
SUN LIFE GLOBAL INVESTMENTS (CANADA) INC.

ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE

for the financial year ended December 31, 2019

Sun Life BlackRock Canadian Equity Fund



Sun Life BlackRock Canadian Equity Fund

This annual management report of fund performance contains financial highlights but does not contain the complete financial statements of the investment fund. You can request a free copy of the annual financial statements by calling 1-877-344-1434, by sending an email to us at info@sunlifeglobalinvestments.com or by writing to us at Sun Life Global Investments (Canada) Inc., 1 York Street, Suite 3300, Toronto, Ontario, M5J 0B6. Our financial statements are available on our website at www.sunlifeglobalinvestments.com and on SEDAR at www.sedar.com.

Unitholders may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record or quarterly portfolio disclosure.

MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objectives and Strategies

The fundamental investment objectives of the Sun Life BlackRock Canadian Equity Fund (the "Fund") are to seek capital appreciation by investing primarily in Canadian equity securities directly or indirectly through mutual funds and exchange-traded funds that invest in such securities.

The Fund's Sub-Advisor is BlackRock Asset Management Canada Limited (the "Sub-Advisor"). The Sub-Advisor typically invests between 55% and 80% of the Fund's assets in securities that have exposure to Canadian equities and between 20% and 45% of the Fund's assets in securities that have that have exposure to foreign equities. A strategic asset allocation strategy is used to determine the balance between the portion of the Fund's portfolio exposed to Canadian equities and the portion exposed to foreign equities.

Risk

There were no changes in the Fund's investment objectives or strategies during the period which materially impacted the overall level of risk in the Fund. The risks associated with investing in the Fund remain as outlined in the Fund's Simplified Prospectus.

Results of Operations

During the period, the net asset value of the Fund increased from \$155.4 million to \$179.0 million due to positive performance, partially offset by net redemptions.

During the period, the Fund returned 21.7% for Series A units, this result lagged the Fund's benchmark, which returned 22.9%. The broad-based index 1 returned 22.9% and the broad-based index 2 returned 21.2%. The performance returns for other series of this Fund are similar to those of Series A except for differences in expense structures. Please refer to the 'Past Performance' section of this report for performance of each series and a definition of the benchmark and broad-based index if applicable.

The Fund's allocation to Global Healthcare, Global Consumer Staples and Global Communication Services sectors were the primary reason for the Fund's underperformance as these sectors gave lower returns than the Canadian equities benchmark for the Fund. The Fund's allocation to Global

Information Technology and Global Consumer Discretionary contributed positively to the Fund's performance, as these sectors outperformed the Fund's benchmark.

Recent Developments

The Manager announced on November 29, 2019 that it intended to separate Series O securities from the Sun Life Global Investments Private Client Program for all the mutual funds that it manages. Subsequent to the reporting period, the Manager implemented this change to the Private Client Program on February 26, 2020.

Canadian equities rose during the period outperforming most of its developed market counterparts except for the U.S., delivering over 22% for the full year 2019. Energy was the best performing sector towards the end of the period as oil prices rose with support from deeper production cuts from OPEC, and Alberta took steps to ease previously imposed production limits, amid new pipeline capacity. Meanwhile, the Canadian dollar increased in value versus the U.S. dollar as Canada continues to have higher interest rates, firming of commodity prices and improving overall global risk sentiment. During the period, the economy itself remained relatively stable. The Canadian labour market was strong with solid wage growth. In addition, the housing market continued to show signs of improvement.

U.S. equities ended the year strong as most U.S. large cap indices reached new record highs. Improved U.S.-China talks and good economic data like low unemployment were the primary contributors to performance throughout the year. The potential for a "phase one trade deal" helped spark the a rally in U.S. equities towards the end of the period, while better than expected economic data and easier financial conditions were responsible for gains earlier in the year. Throughout the year, investors were closely paying attention to incoming economic data, however the pessimistic tone coming into the year failed to materialize as many economic indicators came in better than expected. U.S. unemployment rates reached a new 50-year low, U.S. hourly wages increased 3%, and improved consumer sentiment helped lift consumer spending throughout 2019.

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The Manager cautions that the current global uncertainty with respect to the spread of the coronavirus (COVID-19) and its effect on the broader global economy may have a significant impact to the volatility of the financial market. While the precise impact remains unknown, rapid spread of the virus may have a material adverse effect on global economic activity and disrupt global supply chains, operations, mobility of people, which could affect interest rates, credit ratings, credit risk, inflation, business, financial conditions, results of operations and other factors relevant to fund performance.

Related Party Transactions

Sun Life Global Investments (Canada) Inc. (the “Manager”) is the manager, trustee and portfolio manager of the Fund. For its services, the Manager receives a management fee that is calculated as a percentage of the average net asset value of the Fund. This fee is calculated daily and payable monthly.

The Manager is responsible for the provision of all general management and administrative services required by the Fund in its day-to-day operations, including providing or arranging for the provision of investment advice, bookkeeping, recordkeeping and other administrative services for the Fund.

As trustee, the Manager holds legal title to the Fund's investments in trust for unitholders.

As portfolio manager, the Manager is responsible for managing the investment portfolio of the Fund directly or through sub-advisors. The Manager has retained BlackRock Asset Management Canada Limited to act as a sub-advisor for the Fund.

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

Fund Administrative Expenses

The Manager pays certain operating expenses of the Fund (the “Administration Expenses”) in return for a fixed administration fee paid to the Manager by the Fund (“Administration Fee”). The Administration Fee is based on the net asset value of each series of the Fund. The Administration Expenses include, but are not limited to, record keeper fees, accounting, audit and legal fees, bank and interest charges, safekeeping and custodial fees, taxes, administrative and systems costs, costs of reports to investors, prospectuses and other disclosure documents, regulatory filing fees (including those incurred by the Manager) and trustee fees for registered plans. The amount of this charge is disclosed as Fixed annual administration fees in the Fund's Statement of Comprehensive Income found in the annual financial statements.

The Fund also pays certain operating expenses directly (the “Fund Costs”). Fund Costs include: borrowing costs incurred by the Fund from time to time; costs in connection with portfolio transactions; fees and expenses payable to or in connection with the Fund's Independent Review Committee (“IRC”); taxes payable by the Fund; and the costs of complying with any new regulatory or legal requirement imposed on the Fund. The Fund allocates Fund Costs proportionately among each series of the Fund to which they apply. The Fund Costs that are specific to a series of securities are allocated to that series. These amounts are paid out of the assets attributed to each series of securities of the Fund, which reduces the return you may receive.

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the previous five years or for the periods since inception to December 31, 2019.

The Fund's Net Asset Value per Unit (\$) ⁽¹⁾

Sun Life BlackRock Canadian Equity Fund - Series A

	2019	2018	2017	2016	2015
	(\$)	(\$)	(\$)	(\$)	(\$)
Net asset value, beginning of period	12.04	13.36	12.43	11.05	11.63
Increase (decrease) from operations:					
Total revenue	0.41	0.28	0.70	0.28	0.24
Total expenses	(0.33)	(0.33)	(0.31)	(0.29)	(0.22)
Realized gains (losses) for the period	0.43	0.46	0.29	0.17	0.38
Unrealized gains (losses) for the period	2.13	(1.48)	0.60	1.34	(0.83)
Total increase (decrease) from operations⁽²⁾	2.64	(1.07)	1.28	1.50	(0.43)
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	(0.10)	(0.01)	(0.07)	(0.07)	(0.01)
From capital gains	-	(0.22)	(0.28)	-	(0.16)
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	(0.10)	(0.23)	(0.35)	(0.07)	(0.17)
Net asset value, end of period	14.55	12.04	13.36	12.43	11.05

Sun Life BlackRock Canadian Equity Fund

Sun Life BlackRock Canadian Equity Fund - Series T5

	2019	2018	2017	2016	2015
	(\$)	(\$)	(\$)	(\$)	(\$)
Net asset value, beginning of period	14.54	16.90	16.35	15.16	16.71
Increase (decrease) from operations:					
Total revenue	0.49	0.34	0.87	0.38	0.37
Total expenses	(0.40)	(0.42)	(0.41)	(0.40)	(0.32)
Realized gains (losses) for the period	0.51	0.60	0.37	0.23	0.55
Unrealized gains (losses) for the period	2.54	(1.96)	0.80	1.74	(1.08)
Total increase (decrease) from operations⁽²⁾	3.14	(1.44)	1.63	1.95	(0.48)
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	(0.01)	(0.77)	(0.75)	(0.05)	(0.04)
From capital gains	-	(0.26)	(0.36)	-	(0.22)
Return of capital	(0.72)	-	-	(0.71)	(0.73)
Total annual distributions⁽³⁾	(0.73)	(1.03)	(1.11)	(0.76)	(0.99)
Net asset value, end of period	16.91	14.54	16.90	16.35	15.16

Sun Life BlackRock Canadian Equity Fund - Series T8

	2019	2018	2017	2016	2015
	(\$)	(\$)	(\$)	(\$)	(\$)
Net asset value, beginning of period	11.80	14.07	14.01	13.39	15.19
Increase (decrease) from operations:					
Total revenue	0.42	0.29	0.70	0.35	0.34
Total expenses	(0.32)	(0.34)	(0.35)	(0.35)	(0.29)
Realized gains (losses) for the period	0.41	0.47	0.30	0.20	0.49
Unrealized gains (losses) for the period	2.14	(1.52)	0.71	1.48	(1.04)
Total increase (decrease) from operations⁽²⁾	2.65	(1.10)	1.36	1.68	(0.50)
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	(0.02)	(1.03)	(1.03)	(0.07)	(0.05)
From capital gains	-	(0.21)	(0.30)	-	(0.20)
Return of capital	(0.92)	-	-	(1.00)	(1.06)
Total annual distributions⁽³⁾	(0.94)	(1.24)	(1.33)	(1.07)	(1.31)
Net asset value, end of period	13.35	11.80	14.07	14.01	13.39

Sun Life BlackRock Canadian Equity Fund - Series F

	2019	2018	2017	2016	2015
	(\$)	(\$)	(\$)	(\$)	(\$)
Net asset value, beginning of period	12.53	13.93	12.98	11.53	11.99
Increase (decrease) from operations:					
Total revenue	0.47	0.31	0.99	0.29	0.11
Total expenses	(0.12)	(0.12)	(0.13)	(0.12)	(0.10)
Realized gains (losses) for the period	0.46	0.48	0.36	0.18	0.38
Unrealized gains (losses) for the period	1.97	(1.79)	0.41	1.17	(0.36)
Total increase (decrease) from operations⁽²⁾	2.78	(1.12)	1.63	1.52	0.03
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	(0.29)	(0.19)	(0.26)	(0.21)	-
From capital gains	-	(0.22)	(0.30)	-	(0.17)
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	(0.29)	(0.41)	(0.56)	(0.21)	(0.17)
Net asset value, end of period	15.13	12.53	13.93	12.98	11.53

Sun Life BlackRock Canadian Equity Fund - Series F5

	2019	2018
	(\$)	(\$)
Net asset value, beginning of period	13.97	15.00
Increase (decrease) from operations:		
Total revenue	0.50	0.33
Total expenses	(0.13)	(0.12)
Realized gains (losses) for the period	0.50	0.48
Unrealized gains (losses) for the period	2.33	(0.87)
Total increase (decrease) from operations⁽²⁾	3.20	(0.18)
Distributions:		
From income (excluding dividends)	-	-
From dividends	(0.01)	(0.63)
From capital gains	-	(0.24)
Return of capital	(0.69)	-
Total annual distributions⁽³⁾	(0.70)	(0.87)
Net asset value, end of period	16.45	13.97

Sun Life BlackRock Canadian Equity Fund - Series F8

	2019	2018
	(\$)	(\$)
Net asset value, beginning of period	13.63	15.00
Increase (decrease) from operations:		
Total revenue	0.48	0.33
Total expenses	(0.13)	(0.12)
Realized gains (losses) for the period	0.48	0.47
Unrealized gains (losses) for the period	2.25	(0.86)
Total increase (decrease) from operations⁽²⁾	3.08	(0.18)
Distributions:		
From income (excluding dividends)	-	-
From dividends	(0.02)	(1.00)
From capital gains	-	(0.23)
Return of capital	(1.07)	-
Total annual distributions⁽³⁾	(1.09)	(1.23)
Net asset value, end of period	15.61	13.63

Sun Life BlackRock Canadian Equity Fund - Series I

	2019	2018	2017	2016	2015
	(\$)	(\$)	(\$)	(\$)	(\$)
Net asset value, beginning of period	12.55	13.96	12.97	11.52	12.18
Increase (decrease) from operations:					
Total revenue	0.45	0.29	0.71	0.29	0.28
Total expenses	(0.01)	(0.01)	(0.01)	(0.01)	(0.01)
Realized gains (losses) for the period	0.46	0.48	0.30	0.18	0.41
Unrealized gains (losses) for the period	2.12	(1.64)	0.60	1.27	(0.86)
Total increase (decrease) from operations⁽²⁾	3.02	(0.88)	1.60	1.73	(0.18)
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	(0.37)	(0.27)	(0.32)	(0.30)	(0.27)
From capital gains	-	(0.23)	(0.30)	-	(0.17)
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	(0.37)	(0.50)	(0.62)	(0.30)	(0.44)
Net asset value, end of period	15.17	12.55	13.96	12.97	11.52

Sun Life BlackRock Canadian Equity Fund

Sun Life BlackRock Canadian Equity Fund - Series O

	2019	2018	2017	2016	2015
	(\$)	(\$)	(\$)	(\$)	(\$)
Net asset value, beginning of period	10.63	11.83	10.99	9.76	10.33
Increase (decrease) from operations:					
Total revenue	0.38	0.26	0.65	0.28	0.75
Total expenses	(0.01)	(0.01)	(0.02)	(0.02)	(0.02)
Realized gains (losses) for the period	0.39	0.42	0.27	0.15	0.42
Unrealized gains (losses) for the period	1.78	(1.47)	0.46	1.06	(1.91)
Total increase (decrease) from operations⁽²⁾	2.54	(0.80)	1.36	1.47	(0.76)
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	(0.31)	(0.22)	(0.26)	(0.25)	(0.23)
From capital gains	-	(0.20)	(0.26)	-	(0.15)
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	(0.31)	(0.42)	(0.52)	(0.25)	(0.38)
Net asset value, end of period	12.85	10.63	11.83	10.99	9.76

⁽¹⁾ This information is derived from the Fund's audited annual financial statements.

⁽²⁾ Net Assets and distributions are based on the actual number of securities outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of securities outstanding over the financial period.

⁽³⁾ Distributions were paid in cash, reinvested in additional units of the Fund, or both.

Ratios and Supplemental Data

Sun Life BlackRock Canadian Equity Fund - Series A

	2019	2018	2017	2016	2015
Total net asset value (\$) ⁽¹⁾	12,461,636	11,082,830	12,430,402	10,169,468	8,471,888
Number of units outstanding ⁽¹⁾	856,233	920,184	930,420	818,223	766,846
Management expense ratio (%) ⁽²⁾	1.94	1.94	2.00	1.99	1.98
Management expense ratio before waivers or absorption (%) ⁽²⁾	1.94	1.94	2.00	1.99	1.98
Trading expense ratio (%) ⁽³⁾	0.01	0.01	0.01	0.01	0.01
Portfolio turnover rate (%) ⁽⁴⁾	6.28	6.60	6.61	3.96	3.33
Net asset value per unit (\$) ⁽¹⁾	14.55	12.04	13.36	12.43	11.05

Sun Life BlackRock Canadian Equity Fund - Series T5

	2019	2018	2017	2016	2015
Total net asset value (\$) ⁽¹⁾	122,319	111,177	132,496	119,433	106,019
Number of units outstanding ⁽¹⁾	7,234	7,647	7,841	7,304	6,992
Management expense ratio (%) ⁽²⁾	1.97	1.99	2.05	2.03	2.03
Management expense ratio before waivers or absorption (%) ⁽²⁾	1.97	1.99	2.05	2.03	2.03
Trading expense ratio (%) ⁽³⁾	0.01	0.01	0.01	0.01	0.01
Portfolio turnover rate (%) ⁽⁴⁾	6.28	6.60	6.61	3.96	3.33
Net asset value per unit (\$) ⁽¹⁾	16.91	14.54	16.90	16.35	15.16

Sun Life BlackRock Canadian Equity Fund - Series T8

	2019	2018	2017	2016	2015
Total net asset value (\$) ⁽¹⁾	96,411	81,858	85,037	78,790	66,543
Number of units outstanding ⁽¹⁾	7,220	6,935	6,043	5,624	4,969
Management expense ratio (%) ⁽²⁾	1.97	1.97	2.04	2.03	2.03
Management expense ratio before waivers or absorption (%) ⁽²⁾	1.97	1.97	2.04	2.03	2.03
Trading expense ratio (%) ⁽³⁾	0.01	0.01	0.01	0.01	0.01
Portfolio turnover rate (%) ⁽⁴⁾	6.28	6.60	6.61	3.96	3.33
Net asset value per unit (\$) ⁽¹⁾	13.35	11.80	14.07	14.01	13.39

Sun Life BlackRock Canadian Equity Fund - Series F

	2019	2018	2017	2016	2015
Total net asset value (\$) ⁽¹⁾	768,975	543,605	728,113	220,940	242,961
Number of units outstanding ⁽¹⁾	50,828	43,388	52,276	17,021	21,077
Management expense ratio (%) ⁽²⁾	0.77	0.78	0.91	0.89	0.88
Management expense ratio before waivers or absorption (%) ⁽²⁾	0.77	0.78	0.91	0.89	0.88
Trading expense ratio (%) ⁽³⁾	0.01	0.01	0.01	0.01	0.01
Portfolio turnover rate (%) ⁽⁴⁾	6.28	6.60	6.61	3.96	3.33
Net asset value per unit (\$) ⁽¹⁾	15.13	12.53	13.93	12.98	11.53

Sun Life BlackRock Canadian Equity Fund - Series F5

	2019	2018
Total net asset value (\$) ⁽¹⁾	12,191	9,877
Number of units outstanding ⁽¹⁾	741	707
Management expense ratio (%) ⁽²⁾	0.78	0.77
Management expense ratio before waivers or absorption (%) ⁽²⁾	0.78	0.77
Trading expense ratio (%) ⁽³⁾	0.01	0.01
Portfolio turnover rate (%) ⁽⁴⁾	6.28	6.60
Net asset value per unit (\$) ⁽¹⁾	16.45	13.97

Sun Life BlackRock Canadian Equity Fund - Series F8

	2019	2018
Total net asset value (\$) ⁽¹⁾	12,191	9,877
Number of units outstanding ⁽¹⁾	781	725
Management expense ratio (%) ⁽²⁾	0.78	0.77
Management expense ratio before waivers or absorption (%) ⁽²⁾	0.78	0.77
Trading expense ratio (%) ⁽³⁾	0.01	0.01
Portfolio turnover rate (%) ⁽⁴⁾	6.28	6.60
Net asset value per unit (\$) ⁽¹⁾	15.61	13.63

Sun Life BlackRock Canadian Equity Fund - Series I

	2019	2018	2017	2016	2015
Total net asset value (\$) ⁽¹⁾	162,869,787	141,266,663	159,681,353	151,163,281	143,164,612
Number of units outstanding ⁽¹⁾	10,739,591	11,260,089	11,440,925	11,652,131	12,429,719
Management expense ratio (%) ⁽²⁾	0.19	0.20	0.20	0.19	0.18
Management expense ratio before waivers or absorption (%) ⁽²⁾	0.19	0.20	0.20	0.19	0.18
Trading expense ratio (%) ⁽³⁾	0.01	0.01	0.01	0.01	0.01
Portfolio turnover rate (%) ⁽⁴⁾	6.28	6.60	6.61	3.96	3.33
Net asset value per unit (\$) ⁽¹⁾	15.17	12.55	13.96	12.97	11.52

Sun Life BlackRock Canadian Equity Fund

Sun Life BlackRock Canadian Equity Fund - Series O

	2019	2018	2017	2016	2015
Total net asset value (\$) ⁽¹⁾	2,673,372	2,294,563	2,477,380	2,030,483	1,499,574
Number of units outstanding ⁽¹⁾	208,040	215,844	209,487	184,701	153,613
Management expense ratio (%) ⁽²⁾	0.22	0.22	0.28	0.26	0.26
Management expense ratio before waivers or absorption (%) ⁽²⁾	0.22	0.22	0.28	0.26	0.26
Trading expense ratio (%) ⁽³⁾	0.01	0.01	0.01	0.01	0.01
Portfolio turnover rate (%) ⁽⁴⁾	6.28	6.60	6.61	3.96	3.33
Net asset value per unit (\$) ⁽¹⁾	12.85	10.63	11.83	10.99	9.76

⁽¹⁾ This information is provided as at December 31 of the period shown, as applicable.

⁽²⁾ Management expense ratio is based on total expenses (excluding broker commissions and other portfolio transaction costs) including the Fund's allocated percentage of Fund-on-Funds' expenses for the stated period and is expressed as an annualized percentage of daily average Net Asset Value during the period.

⁽³⁾ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average Net Asset Value during the period.

⁽⁴⁾ The Fund's portfolio turnover ratio indicates how actively the Fund's portfolio manager manages its portfolio investments. A portfolio turnover ratio of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a Fund's portfolio turnover ratio in a year, the greater the trading costs payable by the Fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high portfolio turnover rate and the performance of the Fund.

Management Fees

The maximum annual management fee paid by the Fund is a percentage of the average daily net asset value of each series of securities of the Fund exclusive of any applicable taxes and operating expenses, which is accrued daily and is paid to the Manager monthly in arrears. Management fees pay for portfolio and investment advisory services, oversight of any service providers, marketing and promotional activities, arranging for the distribution and sale of securities of the Fund, general administration of Fund operations and sales and trailing commissions paid to dealers.

The percentages and major services paid for out of the management fees are set out below:

	Maximum Annual Management Fee Rate (%)	As a Percentage of Management Fees	
		Dealer Compensation (%) ^(*)	General Administration, Investment Advice and Profit (%)
Series A Units	1.50	53	47
Series T5 Units	1.50	39	61
Series T8 Units	1.50	56	44
Series F Units	0.50	–	100
Series F5 Units	0.50	–	100
Series F8 Units	0.50	–	100
Series I Units ^(†)	–	–	–
Series O Units ^(†)	0.50	–	–

^(*) Includes sales and trailing commissions.

^(†) Series O management fees are not paid by the Fund. Series O investors pay management fees directly to the manager.

^(‡) Series I management fees are not paid by the Fund. Series I investors negotiate management fees and pay directly to the manager.

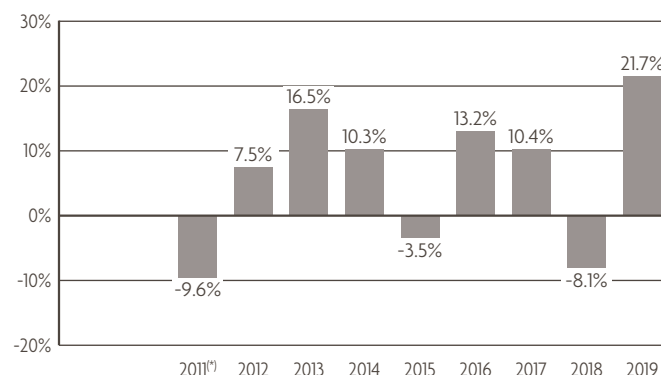
Past Performance

The performance information shown assumes that all distributions made by the Fund in the periods shown were reinvested in additional securities of the Fund. The performance information does not take into account sales, redemption, distribution, other optional charges or income tax payable by any unitholder that would have reduced returns or performance. How the Fund has performed in the past does not necessarily indicate how it will perform in the future.

Year-by-Year Returns

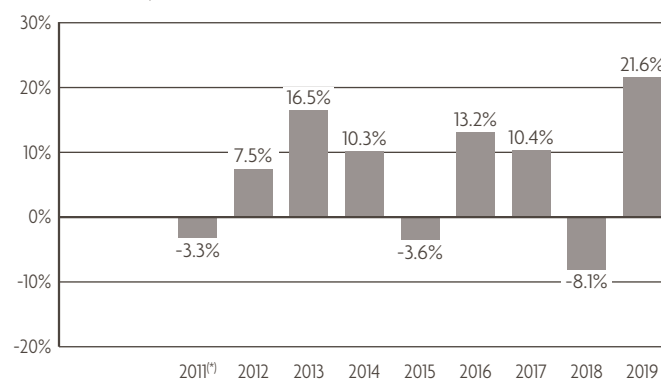
The following bar chart shows the Fund's annual performance for the period shown. The chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year.

Series A Units – Annual return for the period ended December 31, 2019



^(*) for the period of April 15, 2011 to December 31, 2011.

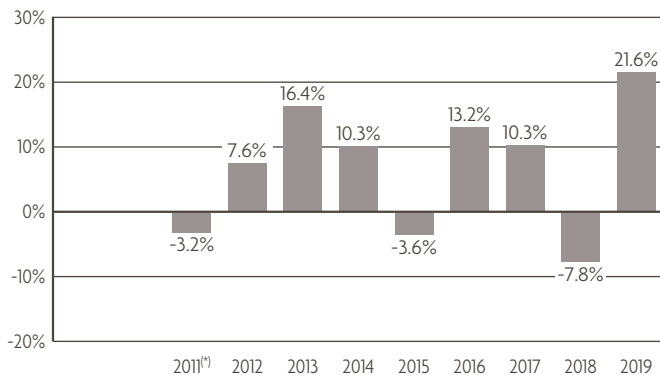
Series T5 Units – Annual return for the period ended December 31, 2019



^(*) for the period of September 1, 2011 to December 31, 2011.

Sun Life BlackRock Canadian Equity Fund

Series T8 Units – Annual return for the period ended December 31, 2019



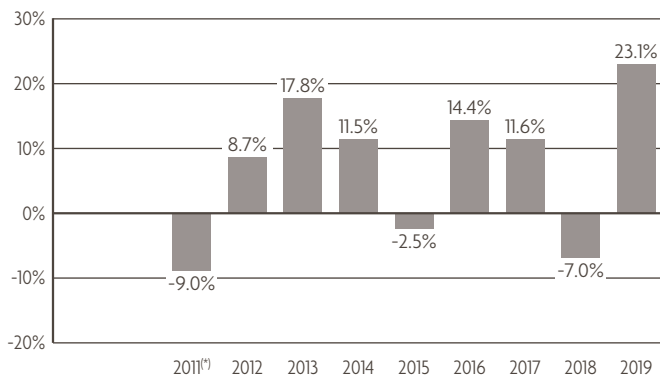
^(*) for the period of September 1, 2011 to December 31, 2011.

Series F8 Units – Annual return for the period ended December 31, 2019



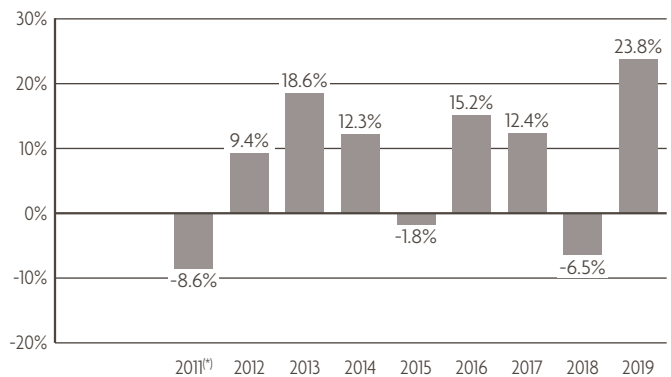
^(*) for the period of February 9, 2018 to December 31, 2018.

Series F Units – Annual return for the period ended December 31, 2019



^(*) for the period of April 15, 2011 to December 31, 2011.

Series I Units – Annual return for the period ended December 31, 2019



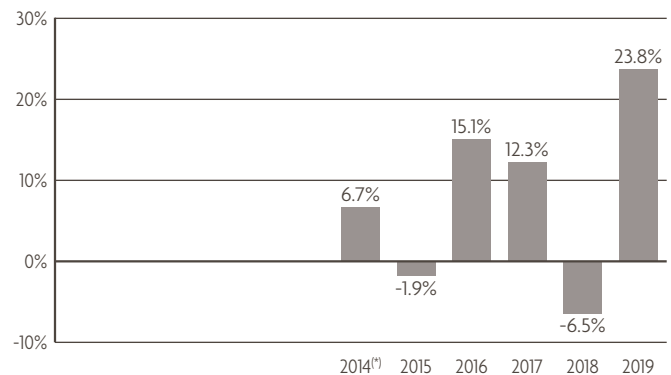
^(*) for the period of April 15, 2011 to December 31, 2011.

Series F5 Units – Annual return for the period ended December 31, 2019



^(*) for the period of February 9, 2018 to December 31, 2018.

Series O Units – Annual return for the period ended December 31, 2019



^(*) for the period of April 1, 2014 to December 31, 2014.

Annual Compound Returns

The table compares the historical annual compound total returns of Series A, T5, T8, F, F5, F8, I and O securities of the Fund with the following benchmark and broad-based index, if applicable:

The benchmark (the "Benchmark") is composed of:
S&P/TSX Capped Composite Index

Sun Life BlackRock Canadian Equity Fund

The Series A units outperformed the benchmark since inception, and over the past three years, but underperformed over the past five years, and over the past year.

The following are the broad-based index or indices:

Broad-based index 1 - S&P/TSX Composite Index

Broad-based index 2 - MSCI World Index C\$

	1 Year	3 Year	5 Year	10 Year	Performance Start Date ⁽¹⁾⁽²⁾⁽³⁾⁽⁴⁾⁽⁵⁾⁽⁶⁾⁽⁷⁾⁽⁸⁾	
Series A	21.7%	7.3%	6.1%	N/A		6.1%
Benchmark	22.9%	6.9%	6.3%	N/A		5.5%
Broad-based index 1	22.9%	6.9%	6.3%	6.9%		5.5%
Broad-based index 2	21.2%	11.3%	11.2%	11.8%		12.7%
Series T5	21.6%	7.2%	6.1%	N/A		7.3%
Series T8	21.6%	7.4%	6.2%	N/A		7.3%
Benchmark	22.9%	6.9%	6.3%	N/A		6.7%
Broad-based index 1	22.9%	6.9%	6.3%	6.9%		6.7%
Broad-based index 2	21.2%	11.3%	11.2%	11.8%		14.3%
Series F	23.1%	8.5%	7.3%	N/A		7.3%
Benchmark	22.9%	6.9%	6.3%	N/A		5.5%
Broad-based index 1	22.9%	6.9%	6.3%	6.9%		5.5%
Broad-based index 2	21.2%	11.3%	11.2%	11.8%		12.7%
Series F5	23.1%	N/A	N/A	N/A		10.8%
Series F8	23.1%	N/A	N/A	N/A		10.8%
Benchmark	22.9%	6.9%	6.3%	N/A		10.2%
Broad-based index 1	22.9%	6.9%	6.3%	6.9%		10.2%
Broad-based index 2	21.2%	11.3%	11.2%	11.8%		11.7%
Series I	23.8%	9.2%	8.0%	N/A		8.0%
Benchmark	22.9%	6.9%	6.3%	N/A		5.5%
Broad-based index 1	22.9%	6.9%	6.3%	6.9%		5.5%
Broad-based index 2	21.2%	11.3%	11.2%	11.8%		12.7%
Series O	23.8%	9.1%	8.0%	N/A		8.1%
Benchmark	22.9%	6.9%	6.3%	N/A		6.2%
Broad-based index 1	22.9%	6.9%	6.3%	6.9%		6.2%
Broad-based index 2	21.2%	11.3%	11.2%	11.8%		11.3%

⁽¹⁾ The performance start date for Series A units was April 15, 2011.

⁽²⁾ The performance start date for Series T5 units was September 1, 2011.

⁽³⁾ The performance start date for Series T8 units was September 1, 2011.

⁽⁴⁾ The performance start date for Series F units was April 15, 2011.

⁽⁵⁾ The performance start date for Series F5 units was February 9, 2018.

⁽⁶⁾ The performance start date for Series F8 units was February 9, 2018.

⁽⁷⁾ The performance start date for Series I units was April 15, 2011.

⁽⁸⁾ The performance start date for Series O units was April 1, 2014.

INDEX DESCRIPTION(S)

The S&P/TSX Capped Composite Index imposes capped weights of 10% on all of the constituents included in the S&P/TSX Composite. The S&P/TSX Composite covers approximately 95% of the Canadian equities market, and has been the primary gauge for Canadian-based, Toronto Stock Exchange-listed companies since 1977.

The S&P/TSX Composite Index is a broad economic sector index comprising approximately 95% of the market capitalization for Canadian-based, Toronto Stock Exchange listed companies.

The MSCI World Index is a free float adjusted market capitalization index that is designed to measure global developed market equity performance.

Summary of Investment Portfolio*

as at December 31, 2019

Top 25 Investments

Holding Name [†]	Percentage of Net Asset Value of the Fund (%)
1 iShares Global Tech ETF	9.1
2 iShares Global Healthcare ETF	7.9
3 iShares S&P Global Consumer Discretionary Index ETF (CAD-Hedged)	4.9
4 Royal Bank of Canada	4.1
5 iShares Global Consumer Staples ETF	4.0
6 The Toronto-Dominion Bank	3.7
7 iShares Global Telecom ETF	3.2
8 Enbridge Inc.	2.9
9 The Bank of Nova Scotia	2.5
10 Canadian National Railway Co.	2.4
11 iShares S&P Global Industrials Index ETF (CAD-Hedged)	2.2
12 Brookfield Asset Management Inc.	2.0
13 Suncor Energy Inc.	1.9
14 TC Energy Corp.	1.8
15 Bank of Montreal	1.8
16 BCE Inc.	1.5
17 Shopify Inc.	1.5
18 Manulife Financial Corp.	1.4
19 Canadian Natural Resources Ltd.	1.4
20 Canadian Imperial Bank of Commerce	1.4
21 Canadian Pacific Railway Ltd.	1.3
22 Barrick Gold Corp.	1.2
23 Alimentation Couche-Tard Inc.	1.0
24 Nutrien Ltd.	1.0
25 Sun Life Financial Inc.	1.0
	67.1
Total Net Asset Value ('000's)	\$ 179,017

Sun Life BlackRock Canadian Equity Fund

Sector Allocation

	Percentage of Net Asset Value of the Fund %
Financials	21.8
Information Technology	12.9
Energy	11.5
Industrials	9.6
Health Care	8.8
Consumer Discretionary	7.7
Materials	7.7
Communication Services	6.9
Consumer Staples	6.6
Utilities	3.2
Real Estate	2.6
Cash and Cash Equivalents**	0.7
	100.0

(*) All information is as at December 31, 2019. The summary of investment portfolio may change due to ongoing portfolio transactions of the Fund. Unless otherwise noted positions are long. You may obtain quarterly updates to these holdings free of charge by calling us at 1-877-344-1434, visiting our website at www.sunlifeglobalinvestments.com or by sending an email to us at info@sunlifeglobalinvestments.com.

(**) Cash and Cash Equivalents, for the purpose of this chart, includes other assets less liabilities.

(†) The investment portfolio include(s) one or more other investment fund(s). The prospectus of the underlying investment fund(s) and other information can be found on SEDAR at www.sedar.com.

Forward-Looking Statements

This management report of fund performance may contain forward-looking statements about the Fund, including its strategy, results of operations, performance and condition. Forward-looking statements include statements that are predictive in nature, or that depend upon or refer to future events or conditions. They are based on current beliefs, expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties and assumptions about the Fund and various economic factors. Many factors could cause the Fund's actual results, performance or achievements to be materially different from any future results, performance or achievements that may be expressed or implied by such forward-looking statements. These factors could include, among other things, general economic, political and market factors, including interest and foreign exchange rates, business competition, technological changes, changes in government regulations or in tax laws. Although the forward-looking statements contained in this report are based upon what management currently believes to be reasonable assumptions, the Manager cannot assure current or prospective investors that actual results, performance or achievements will be consistent with these forward-looking statements. The words "may", "could", "would", "should", "believe", "plan", "anticipate", "expect", "intend", "forecast", "objective", and similar expressions are intended to identify forward-looking statements. The Manager does not undertake any obligation to update or revise any forward-looking statements to reflect events or circumstances after the date of this document or to reflect new information or the occurrence of unanticipated events, except as required by law.

ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE

Sun Life BlackRock Canadian Equity Fund

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

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

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