
SLGI ASSET MANAGEMENT INC.

ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE

for the period ended December 31, 2024

Sun Life MFS Canadian Bond Fund



Sun Life MFS Canadian Bond 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 SLGI Asset Management Inc., 1 York Street, Suite 3300, Toronto, Ontario, M5J 0B6. The financial statements are available on our website at www.sunlifeglobalinvestments.com and on SEDAR at www.sedarplus.ca.

Securityholders 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.

SLGI Asset Management Inc. (the "Manager") is an indirect wholly owned subsidiary of Sun Life Financial Inc.

MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objectives and Strategies

The investment objectives of the Sun Life MFS Canadian Bond Fund (the "Fund") are to provide investors with high investment returns primarily through income, with reasonable safety of capital.

The Fund's sub-advisor is MFS Investment Management Canada Limited ("MFS IMC") and the sub-advisor to MFS IMC is MFS Institutional Advisors, Inc. ("MFS"). In pursuing the Fund's investment objective, MFS normally invests at least 85% of the Fund's assets in debt instruments. A combination of bottom-up credit research and top-down macro analysis is used in constructing a diversified portfolio. The Fund is actively managed to add value through a variety of strategies including interest rate anticipation, yield curve positioning, dynamic trading and sector and currency management. MFS conducts monetary and fiscal policy analysis, macroeconomic analysis, inflationary outlook, valuation modeling, financial statement analysis, market and pricing analysis.

The Fund invests mainly in debt instruments rated investment grade but may also invest in non-investment grade debt instruments. MFS may also invest up to 30% of the Fund's assets in foreign debt instruments and other foreign securities.

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.

As at December 31, 2024, the majority of the Fund's investments are considered readily realizable and highly liquid; therefore, the Fund's liquidity risk is considered minimal.

Results of Operations

During the period, the net asset value of the Fund increased from \$191.9 million to \$222.7 million due to positive net sales, as well as positive performance.

During the period, the Fund returned 4.2% for Series A securities, this result aligned with the Fund's benchmark, FTSE Canada Universe Bond Index, which returned 4.2%. Please refer to the 'Past Performance' section of this report for performance of each series of securities of the Fund.

The FTSE Canada Universe Bond Index returned 4.23% in 2024, following a return of 6.69% in 2023. Total return was driven by lower yields in the front-end of the curve, and largely unchanged yields in the belly of the curve (5-10 year), which compensated for marginally higher yields in the long-end of the curve. In addition, corporate credit spreads compressed meaningfully during the year, which led to strong performance for corporates and outperformance versus government bonds. Moderating inflation pressures combined with subdued growth resulted in a major regime shift in monetary policy during 2024, with the Bank of Canada initiating a rate cutting cycle in early June. By year end, the Bank of Canada had cut rates five successive times, by a total of 1.75%, bringing the overnight rate down to 3.25% by year end. With rates now at the upper end of neutral, markets now expect the BoC to transition back to a more gradual pace of easing, with just two-to-three more cuts priced in for 2025. The offsetting impact of accelerated rate cuts by the BoC versus US resiliency and proposed tariffs from President-elect Trump led to a twisting of the Canadian yield curve. Sub 6-year yields declined in response to rate cuts, however the rest of the yield curve moved higher as many proposed policies from the incoming Trump administration were viewed as inflationary. With these moves, the yield curve continued to steepen, with the 2-year to 30-year part of the curve un-inverting for the first time since the beginning of rate hikes in 2022. Canadian investment-grade spreads, as represented by the Bloomberg Canada Aggregate Corporate Index, decreased by 35 basis points, leading to the outperformance of corporate bonds. Spreads finished the year at 98 bps and reached the lowest level since 2018. Spreads are now well below long-term average levels, but flows remain robust and appetite for credit remains strong, underpinned by attractive yields and robust fundamentals, supporting a stable carry environment.

Sun Life MFS Canadian Bond Fund

Security selection was the main source of outperformance. Positive selection within the Financials sector was the primary driver, led by exposure to out-of-benchmark subordinated hybrid issues from the major Canadian banks and insurers, such as CIBC, TD, and Empire Life. These higher beta securities outperformed in what was a strong environment for corporates, aided by their high starting yields and credit spread compression. Selection within securitized also helped, primarily led by exposure to out-of-benchmark US CLOs, including both CLOs based on pools of broadly syndicated loans and those focused on multi-family housing loans. From a credit quality perspective, positive selection was notable within the BBB quality tier. Within asset allocation, the Fund's underweight to Federals and overweight to corporates was a notable driver of excess return, as credit spreads compressed meaningfully in the period leading to the outperformance of corporates. Within the corporate exposure, the Fund's overweight to the Energy sector was a notable contributor as it was the best performing sector in the index. With credit spreads compressing, the Fund's overweight to BBB rated securities aided excess return as it was the best performing credit quality tier in the index. Also, the Fund's exposure to out-of-benchmark high yield, specifically BB rated securities, helped, aided again by the strong environment for credit markets. Within yield curve positioning, the Fund was positioning with a yield curve steepener (overweight short-term bonds and underweight long-term bonds), which contributed to outperformance, particularly during the third quarter, as the Canadian yield curve steepened sharply, with the 2-to-30-year part of the curve un-inverting for the first time since the first half of 2022.

Negative selection within the Energy sector was a minor drag on performance compared to the benchmark, where exposure to high quality Utilities, such as OPG and CU Inc, detracted performance given their lower beta nature in what was a risk-on environment for credit markets.

Recent Developments

Effective July 1, 2024, the management fees for the Sun Life MFS Canadian Bond Fund Series A, F and O were lowered from 1.0% to 0.93%, 0.5% to 0.43% and 0.5% to 0.43% respectively.

Global tensions and conflicts within some geographic regions have continued to impact global markets and economies. In addition, there continue to be tensions between larger nations over a number of issues, including trade, technology, human rights, and sovereignty. These issues have, in some cases, resulted in government sanctions and trade restrictions. These global tensions and regional conflicts, documented in the media, create a more challenging operating environment. The longer-term impact to geopolitical norms, supply chains and investment valuations is uncertain. The Manager continues to watch for developments and assess the impact to investment strategies.

Related Party Transactions

SLGI Asset Management Inc. 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 securityholders.

As portfolio manager, the Manager is responsible for managing the investment portfolio of the Fund directly or through sub-advisors. The Manager has retained MFS Investment Management Canada Limited ("MFS IMC"), an affiliate of the Manager, to act as a sub-advisor for the Fund. The sub-advisor to MFS IMC is MFS Institutional Advisors, Inc. ("MFS"), which is an affiliate of MFS IMC. Sun Life Financial Inc. has an indirect majority ownership interest in MFS IMC and MFS.

The Fund may have direct or indirect holdings in Sun Life Financial Inc. or its affiliates or other funds managed by the Manager or its affiliates. Funds managed by the Manager, or its affiliates, may invest in securities of the Fund.

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

Sun Life MFS Canadian Bond Fund

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 securities 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 any regulatory fees and expenses payable 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 Statements 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 Independent Review Committee ("IRC"); taxes payable by the Fund; contingent fees for foreign tax reclaim filings; 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 securities 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.

Fees and expenses payable to or in connection with the IRC are allocated to the fund and series to which they apply in a manner that, in the Manager's view, is considered fair and reasonable. For the purpose of allocating IRC costs across the Funds, the Manager distinguishes between two categories of Funds: Funds that are structured as fund of funds and Funds that hold direct investments. The Manager has determined that, based on the complexity of the issues to be reviewed by the IRC for the Funds in each category, it is appropriate for the Funds that are structured as fund of funds to be allocated a lesser proportion of IRC costs than Funds that hold direct investments. The Manager first attributes IRC costs to each such category of Funds, and then allocates such costs equally between the Funds in each category. The amounts of these charges are disclosed in the line item "Independent review committee fees" in the Fund's Statements of Comprehensive Income (Loss).

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 period(s) since inception to December 31, 2024.

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

Sun Life MFS Canadian Bond Fund - Series A

	2024 (\$)	2023 (\$)	2022 (\$)	2021 (\$)	2020 (\$)
Net asset value, beginning of period	12.66	12.19	14.36	15.03	14.14
Increase (decrease) from operations:					
Total revenue	0.49	0.48	0.44	0.42	0.45
Total expenses	(0.16)	(0.16)	(0.16)	(0.18)	(0.19)
Realized gains (losses) for the period	0.10	(0.38)	(0.47)	0.12	0.34
Unrealized gains (losses) for the period	0.10	0.84	(1.80)	(0.86)	0.48
Total increase (decrease) from operations⁽²⁾	0.53	0.78	(1.99)	(0.50)	1.08
Distributions:					
From income (excluding dividends)	(0.32)	(0.31)	(0.27)	(0.23)	(0.27)
From dividends	-	-	-	-	-
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	(0.32)	(0.31)	(0.27)	(0.23)	(0.27)
Net asset value, end of period	12.86	12.66	12.19	14.36	15.03

Sun Life MFS Canadian Bond Fund - Series D

	2024 (\$)	2023 (\$)	2022 (\$)	2021 (\$)	2020 (\$)
Net asset value, beginning of period	12.71	12.23	14.39	15.07	14.17
Increase (decrease) from operations:					
Total revenue	0.48	0.47	0.44	0.42	0.45
Total expenses	(0.11)	(0.11)	(0.12)	(0.13)	(0.13)
Realized gains (losses) for the period	0.09	(0.39)	(0.43)	0.12	0.31
Unrealized gains (losses) for the period	0.06	0.85	(2.40)	(0.85)	0.61
Total increase (decrease) from operations⁽²⁾	0.52	0.82	(2.51)	(0.44)	1.24
Distributions:					
From income (excluding dividends)	(0.37)	(0.36)	(0.31)	(0.30)	(0.32)
From dividends	-	-	-	-	-
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	(0.37)	(0.36)	(0.31)	(0.30)	(0.32)
Net asset value, end of period	12.91	12.71	12.23	14.39	15.07

Sun Life MFS Canadian Bond Fund

Sun Life MFS Canadian Bond Fund - Series F

	2024 (\$)	2023 (\$)	2022 (\$)	2021 (\$)	2020 (\$)
Net asset value, beginning of period	9.39	9.03	10.65	11.14	10.47
Increase (decrease) from operations:					
Total revenue	0.37	0.35	0.33	0.31	0.34
Total expenses	(0.06)	(0.06)	(0.06)	(0.07)	(0.08)
Realized gains (losses) for the period	0.09	(0.28)	(0.36)	0.08	0.24
Unrealized gains (losses) for the period	0.10	0.66	(1.10)	(0.63)	0.24
Total increase (decrease) from operations⁽²⁾	0.50	0.67	(1.19)	(0.31)	0.74
Distributions:					
From income (excluding dividends)	(0.30)	(0.28)	(0.26)	(0.24)	(0.25)
From dividends	-	-	-	-	-
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	(0.30)	(0.28)	(0.26)	(0.24)	(0.25)
Net asset value, end of period	9.54	9.39	9.03	10.65	11.14

Sun Life MFS Canadian Bond Fund - Series FX

	2024 (\$)	2023 (\$)	2022 (\$)	2021 (\$)	2020 (\$)
Net asset value, beginning of period	12.73	12.25	14.44	15.13	14.22
Increase (decrease) from operations:					
Total revenue	0.49	0.47	0.45	0.43	0.45
Total expenses	(0.10)	(0.10)	(0.10)	(0.12)	(0.12)
Realized gains (losses) for the period	0.10	(0.38)	(0.48)	0.10	0.32
Unrealized gains (losses) for the period	0.07	0.86	(1.71)	(0.78)	0.59
Total increase (decrease) from operations⁽²⁾	0.56	0.85	(1.84)	(0.37)	1.24
Distributions:					
From income (excluding dividends)	(0.38)	(0.37)	(0.34)	(0.31)	(0.34)
From dividends	-	-	-	-	-
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	(0.38)	(0.37)	(0.34)	(0.31)	(0.34)
Net asset value, end of period	12.93	12.73	12.25	14.44	15.13

Sun Life MFS Canadian Bond Fund - Series I

	2024 (\$)	2023 (\$)	2022 (\$)	2021 (\$)	2020 (\$)
Net asset value, beginning of period	12.18	11.73	13.83	14.49	13.61
Increase (decrease) from operations:					
Total revenue	0.47	0.46	0.43	0.41	0.43
Total expenses	-	(0.01)	-	(0.01)	(0.01)
Realized gains (losses) for the period	0.10	(0.37)	(0.47)	0.09	0.31
Unrealized gains (losses) for the period	0.08	0.91	(1.56)	(0.76)	0.61
Total increase (decrease) from operations⁽²⁾	0.65	0.99	(1.60)	(0.27)	1.34
Distributions:					
From income (excluding dividends)	(0.46)	(0.45)	(0.42)	(0.41)	(0.43)
From dividends	-	-	-	-	-
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	(0.46)	(0.45)	(0.42)	(0.41)	(0.43)
Net asset value, end of period	12.37	12.18	11.73	13.83	14.49

Sun Life MFS Canadian Bond Fund - Series O

	2024 (\$)	2023 (\$)	2022 (\$)	2021 (\$)	2020 (\$)
Net asset value, beginning of period	9.07	8.73	10.29	10.78	10.13
Increase (decrease) from operations:					
Total revenue	0.35	0.33	0.32	0.30	0.32
Total expenses	(0.01)	(0.01)	(0.01)	(0.01)	(0.01)
Realized gains (losses) for the period	0.06	(0.26)	(0.36)	0.10	0.23
Unrealized gains (losses) for the period	0.06	0.61	(1.14)	(0.66)	0.41
Total increase (decrease) from operations⁽²⁾	0.46	0.67	(1.19)	(0.27)	0.95
Distributions:					
From income (excluding dividends)	(0.34)	(0.33)	(0.31)	(0.29)	(0.31)
From dividends	-	-	-	-	-
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	(0.34)	(0.33)	(0.31)	(0.29)	(0.31)
Net asset value, end of period	9.21	9.07	8.73	10.29	10.78

(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 securities of the Fund, or both.

Ratios and Supplemental Data

Sun Life MFS Canadian Bond Fund - Series A

	2024	2023	2022	2021	2020
Total net asset value (\$000s) ⁽¹⁾	35,879	32,699	25,940	36,033	41,535
Number of securities outstanding (000s) ⁽¹⁾	2,790	2,583	2,129	2,510	2,764
Management expense ratio (%)	1.25	1.29	1.29	1.29	1.33
Management expense ratio before waivers or absorption (%) ⁽²⁾	1.25	1.29	1.29	1.29	1.33
Trading expense ratio (%) ⁽³⁾	0.01	0.01	0.01	-	0.01
Portfolio turnover rate (%) ⁽⁴⁾	70.67	59.14	45.14	52.38	64.39
Net asset value per security (\$) ⁽¹⁾	12.86	12.66	12.19	14.36	15.03

Sun Life MFS Canadian Bond Fund - Series D

	2024	2023	2022	2021	2020
Total net asset value (\$000s) ⁽¹⁾	4,523	5,742	6,281	16,002	19,815
Number of securities outstanding (000s) ⁽¹⁾	350	452	514	1,112	1,314
Management expense ratio (%)	0.89	0.89	0.89	0.89	0.89
Management expense ratio before waivers or absorption (%) ⁽²⁾	0.89	0.89	0.89	0.89	0.89
Trading expense ratio (%) ⁽³⁾	0.01	0.01	0.01	-	0.01
Portfolio turnover rate (%) ⁽⁴⁾	70.67	59.14	45.14	52.38	64.39
Net asset value per security (\$) ⁽¹⁾	12.91	12.71	12.23	14.39	15.07

Sun Life MFS Canadian Bond Fund

Sun Life MFS Canadian Bond Fund - Series F

	2024	2023	2022	2021	2020
Total net asset value (\$000s) ⁽¹⁾	27,834	14,860	13,673	12,526	16,034
Number of securities outstanding (000s) ⁽¹⁾	2,917	1,582	1,514	1,177	1,439
Management expense ratio (%)	0.62	0.67	0.68	0.67	0.72
Management expense ratio before waivers or absorption (%) ⁽²⁾	0.62	0.67	0.68	0.67	0.72
Trading expense ratio (%) ⁽³⁾	0.01	0.01	0.01	-	0.01
Portfolio turnover rate (%) ⁽⁴⁾	70.67	59.14	45.14	52.38	64.39
Net asset value per security (\$) ⁽¹⁾	9.54	9.39	9.03	10.65	11.14

Sun Life MFS Canadian Bond Fund - Series FX

	2024	2023	2022	2021	2020
Total net asset value (\$000s) ⁽¹⁾	318	351	335	384	394
Number of securities outstanding (000s) ⁽¹⁾	25	28	27	27	26
Management expense ratio (%)	0.80	0.81	0.81	0.80	0.81
Management expense ratio before waivers or absorption (%) ⁽²⁾	0.80	0.81	0.81	0.80	0.81
Trading expense ratio (%) ⁽³⁾	0.01	0.01	0.01	-	0.01
Portfolio turnover rate (%) ⁽⁴⁾	70.67	59.14	45.14	52.38	64.39
Net asset value per security (\$) ⁽¹⁾	12.93	12.73	12.25	14.44	15.13

Sun Life MFS Canadian Bond Fund - Series I

	2024	2023	2022	2021	2020
Total net asset value (\$000s) ⁽¹⁾	151,767	135,163	91,369	88,729	97,897
Number of securities outstanding (000s) ⁽¹⁾	12,265	11,094	7,791	6,417	6,758
Management expense ratio (%)	0.03	0.03	0.03	0.03	0.03
Management expense ratio before waivers or absorption (%) ⁽²⁾	0.03	0.03	0.03	0.03	0.03
Trading expense ratio (%) ⁽³⁾	0.01	0.01	0.01	-	0.01
Portfolio turnover rate (%) ⁽⁴⁾	70.67	59.14	45.14	52.38	64.39
Net asset value per security (\$) ⁽¹⁾	12.37	12.18	11.73	13.83	14.49

Sun Life MFS Canadian Bond Fund - Series O

	2024	2023	2022	2021	2020
Total net asset value (\$000s) ⁽¹⁾	2,340	3,061	2,583	2,608	3,927
Number of securities outstanding (000s) ⁽¹⁾	254	338	296	253	364
Management expense ratio (%)	0.11	0.11	0.11	0.11	0.11
Management expense ratio before waivers or absorption (%) ⁽²⁾	0.11	0.11	0.11	0.11	0.11
Trading expense ratio (%) ⁽³⁾	0.01	0.01	0.01	-	0.01
Portfolio turnover rate (%) ⁽⁴⁾	70.67	59.14	45.14	52.38	64.39
Net asset value per security (\$) ⁽¹⁾	9.21	9.07	8.73	10.29	10.78

⁽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 Securities	0.93	44	56
Series D Securities	0.65	13	87
Series F Securities	0.43	-	100
Series FX Securities	0.55	-	100
Series I Securities ^(†)	-	-	100
Series O Securities ^(†)	0.43	-	100

^(*) 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

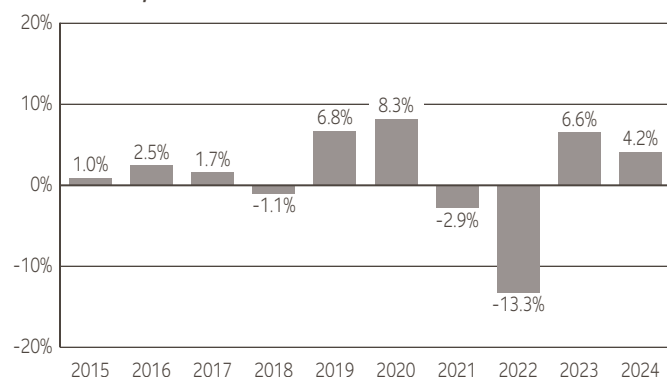
The performance information shown assumes that all distributions made by the Fund in the periods shown were reinvested in additional securities of the Fund. The performance information does not take into account sales, redemption, distribution, other optional charges or income tax payable by any securityholder 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

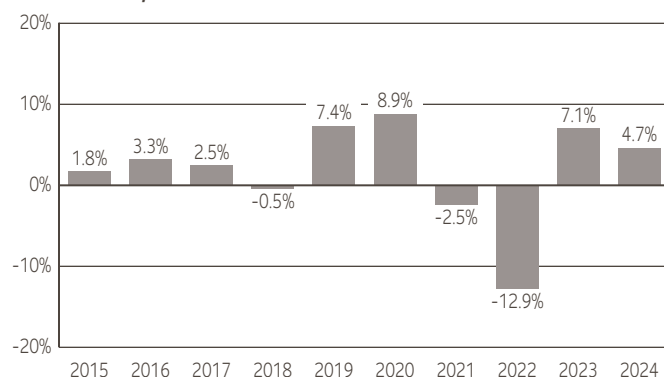
The following bar chart shows the Fund's annual performance for the period shown. The chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year.

Sun Life MFS Canadian Bond Fund

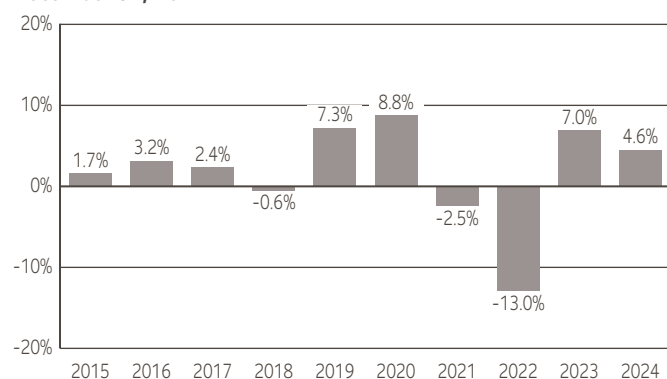
Series A Securities – Annual return for the period ended December 31, 2024



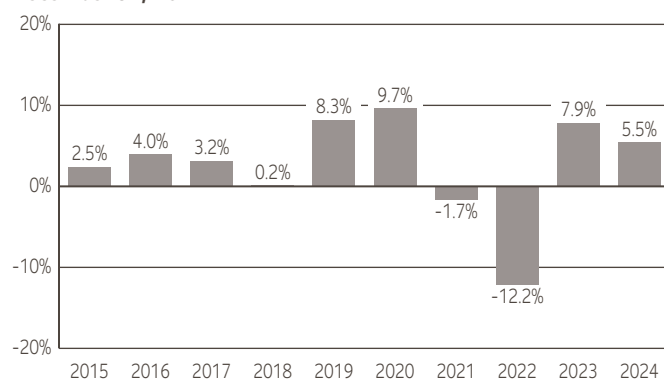
Series FX Securities – Annual return for the period ended December 31, 2024



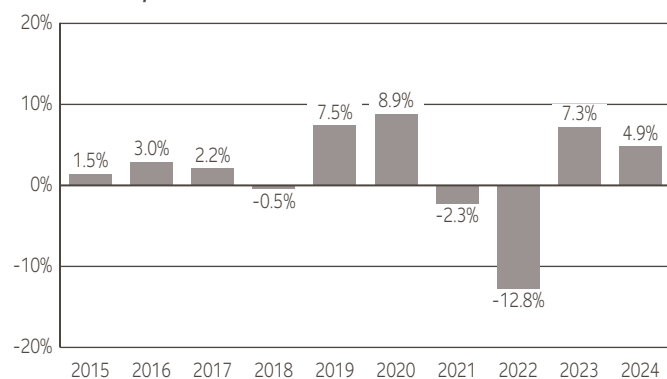
Series D Securities – Annual return for the period ended December 31, 2024



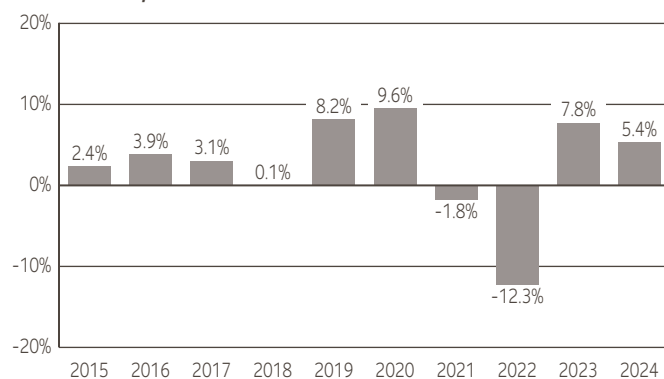
Series I Securities – Annual return for the period ended December 31, 2024



Series F Securities – Annual return for the period ended December 31, 2024



Series O Securities – Annual return for the period ended December 31, 2024



Annual Compound Returns

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

The benchmark (the "Benchmark") is composed of:
FTSE Canada Universe Bond Index

The Series A securities underperformed the benchmark over the past ten years, over the past five years, over the past three years, and over the past year.

Sun Life MFS Canadian Bond Fund

A discussion of the Fund's performance compared to its benchmark and broad-based index or indices, if applicable, can be found in the Results of Operations section.

	1 Year	3 Year	5 Year	10 Year	Performance Start Date ^(*)
Series A	4.2%	(1.2)%	0.2%	1.2%	-
Benchmark	4.2%	(0.6)%	0.8%	2.0%	-
Series D	4.6%	(0.9)%	0.6%	1.7%	-
Benchmark	4.2%	(0.6)%	0.8%	2.0%	-
Series F	4.9%	(0.6)%	0.9%	1.8%	-
Benchmark	4.2%	(0.6)%	0.8%	2.0%	-
Series FX	4.7%	(0.8)%	0.7%	1.8%	-
Benchmark	4.2%	(0.6)%	0.8%	2.0%	-
Series I	5.5%	0.0%	1.5%	2.6%	-
Benchmark	4.2%	(0.6)%	0.8%	2.0%	-
Series O	5.4%	(0.1)%	1.4%	2.5%	-
Benchmark	4.2%	(0.6)%	0.8%	2.0%	-

^(*) The performance since inceptions are not provided for series that have been in existence for more than 10 years.

INDEX DESCRIPTION(S)

The FTSE Canada Universe Bond Index is a market capitalization weighted index composed of investment grade, fixed coupon, government and corporate bonds, issued in Canada and denominated in Canadian dollars, with a remaining term to maturity of at least one year.

Summary of Investment Portfolio ^{*}

as at December 31, 2024

Top 25 Investments

Holding Name	Percentage of Net Asset Value of the Fund (%)
1 Canadian Government Bond, 3.50%, Sep 01, 2029	15.8
2 Canadian Government Bond, 3.25%, Dec 01, 2034	12.4
3 Canadian Government Bond, 2.75%, Dec 01, 2055	6.1
4 Province of Ontario, 3.75%, Dec 02, 2053	2.4
5 Province of Alberta, 2.05%, Jun 01, 2030	2.3
6 Province of Quebec, 5.00%, Dec 01, 2038	2.1
7 Province of Alberta, 3.45%, Dec 01, 2043	1.9
8 Province of Ontario, 2.05%, Jun 02, 2030	1.8
9 Province of Quebec, 2.75%, Sep 01, 2028	1.8
10 National Bank of Canada, 5.22%, Jun 14, 2028	1.6
11 Royal Bank of Canada, 2.33%, Jan 28, 2027	1.2
12 Province of Manitoba, 4.10%, Mar 05, 2041	1.1
13 Ontario Power Generation Inc., 3.22%, Apr 08, 2030	1.1
14 The Bank of Nova Scotia, 2.95%, Mar 08, 2027	1.1
15 Province of British Columbia, 2.95%, Jun 18, 2050	1.0
16 Province of British Columbia, 4.95%, Jun 18, 2040	1.0
17 Royal Bank of Canada, 4.50%, Nov 24, 2080	0.9
18 Hydro One Inc., 3.63%, Jun 25, 2049	0.9
19 Canadian Imperial Bank of Commerce, 4.00%, Jan 28, 2082	0.9
20 Toyota Credit Canada Inc., 4.33%, Jan 24, 2028	0.9
21 CU Inc., 2.96%, Sep 07, 2049	0.9
22 The Toronto-Dominion Bank, 3.60%, Oct 31, 2081	0.9
23 CT Real Estate Investment Trust, 3.03%, Feb 05, 2029	0.9
24 Manulife Financial Corp., 2.82%, May 13, 2035	0.8
25 Honda Canada Finance Inc., 1.65%, Feb 25, 2028	0.8
Total	62.6
Total Net Asset Value (000s)	\$ 222,659

Sun Life MFS Canadian Bond Fund

Sector Allocation

	Percentage of Net Asset Value of the Fund (%)
Canadian Corporate Bond	36.0
Canadian Federal Government Bond	35.1
Canadian Provincial Government Bond	17.7
U.S. Corporate Bond	3.8
International Mortgage-Backed Securities	3.1
U.S. Mortgage-Backed Securities	1.4
International Corporate Bond	1.3
Other Assets less Liabilities	0.8
Cash and Cash Equivalents	0.6
U.S. Government Bond	0.2
Canadian Municipal Government Bond	0.2
International Government Bond	0.2
Canadian Mortgage-Backed Securities	-
Derivatives - Short	-
Derivatives - Long	(0.4)
	100.0

Asset Allocation

	Percentage of Net Asset Value of the Fund (%)
Canadian Fixed Income	89.0
U.S. Fixed Income	5.4
International Fixed Income	4.6
Other Assets less Liabilities	0.8
Cash and Cash Equivalents	0.6
Derivatives - Short	-
Derivatives - Long	(0.4)
	100.0

(*) All information is as at December 31, 2024. 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.

Forward-Looking Statements

This management report of fund performance may contain forward-looking statements about the Fund, including its strategies, 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 and pandemics. 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 MFS Canadian Bond Fund

SLGI Asset Management Inc.
1 York Street, Suite 3300, Toronto, Ontario, M5J 0B6
Telephone: 1-877-344-1434 | Facsimile: 416-979-2859
info@sunlifeglobalinvestments.com
www.sunlifeglobalinvestments.com