fair valued daily and changes in value are reflected in the Statements of Financial Position in the Credit default swaps, buy protection and Credit default swaps, sell protection line items. Any upfront premiums paid or received upon entering a swap to compensate for differences between stated terms of the swap and the prevailing market conditions (e.g., credit spreads) are recorded in the Credit default swaps, buy protection and Credit default swaps, sell protection line items in the Statements of Financial Position and amortized to realized gain (loss) ratably over the term of the swap. Any unamortized upfront premiums are presented in the Schedule of Investments. Gains or losses are realized upon termination of the swaps. Risks may exceed amounts recognized in the Statements of Financial Position. These risks include changes in the returns of the underlying instruments, failure of the counterparties to perform under the contracts' terms and the possible lack of liquidity with respect to the swaps.
- x) Due from investment dealers, accrued interest, dividends receivable, distributions receivable from underlying funds, subscriptions receivable, accrued expenses, redemptions payable, distributions payable, due to investment dealers 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.

Notes to the Financial Statements

For the periods ended December 31, 2019 and December 31, 2018

(d) Cash and short-term investments

Cash consists of cash on hand and short-term investments consist of debt instruments with maturities of less than one year.

Cash 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 unit valuation and valuation date

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

The redeemable unit 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 units of that series outstanding at the close of business on the valuation day.

(h) Investment transactions

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

(i) Revenue recognition

- i) Interest income for distribution purposes resulting from investments in bonds and short-term investments is recorded on the accrual basis based on the bond coupon rate.
- ii) Dividend income is recorded on the ex-dividend date.
- iii) Realized gains (losses) on investments and unrealized appreciation (depreciation) in the value of investments are calculated with reference to the average cost of the related investments.
- iv) 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.

Foreign exchange gains (losses) are included in "Net gain (loss) on foreign exchange" in the Statements of Comprehensive Income (Loss).

(k) Increase (decrease) in net assets attributable to holders of redeemable units per unit

Increase (decrease) in net assets attributable to holders of redeemable units per unit in the Statements of Comprehensive Income (Loss) represents the increase (decrease) in net assets attributable to holders of redeemable units for the period, divided by the weighted average number of units 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 unitholders in proportion to the respective prior day's NAV, which includes unitholder 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.

Notes to the Financial Statements

For the periods ended December 31, 2019 and December 31, 2018

3. Critical Accounting Judgments, Estimates and Assumptions

The preparation of financial statements requires management to use judgment in applying its accounting policies and to make estimates and assumptions about the future. Actual results may materially differ from such estimates. The following discusses the most significant accounting judgments and estimates that the Funds have made in preparing the financial statements:

(a) Judgments

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.

(b) Estimates and assumptions

Fair value measurement of derivatives and securities not quoted in an active market

The Funds hold financial instruments that are not quoted in an active market, including derivatives. Fair values of such instruments are determined using valuation techniques and may be determined using reputable pricing sources (such as pricing agencies) or indicative prices from market makers. Broker quotes as obtained from the pricing sources may be indicative and not executable or binding. Where no market data is available, the Funds may value positions using their own models, which are usually based on valuation methods and techniques generally recognized as standard within the industry. The models used to determine fair values are validated and periodically reviewed by experienced personnel of the Manager, independent of the party that created them. The models used for private equity securities are based mainly on earnings multiples adjusted for a lack of marketability, as appropriate.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require the Manager to make estimates. Changes in assumptions about these factors could affect the reported fair values of financial instruments. The Funds consider observable data to be market data that is readily available, regularly distributed and updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. Refer to the "Fair Value Disclosure" section in the Fund Specific Notes to the financial statements for further information about the fair value measurement of the Funds' financial instruments.

4. Redeemable Units of the Funds

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

Redeemable units are redeemed at the NAV per unit of the Fund. A right to redeem redeemable units 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 unitholder unit redemption requirements upon the unitholder'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 Units.

The Funds' redeemable units are classified as financial liabilities on the Statements of Financial Position since the Funds have a contractual obligation for the issuer to repurchase or redeem the units for cash or another financial asset and to distribute their income to minimize taxes such that they have no discretion to avoid cash distributions and have an ongoing redemption option.

Notes to the Financial Statements

For the periods ended December 31, 2019 and December 31, 2018

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 units	Series AH units	Series T5 units	Series T8 units	Series D units	Series DB units	Series F units	Series FH units	Series FX units	Series F5 units	Series F8 units	Series IS units	Series X units
Sun Life BlackRock Canadian Balanced Fund	1.50%	-	1.50%	-	-	-	0.50%	-	-	0.50%	-	-	-
Sun Life BlackRock Canadian Composite Equity Fund	-	-	-	-	-	-	-	-	-	-	-	-	-
Sun Life BlackRock Canadian Equity Fund	1.50%	-	1.50%	1.50%	-	-	0.50%	-	-	0.50%	0.50%	-	-
Sun Life BlackRock Canadian Universe Bond Fund	-	-	-	-	-	-	-	-	-	-	-	-	-
Sun Life Dynamic American Fund	2.00%	-	2.00%	2.00%	-	-	1.00%	-	-	1.00%	1.00%	-	-
Sun Life Dynamic Energy Fund	1.85%	-	1.85%	1.85%	-	-	0.85%	-	-	0.85%	0.85%	-	-
Sun Life Dynamic Equity Income Fund	1.75%	-	-	-	-	-	0.75%	-	-	-	-	-	-
Sun Life Dynamic Strategic Yield Fund	1.85%	-	-	-	-	-	0.85%	-	-	-	-	-	-
Sun Life Excel China Fund	2.50%	-	-	-	-	-	1.50%	-	-	-	-	-	-
Sun Life Excel Emerging Markets Balanced Fund	1.90%	-	-	-	-	1.15%	0.90%	-	-	-	-	-	-
Sun Life Excel Emerging Markets Fund	2.15%	-	-	-	-	1.40%	1.15%	-	-	-	-	0.85%	-
Sun Life Excel High Income Fund	1.75%	-	-	-	-	1.15%	0.90%	-	-	-	-	0.75%	-
Sun Life Excel India Balanced Fund*	1.90%	-	-	-	-	-	0.90%	-	-	-	-	-	0.90%
Sun Life Excel India Fund**	2.05%	-	-	-	-	1.30%	1.05%	-	-	-	-	0.85%	-
Sun Life Excel New India Leaders Fund*	2.05%	-	-	-	-	-	1.05%	-	-	-	-	-	-
Sun Life Granite Balanced Growth Portfolio	1.85%	-	1.85%	1.85%	-	-	0.85%	-	-	0.85%	0.85%	-	-
Sun Life Granite Balanced Portfolio	1.80%	-	1.80%	-	0.95%	-	0.80%	-	-	0.80%	-	-	-
Sun Life Granite Conservative Portfolio	1.50%	-	1.50%	-	-	-	0.75%	-	-	0.75%	-	-	-
Sun Life Granite Enhanced Income Portfolio	1.80%	-	-	-	-	-	0.80%	-	-	-	-	-	-
Sun Life Granite Growth Portfolio	1.90%	-	1.90%	1.90%	-	-	0.90%	-	-	0.90%	0.90%	-	-
Sun Life Granite Income Portfolio	1.50%	-	1.50%	-	-	-	0.75%	-	-	0.75%	-	-	-
Sun Life Granite Moderate Portfolio	1.75%	-	1.75%	-	-	-	0.75%	-	-	0.75%	-	-	-
Sun Life Granite Tactical Completion Fund	-	-	-	-	-	-	-	-	-	-	-	-	-
Sun Life JPMorgan International Equity Fund	1.90%	-	1.90%	1.90%	-	-	0.90%	-	-	0.90%	0.90%	-	-
Sun Life MFS Canadian Bond Fund	1.05%	-	-	-	0.65%	-	0.55%	-	0.55%	-	-	-	-
Sun Life MFS Canadian Equity Growth Fund	1.80%	-	-	-	1.25%	-	0.80%	-	-	-	-	-	-
Sun Life MFS Dividend Income Fund	1.70%	-	-	-	1.25%	-	0.70%	-	-	-	-	-	-
Sun Life MFS Global Growth Fund	1.85%	-	1.85%	1.85%	1.25%	-	0.85%	-	-	0.85%	0.85%	-	-

Notes to the Financial Statements

For the periods ended December 31, 2019 and December 31, 2018

	Maximum Annual Management Fees												
	Series A units	Series AH units	Series T5 units	Series T8 units	Series D units	Series DB units	Series F units	Series FH units	Series FX units	Series F5 units	Series F8 units	Series IS units	Series X units
Sun Life MFS Global Total Return Fund	1.80%	-	1.80%	-	-	-	0.80%	-	-	0.80%	-	-	-
Sun Life MFS Global Value Fund	2.00%	-	2.00%	2.00%	-	-	1.00%	-	-	1.00%	1.00%	-	-
Sun Life MFS International Growth Fund	1.85%	-	1.85%	1.85%	1.25%	-	0.85%	-	-	0.85%	0.85%	-	-
Sun Life MFS International Value Fund	2.00%	-	2.00%	2.00%	-	-	1.00%	-	-	1.00%	1.00%	-	-
Sun Life MFS Low Volatility Global Equity Fund	1.80%	-	1.80%	1.80%	-	-	0.80%	-	-	0.80%	0.80%	-	-
Sun Life MFS Low Volatility International Equity Fund	1.80%	-	1.80%	1.80%	-	-	0.80%	-	-	0.80%	0.80%	-	-
Sun Life MFS Monthly Income Fund	1.25%	-	1.25%	-	-	-	0.75%	-	-	0.75%	-	-	-
Sun Life MFS U.S. Equity Fund	1.85%	-	-	-	1.25%	-	0.85%	-	-	-	-	-	-
Sun Life MFS U.S. Growth Fund	1.85%	1.85%	1.85%	1.85%	-	-	0.85%	0.85%	-	0.85%	0.85%	-	-
Sun Life MFS U.S. Value Fund	1.85%	1.85%	1.85%	1.85%	-	-	0.85%	0.85%	-	0.85%	0.85%	-	-
Sun Life Milestone 2020 Fund	1.00%	-	-	-	-	-	-	-	-	-	-	-	-
Sun Life Milestone 2025 Fund	1.85%	-	-	-	-	-	-	-	-	-	-	-	-
Sun Life Milestone 2030 Fund	1.85%	-	-	-	-	-	-	-	-	-	-	-	-
Sun Life Milestone 2035 Fund	1.85%	-	-	-	-	-	-	-	-	-	-	-	-
Sun Life Milestone Global Equity Fund	-	-	-	-	-	-	-	-	-	-	-	-	-
Sun Life Money Market Fund***	1.00%	-	-	-	0.55%	-	0.75%	-	-	-	-	-	-
Sun Life Multi-Strategy Bond Fund	1.05%	-	-	-	-	-	0.55%	-	-	-	-	-	-
Sun Life NWQ Flexible Income Fund	1.35%	-	-	-	-	-	0.85%	-	-	-	-	-	-
Sun Life Opportunistic Fixed Income Fund	1.55%	-	-	-	-	-	0.80%	-	-	-	-	-	-
Sun Life Real Assets Fund	1.95%	-	-	-	-	-	0.95%	-	-	-	-	-	-
Sun Life Ryan Labs U.S. Core Fixed Income Fund	-	-	-	-	-	-	-	-	-	-	-	-	-
Sun Life Schroder Global Mid Cap Fund	2.00%	-	2.00%	2.00%	-	-	1.00%	-	-	1.00%	1.00%	-	-
Sun Life Sentry Value Fund	1.80%	-	-	-	-	-	0.80%	-	-	-	-	-	-
Sun Life Tactical Balanced ETF Portfolio	1.50%	-	1.50%	-	-	-	0.50%	-	-	0.50%	-	-	-
Sun Life Tactical Conservative ETF Portfolio	1.20%	-	1.20%	-	-	-	0.45%	-	-	0.45%	-	-	-
Sun Life Tactical Equity ETF Portfolio	1.55%	-	-	-	-	-	0.55%	-	-	-	-	-	-
Sun Life Tactical Fixed Income ETF Portfolio	0.95%	-	-	-	-	-	0.45%	-	-	-	-	-	-
Sun Life Tactical Growth ETF Portfolio	1.55%	-	-	-	-	-	0.55%	-	-	-	-	-	-
Sun Life Templeton Global Bond Fund	1.25%	-	-	-	-	-	0.75%	-	-	-	-	-	-

* The Sun Life Excel India Balanced Fund invests in the Growth & Income Class of the Excel Funds Mauritius Company Ltd. (the "Mauritius Company"). The Sun Life Excel New India Leaders Fund invests in the New Leaders Class of the Mauritius Company. The two classes of the Mauritius Company pay their own management fees. The management fee rate charged within the Growth & Income Class of the Mauritius Company combined with the net management fee rate charged within the Sun Life Excel India Balanced Fund equals the maximum annual management fee rate by series disclosed in the table above for the Sun Life Excel India Balanced Fund. The management fee rate charged within the New Leaders Class of the Mauritius Company combined with the net management fee rate charged within the Sun Life Excel New India Leaders Fund equals the maximum annual management fee rate by series disclosed in the table above for the Sun Life Excel New India Leaders Fund.

Notes to the Financial Statements

For the periods ended December 31, 2019 and December 31, 2018

** The Sun Life Excel India Fund invests in the India Excel (Mauritius) Fund (the "Mauritius Sub-fund"). The Mauritius Sub-fund pays its own management fee. The management fee rate charged within the Mauritius Sub-fund combined with the net management fee rate charged within the Sun Life Excel India Fund, equals the maximum annual management fee rate by series disclosed in the table above for the Sun Life Excel India Fund.

*** 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 maximum rate of the management fee chargeable to each Milestone Fund reduces over time based on the remaining years to the scheduled maturity date of the Milestone Fund. This reduction in the management fee is based on the fact that the portion of the portfolio of each Milestone Fund invested in the underlying fund will decrease over time.

For Series I and Series IH units, unitholders negotiate and pay the management fees directly. These fees will not exceed the Series A management fee of the Fund.

For Series O and Series OH units, unitholders 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:

	Series O units	Series OH units
Sun Life BlackRock Canadian Balanced Fund	0.50%	-
Sun Life BlackRock Canadian Composite Equity Fund	-	-
Sun Life BlackRock Canadian Equity Fund	0.50%	-
Sun Life BlackRock Canadian Universe Bond Fund	-	-
Sun Life Dynamic American Fund	1.00%	-
Sun Life Dynamic Energy Fund	0.85%	-
Sun Life Dynamic Equity Income Fund	0.75%	-
Sun Life Dynamic Strategic Yield Fund	0.85%	-
Sun Life Excel China Fund	-	-
Sun Life Excel Emerging Markets Balanced Fund	-	-
Sun Life Excel Emerging Markets Fund	1.15%	-
Sun Life Excel High Income Fund	-	-
Sun Life Excel India Balanced Fund	-	-
Sun Life Excel India Fund	1.05%	-
Sun Life Excel New India Leaders Fund	-	-
Sun Life Granite Balanced Growth Portfolio	0.85%	-
Sun Life Granite Balanced Portfolio	0.80%	-
Sun Life Granite Conservative Portfolio	0.75%	-
Sun Life Granite Enhanced Income Portfolio	0.80%	-
Sun Life Granite Growth Portfolio	0.90%	-
Sun Life Granite Income Portfolio	0.75%	-
Sun Life Granite Moderate Portfolio	0.75%	-
Sun Life Granite Tactical Completion Fund	-	-
Sun Life JPMorgan International Equity Fund	0.90%	-
Sun Life MFS Canadian Bond Fund	0.55%	-
Sun Life MFS Canadian Equity Growth Fund	0.80%	-
Sun Life MFS Dividend Income Fund	0.70%	-
Sun Life MFS Global Growth Fund	0.85%	-

	Series O units	Series OH units
Sun Life MFS Global Total Return Fund	0.80%	-
Sun Life MFS Global Value Fund	1.00%	-
Sun Life MFS International Growth Fund	0.85%	-
Sun Life MFS International Value Fund	1.00%	-
Sun Life MFS Low Volatility Global Equity Fund	0.80%	-
Sun Life MFS Low Volatility International Equity Fund	0.80%	-
Sun Life MFS Monthly Income Fund	0.75%	-
Sun Life MFS U.S. Equity Fund	0.85%	-
Sun Life MFS U.S. Growth Fund	0.85%	0.85%
Sun Life MFS U.S. Value Fund	0.85%	0.85%
Sun Life Milestone 2020 Fund	-	-
Sun Life Milestone 2025 Fund	-	-
Sun Life Milestone 2030 Fund	-	-
Sun Life Milestone 2035 Fund	-	-
Sun Life Milestone Global Equity Fund	-	-
Sun Life Money Market Fund*	0.75%	-
Sun Life Multi-Strategy Bond Fund	0.55%	-
Sun Life NWQ Flexible Income Fund	0.85%	-
Sun Life Opportunistic Fixed Income Fund	0.80%	-
Sun Life Real Assets Fund	0.95%	-
Sun Life Ryan Labs U.S. Core Fixed Income Fund	-	-
Sun Life Schroder Global Mid Cap Fund	1.00%	-
Sun Life Sentry Value Fund	0.80%	-
Sun Life Tactical Balanced ETF Portfolio	-	-
Sun Life Tactical Conservative ETF Portfolio	-	-
Sun Life Tactical Equity ETF Portfolio	-	-
Sun Life Tactical Fixed Income ETF Portfolio	-	-
Sun Life Tactical Growth ETF Portfolio	-	-
Sun Life Templeton Global Bond Fund	0.75%	-

* 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.

Each Series O and Series OH unitholder pays a management fee directly to the Manager and is eligible for management fee reductions, if applicable, based on the value of units held in a Private Client account. A Series O and/or Series OH management fee is paid, after subtracting any management fee reductions, by redemption of Series O and/or Series OH units held in the unitholder's account.

Notes to the Financial Statements

For the periods ended December 31, 2019 and December 31, 2018

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 unitholders, 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. Each Fund also pays costs in connection with brokerage commissions and other portfolio transaction costs, including any tax applicable to such costs. For the period ended September 30, 2018 the Excel Funds disclosed legal, audit, custodial, securityholder reporting costs, other administrative costs and trustee fees separately in the Statements of Comprehensive Income. For the fifteen-month period ended December 31, 2019, these expenses are included in the Fixed annual administration fees line in the Statements of Comprehensive Income.

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

Maximum Annual Administration Fees																	
	Series A units	Series AH units	Series T5 units	Series T8 units	Series D units	Series DB units	Series F units	Series FH units	Series FX units	Series F5 units	Series F8 units	Series O units	Series OH units	Series I units	Series IH units	Series IS units	Series X units
Sun Life BlackRock Canadian Balanced Fund	0.10%	-	0.10%	-	-	-	0.05%	-	-	0.05%	-	0.05%	-	0.05%	-	-	-
Sun Life BlackRock Canadian Composite Equity Fund	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sun Life BlackRock Canadian Equity Fund	0.10%	-	0.10%	0.10%	-	-	0.05%	-	-	0.05%	0.05%	0.05%	-	0.05%	-	-	-
Sun Life BlackRock Canadian Universe Bond Fund	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sun Life Dynamic American Fund	0.20%	-	0.20%	0.20%	-	-	0.20%	-	-	0.20%	0.20%	0.20%	-	0.05%	-	-	-
Sun Life Dynamic Energy Fund	0.20%	-	0.20%	0.20%	-	-	0.15%	-	-	0.15%	0.15%	0.15%	-	0.05%	-	-	-
Sun Life Dynamic Equity Income Fund	0.15%	-	-	-	-	-	0.15%	-	-	-	-	0.15%	-	0.05%	-	-	-
Sun Life Dynamic Strategic Yield Fund	0.20%	-	-	-	-	-	0.15%	-	-	-	-	0.15%	-	0.05%	-	-	-
Sun Life Excel China Fund	0.25%	-	-	-	-	-	0.20%	-	-	-	-	-	-	0.05%	-	-	-
Sun Life Excel Emerging Markets Balanced Fund	0.20%	-	-	-	-	0.20%	0.15%	-	-	-	-	-	-	-	-	-	-
Sun Life Excel Emerging Markets Fund	0.25%	-	-	-	-	0.25%	0.20%	-	-	-	-	0.20%	-	0.05%	-	0.25%	-
Sun Life Excel High Income Fund	0.20%	-	-	-	-	0.20%	0.15%	-	-	-	-	-	-	0.03%	-	0.20%	-
Sun Life Excel India Balanced Fund*	0.20%	-	-	-	-	-	0.15%	-	-	-	-	-	-	-	-	-	0.15%
Sun Life Excel India Fund**	0.25%	-	-	-	-	0.25%	0.20%	-	-	-	-	0.20%	-	0.05%	-	0.25%	-
Sun Life Excel New India Leaders Fund*	0.25%	-	-	-	-	-	0.20%	-	-	-	-	-	-	-	-	-	-
Sun Life Granite Balanced Growth Portfolio	0.20%	-	0.20%	0.20%	-	-	0.15%	-	-	0.15%	0.15%	0.15%	-	0.03%	-	-	-
Sun Life Granite Balanced Portfolio	0.20%	-	0.20%	-	0.20%	-	0.15%	-	-	0.15%	-	0.15%	-	0.03%	-	-	-

Notes to the Financial Statements

For the periods ended December 31, 2019 and December 31, 2018

Maximum Annual Administration Fees																	
	Series A units	Series AH units	Series T5 units	Series T8 units	Series D units	Series DB units	Series F units	Series FH units	Series FX units	Series F5 units	Series F8 units	Series O units	Series OH units	Series I units	Series IH units	Series IS units	Series X units
Sun Life Granite Conservative Portfolio	0.20%	-	0.20%	-	-	-	0.15%	-	-	0.15%	-	0.15%	-	0.03%	-	-	-
Sun Life Granite Enhanced Income Portfolio	0.20%	-	-	-	-	-	0.15%	-	-	-	-	0.15%	-	0.03%	-	-	-
Sun Life Granite Growth Portfolio	0.20%	-	0.20%	0.20%	-	-	0.15%	-	-	0.15%	0.15%	0.15%	-	0.03%	-	-	-
Sun Life Granite Income Portfolio	0.20%	-	0.20%	-	-	-	0.15%	-	-	0.15%	-	0.15%	-	0.03%	-	-	-
Sun Life Granite Moderate Portfolio	0.20%	-	0.20%	-	-	-	0.15%	-	-	0.15%	-	0.15%	-	0.03%	-	-	-
Sun Life Granite Tactical Completion Fund	-	-	-	-	-	-	-	-	-	-	-	-	-	0.05%	-	-	-
Sun Life JPMorgan International Equity Fund	0.20%	-	0.20%	0.20%	-	-	0.15%	-	-	0.15%	0.15%	0.15%	-	0.05%	-	-	-
Sun Life MFS Canadian Bond Fund	0.15%	-	-	-	0.15%	-	0.10%	-	0.15%	-	-	0.10%	-	0.03%	-	-	-
Sun Life MFS Canadian Equity Growth Fund	0.20%	-	-	-	0.20%	-	0.15%	-	-	-	-	0.15%	-	0.05%	-	-	-
Sun Life MFS Dividend Income Fund	0.20%	-	-	-	0.20%	-	0.15%	-	-	-	-	0.15%	-	0.05%	-	-	-
Sun Life MFS Global Growth Fund	0.20%	-	0.20%	0.20%	0.20%	-	0.15%	-	-	0.15%	0.15%	0.15%	-	0.05%	-	-	-
Sun Life MFS Global Total Return Fund	0.20%	-	0.20%	-	-	-	0.15%	-	-	0.15%	-	0.15%	-	0.05%	-	-	-
Sun Life MFS Global Value Fund	0.20%	-	0.20%	0.20%	-	-	0.15%	-	-	0.15%	0.15%	0.15%	-	0.05%	-	-	-
Sun Life MFS International Growth Fund	0.20%	-	0.20%	0.20%	0.20%	-	0.15%	-	-	0.15%	0.15%	0.15%	-	0.05%	-	-	-
Sun Life MFS International Value Fund	0.20%	-	0.20%	0.20%	-	-	0.15%	-	-	0.15%	0.15%	0.15%	-	0.05%	-	-	-
Sun Life MFS Low Volatility Global Equity Fund	0.20%	-	0.20%	0.20%	-	-	0.15%	-	-	0.15%	0.15%	0.15%	-	0.05%	-	-	-
Sun Life MFS Low Volatility International Equity Fund	0.20%	-	0.20%	0.20%	-	-	0.15%	-	-	0.15%	0.15%	0.15%	-	0.05%	-	-	-
Sun Life MFS Monthly Income Fund	0.20%	-	0.20%	-	-	-	0.15%	-	-	0.15%	-	0.15%	-	0.05%	-	-	-
Sun Life MFS U.S. Equity Fund	0.20%	-	-	-	0.20%	-	0.15%	-	-	-	-	0.15%	-	0.05%	-	-	-
Sun Life MFS U.S. Growth Fund	0.20%	0.20%	0.20%	0.20%	-	-	0.15%	0.15%	-	0.15%	0.15%	0.15%	0.15%	0.05%	0.05%	-	-
Sun Life MFS U.S. Value Fund	0.20%	0.20%	0.20%	0.20%	-	-	0.15%	0.15%	-	0.15%	0.15%	0.15%	0.15%	0.05%	0.05%	-	-
Sun Life Milestone 2020 Fund	0.10%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sun Life Milestone 2025 Fund	0.10%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Notes to the Financial Statements

For the periods ended December 31, 2019 and December 31, 2018

Maximum Annual Administration Fees																	
	Series A units	Series AH units	Series T5 units	Series T8 units	Series D units	Series DB units	Series F units	Series FH units	Series FX units	Series F5 units	Series F8 units	Series O units	Series OH units	Series I units	Series IH units	Series IS units	Series X units
Sun Life Milestone 2030 Fund	0.20%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sun Life Milestone 2035 Fund	0.20%	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sun Life Milestone Global Equity Fund	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sun Life Money Market Fund***	0.05%	-	-	-	0.01%	-	0.05%	-	-	-	-	0.05%	-	0.01%	-	-	-
Sun Life Multi-Strategy Bond Fund	0.15%	-	-	-	-	-	0.10%	-	-	-	-	0.10%	-	0.03%	-	-	-
Sun Life NWQ Flexible Income Fund	0.20%	-	-	-	-	-	0.15%	-	-	-	-	0.15%	-	0.05%	-	-	-
Sun Life Opportunistic Fixed Income Fund	0.15%	-	-	-	-	-	0.10%	-	-	-	-	0.10%	-	0.05%	-	-	-
Sun Life Real Assets Fund	0.20%	-	-	-	-	-	0.15%	-	-	-	-	0.15%	-	0.05%	-	-	-
Sun Life Ryan Labs U.S. Core Fixed Income Fund	-	-	-	-	-	-	-	-	-	-	-	-	-	0.05%	-	-	-
Sun Life Schroder Global Mid Cap Fund	0.20%	-	0.20%	0.20%	-	-	0.15%	-	-	0.15%	0.15%	0.15%	-	0.05%	-	-	-
Sun Life Sentry Value Fund	0.20%	-	-	-	-	-	0.15%	-	-	-	-	0.15%	-	0.05%	-	-	-
Sun Life Tactical Balanced ETF Portfolio	0.20%	-	0.20%	-	-	-	0.15%	-	-	0.15%	-	-	-	0.03%	-	-	-
Sun Life Tactical Conservative ETF Portfolio	0.20%	-	0.20%	-	-	-	0.15%	-	-	0.15%	-	-	-	0.03%	-	-	-
Sun Life Tactical Equity ETF Portfolio	0.20%	-	-	-	-	-	0.15%	-	-	-	-	-	-	0.03%	-	-	-
Sun Life Tactical Fixed Income ETF Portfolio	0.20%	-	-	-	-	-	0.15%	-	-	-	-	-	-	0.03%	-	-	-
Sun Life Tactical Growth ETF Portfolio	0.20%	-	-	-	-	-	0.15%	-	-	-	-	-	-	0.03%	-	-	-
Sun Life Templeton Global Bond Fund	0.20%	-	-	-	-	-	0.20%	-	-	-	-	0.20%	-	0.05%	-	-	-

* The Sun Life Excel India Balanced Fund invests in the Growth & Income Class of the Mauritius Company. The Sun Life Excel New India Leaders Fund invests in the New Leaders Class of the Mauritius Company. The Mauritius Company pays its own operating expenses. Operating expenses for the Mauritius Company include: fees paid to the third-party administrator for fund accounting and custody, interest expense, taxes (if any), audit and legal fees, insurance, registrar fees, distribution costs, the cost of reporting to unitholders (including proxy solicitation material), the cost of qualifying and maintaining the qualification for sale of units of the Mauritius Company and all other expenses incurred in the ordinary course of operation of the Mauritius Company. The Manager may choose to absorb some portion of the operating expenses for the Mauritius Company. The Mauritius Company pays its own brokerage commissions and fees on investment transactions, including all applicable taxes.

** The Sun Life Excel India Fund invests in the Mauritius Sub-fund. The Mauritius Sub-fund operating expenses are paid for by the Manager. Operating expenses for the Mauritius Sub-fund, paid by the Manager, include, fees paid to the third-party administrator for fund accounting and custody, interest expense, taxes (if any), audit and legal fees, insurance, registrar fees, distribution costs, the cost of reporting to unitholders (including proxy solicitation material), the cost of qualifying and maintaining the qualification for sale of units of the Mauritius Sub-fund and all other expenses incurred in the ordinary course of operation of the Mauritius Sub-fund. The Mauritius Sub-fund pays its own brokerage commissions and fees on investment transactions, including all applicable taxes. The Mauritius Sub-fund invests in the India Excel (Offshore) Fund (the "India Sub-fund"). The India Sub-fund pays its own operating expenses and applicable taxes. Operating expenses for the India Sub-fund are primarily limited to custody fees.

*** 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.

Notes to the Financial Statements

For the periods ended December 31, 2019 and December 31, 2018

6. Taxation of the Funds and Allocation to Unitholders

With the exception of the Sun Life BlackRock Canadian Composite Equity Fund, Sun Life BlackRock Canadian Universe Bond Fund, Sun Life Granite Tactical Completion Fund, Sun Life Milestone Global Equity Fund and Sun Life Ryan Labs U.S. Core Fixed Income Fund, which are unit trusts, all Funds qualify as mutual fund trusts as defined in the *Income Tax Act* (Canada) (the “Act”). Pursuant to the terms of the Declaration of Trust, the Funds pay or make payable in the calendar year to the unitholders all the net income and such portion of the net capital gains that will result in the Funds paying no tax under the current provisions of the Act. As a result, under existing tax legislation, the net income and net capital gains are taxable in the hands of the unitholders of the Funds. Accordingly, no provision for Canadian income taxes has been made in these financial statements. All Funds have a December 15 taxation year-end except for the Sun Life BlackRock Canadian Composite Equity Fund, Sun Life BlackRock Canadian Universe Bond Fund, Sun Life Granite Tactical Completion Fund, Sun Life Milestone Global Equity Fund and Sun Life Ryan Labs U.S. Core Fixed Income Fund, which have a December 31 taxation year-end.

The details by Fund of the non-capital losses and net capital losses are included in the Fund Specific Notes to the financial statements, as applicable.

The Funds may incur withholding taxes imposed by certain countries on investment income and capital gains. Such income and capital gains are recorded on a gross basis and the related withholding taxes are shown as a separate expense in the Statements of Comprehensive Income (Loss).

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.

As trustee, the Manager holds legal title to the Funds' investments in trust for unitholders. 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' trust documentation, 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).

The Manager is responsible for managing the investment portfolios of the Funds directly or through sub-advisors.

The Sun Life Excel India Fund invests through a “fund-of-fund” arrangement by investing most of its assets in the India Excel (Mauritius) Fund which is an open-end investment trust organized under the laws of Mauritius. The Mauritius Sub-fund will invest its assets in the India Excel (Offshore) Fund, which is an open-end investment trust organized under the laws of India. The Canadian Securities Administrators have approved the Fund-on-Fund structure of the Sun Life Excel India Fund under National Instrument 81-102. The Mauritius Sub-fund and the India Sub-fund have been created to facilitate an efficient investment structure and have similar investment objectives, strategies and guidelines as the Sun Life Excel India Fund. The Mauritius Sub-fund and the India Sub-fund are managed by SANNE Mauritius (“SANNE”) and by Birla Sun Life Asset Management Company Limited (“BSLAMC”), respectively. The responsibilities of SANNE and BSLAMC, include the day-to-day management and administration of the Mauritius Sub-fund and the India Sub-fund, respectively, and the rendering of office services and facilities. SANNE Trustees (Mauritius) (a related company of SANNE) is the trustee of the Mauritius Sub-fund and it establishes the investment objectives, policies and restrictions of the Mauritius Sub-fund. Birla Capital International Trustee Company a related company of BSLAMC, is the trustee of the India Sub-fund.

The Sun Life Excel New India Leaders Fund invests through a “fund-of-fund” arrangement by investing in the New Leaders Class of the Mauritius Company. The Sun Life Excel India Balanced Fund invests through a “fund-of-fund” arrangement by investing in the Growth & Income Class of the Mauritius Company. The Mauritius Company is a multi-class collective investment scheme organized under the laws of Mauritius, with each class having its own assets and liabilities and its own NAV being calculated separately. The assets and liabilities of the classes are segregated from other classes of the Mauritius Company. Aditya Birla Sun Life AMC Limited, an affiliate of BSLAMC, acts as portfolio manager for the Mauritius Company in respect of the Mauritius Company and is responsible for implementing the investment strategies.

The Manager has retained MFS Investment Management Canada Limited (“MFS Canada”), an affiliate, to act as a sub-advisor for the Sun Life MFS Canadian Bond Fund, Sun Life MFS Canadian Equity Growth Fund, Sun Life MFS Dividend Income Fund, Sun Life MFS Low Volatility Global Equity Fund, Sun Life MFS Low Volatility International Equity Fund, Sun Life MFS Monthly Income Fund, Sun Life MFS U.S. Equity Fund and Sun Life Money Market Fund.

The Manager has retained MFS Institutional Advisors Inc. (“MFS”), an affiliate, to act as a sub-advisor for the Sun Life MFS Global Growth Fund, Sun Life MFS Global Total Return Fund, Sun Life MFS Global Value Fund, Sun Life MFS International Growth Fund, Sun Life MFS International Value Fund, Sun Life MFS U.S. Growth Fund and Sun Life MFS U.S. Value Fund. In addition, MFS acts as a sub-advisor to MFS Canada in respect of certain of the Funds that are primarily sub-advised by MFS Canada.

Notes to the Financial Statements

For the periods ended December 31, 2019 and December 31, 2018

The Manager has retained Sun Life Assurance Company of Canada ("SLA"), an affiliate, to act as a sub-advisor for the Milestone Funds and Sun Life Milestone Global Equity Fund.

The Manager has retained Ryan Labs Asset Management Inc. ("Ryan Labs"), an affiliate, to act as a sub-advisor for the Sun Life Ryan Labs U.S. Core Fixed Income Fund. These relationships are described in more detail in the applicable simplified prospectus and annual information forms for the Funds.

The Manager and Ryan Labs are indirect wholly owned subsidiaries of Sun Life Financial Inc. SLA is a direct wholly owned subsidiary of Sun Life Financial Inc. Sun Life Financial Inc. also has an indirect majority ownership in MFS and MFS Canada.

8. Financial Risk Management

Each Fund is exposed 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.

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

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

(a) Credit risk

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

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

(b) Market risk

(i) Currency risk

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

(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.

Notes to the Financial Statements

For the periods ended December 31, 2019 and December 31, 2018

(c) Liquidity risk

The Funds are exposed to daily cash redemptions of redeemable units. The units of the Funds are redeemed on demand at the current NAV per unit at the option of the unitholder. 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 with the exception of some derivative liabilities, which mature within 12 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, due from investment dealers, accrued interest, dividends receivable, distributions receivable from underlying funds, subscriptions receivable, accrued expenses, redemptions payable, distributions payable, due to investment dealers, management fees payable and the Fund's obligation for Net Assets Attributable to Holders of Redeemable Units approximate their fair values due to their short-term nature.

9. Comparative Balances

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

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Sun Life BlackRock Canadian Balanced Fund	Sun Life Granite Growth Portfolio	Sun Life Milestone 2020 Fund
Sun Life BlackRock Canadian Composite Equity Fund	Sun Life Granite Income Portfolio	Sun Life Milestone 2025 Fund
Sun Life BlackRock Canadian Equity Fund	Sun Life Granite Moderate Portfolio	Sun Life Milestone 2030 Fund
Sun Life BlackRock Canadian Universe Bond Fund	Sun Life Granite Tactical Completion Fund	Sun Life Milestone 2035 Fund
Sun Life Dynamic American Fund	Sun Life JPMorgan International Equity Fund	Sun Life Milestone Global Equity Fund
Sun Life Dynamic Energy Fund	Sun Life MFS Canadian Bond Fund	Sun Life Money Market Fund
Sun Life Dynamic Equity Income Fund	Sun Life MFS Canadian Equity Growth Fund	Sun Life Multi-Strategy Bond Fund
Sun Life Dynamic Strategic Yield Fund	Sun Life MFS Dividend Income Fund	Sun Life NWQ Flexible Income Fund
Sun Life Excel China Fund	Sun Life MFS Global Growth Fund	Sun Life Opportunistic Fixed Income Fund (formerly Sun Life Multi-Strategy Target Return Fund)
Sun Life Excel Emerging Markets Balanced Fund	Sun Life MFS Global Total Return Fund	Sun Life Real Assets Fund (formerly Sun Life Infrastructure Fund)
Sun Life Excel Emerging Markets Fund	Sun Life MFS Global Value Fund	Sun Life Ryan Labs U.S. Core Fixed Income Fund
Sun Life Excel High Income Fund	Sun Life MFS International Growth Fund	Sun Life Schroder Global Mid Cap Fund
Sun Life Excel India Balanced Fund	Sun Life MFS International Value Fund	Sun Life Sentry Value Fund
Sun Life Excel India Fund	Sun Life MFS Low Volatility Global Equity Fund	Sun Life Tactical Balanced ETF Portfolio
Sun Life Excel New India Leaders Fund	Sun Life MFS Low Volatility International Equity Fund	Sun Life Tactical Conservative ETF Portfolio
Sun Life Granite Balanced Growth Portfolio	Sun Life MFS Monthly Income Fund	Sun Life Tactical Equity ETF Portfolio
Sun Life Granite Balanced Portfolio	Sun Life MFS U.S. Equity Fund	Sun Life Tactical Fixed Income ETF Portfolio
Sun Life Granite Conservative Portfolio	Sun Life MFS U.S. Growth Fund	Sun Life Tactical Growth ETF Portfolio
Sun Life Granite Enhanced Income Portfolio	Sun Life MFS U.S. Value Fund	Sun Life Templeton Global Bond Fund

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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.

Sun Life Global Investments (Canada) Inc.
1 York Street, Toronto, Ontario, M5J 0B6
Telephone: 1-877-344-1434 | Facsimile: 416-979-2859
info@sunlifeglobalinvestments.com
www.sunlifeglobalinvestments.com



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