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## SLGI ASSET MANAGEMENT INC.

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### ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE

for the period ended December 31, 2024

Sun Life MFS Diversified Income Fund



# Sun Life MFS Diversified Income 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](mailto: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](http://www.sunlifeglobalinvestments.com) and on SEDAR at [www.sedarplus.ca](http://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 Diversified Income Fund (the "Fund") are to aim for income generation and capital appreciation by investing primarily in dividend or income paying securities, including royalty trust units, real-estate investment trust securities and limited partnership securities and other exchange-listed participating securities. The Fund may also invest in securities of other mutual funds.

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 in equity and fixed income securities that generate some form of income. The Fund may invest in dividend or income paying securities including preferred shares, securities convertible into stocks, real estate investment trust units, royalty trust units, limited partnership units and other exchange-listed participating securities, or warrants on dividend and income paying securities. The Fund may invest in companies of any size but may tend to place a focus on companies with large and medium capitalizations with issuers located primarily in Canada. Using a bottom-up approach to buying and selling investments for the Fund – investments are selected based on fundamental and quantitative analysis of individual issuers and their potential in light of their current financial condition, market, economic, political and regulatory conditions and considers factors such as analysis of an issuer's earnings, cash flows, competitive position and management ability.

### 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 \$205.6 million to \$328.5 million due to positive net sales, as well as positive performance.

During the period, the Fund returned 12.3% for Series A securities, this result lagged the Fund's blended benchmark, 30.0% MSCI ACWI High Dividend Yield Index C\$, 10.0% S&P/TSX Capped Composite Index, 15.0% FTSE EPRA/NAREIT Developed Index C\$, 17.5% FTSE Canada All Corporate Bond Index, 17.5% Bloomberg U.S. High Yield 2% Issuer Capped Index C\$, 10.0% JPMorgan EMBI Global Diversified Index C\$, which returned 14.8%. The broad-based index 1, MSCI World Index C\$, returned 29.4% and the broad-based index 2, Bloomberg Barclays Global Aggregate Bond Index C\$, returned 7.2%. We have included the returns of the broad-based indexes to help you understand how the Fund performed compared to the general market. We have also included the returns for the Fund's blended benchmark, which more closely reflects the market sectors and/or asset classes in which the Fund invests, to provide another comparison to the performance of the Fund. Please refer to the 'Past Performance' section of this report for performance of each series of securities of the Fund.

The Fund underperformed its broad-based index 1 due to the Fund's higher exposure to fixed income. Equities outperformed fixed income during the reporting period. The Fund outperformed its broad-based index 2 due to the Fund's higher exposure to global equities as they outperformed fixed income during the reporting period.

# Sun Life MFS Diversified Income Fund

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Moderating inflation pressures allowed many global central banks to ease monetary policy during the period. However, the pace of disinflation slowed toward the end of the period, particularly in the United States. Geopolitical strains remained high amid ongoing conflicts in Ukraine and in the Middle East, while relations between China and the US remained tense. At the end of the period, China unveiled a sizable stimulus package aimed at shoring up its property sector and the finances of highly indebted local governments. Toward the end of the period, labor markets loosened modestly, particularly in the US, brightening the inflation outlook as economic growth remained solid. Global equity markets reached record levels during the period as they withstood the adversity of the unsettled geopolitical climate and a higher interest rate environment amid optimism over the wide-scale adoption of artificial intelligence and continued healthy earnings growth. Global bond yields climbed to close out the calendar year on the back of the US election result, resilient economic growth and concerns that global disinflationary progress may have stalled. Reflecting increased inflation uncertainty, market expectations for future Federal Reserve interest rate cuts in 2025 have been paired back while compressed credit spreads tightened further. Global bond market volatility, as measured by the MOVE index, declined in the fourth quarter after peaking before the US election.

Over the period, allocation effects detracted from relative performance while security selection impacts added to performance. An overweight allocation to Canadian Investment Grade Credit was the primary driver that weighed down on relative results. An underweight allocation to US High Yield and Canadian Dividend-Paying Equity were also modest drags on performance while an underweight allocation to Global Real Estate Investment Trusts (REITs) was modestly additive.

Within security selection, the primary contribution to performance was from the Canadian Investment Grade Credit and Global Dividend Paying Equity segments. In contrast, US High Yield security selection did not help performance while Emerging Markets Debt security selection added to performance. The Canadian Dividend Paying Equities segment security selection impacts were muted.

## Recent Developments

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 Diversified Income 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 (\$) <sup>(1)</sup>

#### Sun Life MFS Diversified Income Fund - Series A

	2024 (\$)	2023 (\$)	2022 (\$)	2021 (\$)	2020 (\$)
Net asset value, beginning of period	15.06	14.78	15.35	12.81	13.79
Increase (decrease) from operations:					
Total revenue	0.72	0.68	0.63	0.54	0.52
Total expenses	(0.36)	(0.34)	(0.34)	(0.31)	(0.28)
Realized gains (losses) for the period	0.54	0.40	0.82	0.76	(0.70)
Unrealized gains (losses) for the period	0.88	0.23	(0.90)	1.68	(0.36)
<b>Total increase (decrease) from operations<sup>(2)</sup></b>	<b>1.78</b>	<b>0.97</b>	<b>0.21</b>	<b>2.67</b>	<b>(0.82)</b>
<b>Distributions:</b>					
From income (excluding dividends)	(0.36)	(0.42)	(0.24)	-	-
From dividends	(0.04)	(0.05)	(0.13)	(0.21)	(0.24)
From capital gains	(0.28)	(0.14)	(0.29)	-	-
Return of capital	-	(0.02)	-	-	-
<b>Total annual distributions<sup>(3)</sup></b>	<b>(0.68)</b>	<b>(0.63)</b>	<b>(0.66)</b>	<b>(0.21)</b>	<b>(0.24)</b>
<b>Net asset value, end of period</b>	<b>16.19</b>	<b>15.06</b>	<b>14.78</b>	<b>15.35</b>	<b>12.81</b>

#### Sun Life MFS Diversified Income Fund - Series D

	2024 (\$)	2023 (\$)	2022 (\$)	2021 (\$)	2020 (\$)
Net asset value, beginning of period	15.23	15.05	15.60	13.01	14.01
Increase (decrease) from operations:					
Total revenue	0.72	0.69	0.61	0.55	0.54
Total expenses	(0.30)	(0.28)	(0.28)	(0.25)	(0.23)
Realized gains (losses) for the period	0.54	0.43	0.84	0.76	(0.68)
Unrealized gains (losses) for the period	0.93	0.17	(0.31)	1.76	(0.49)
<b>Total increase (decrease) from operations<sup>(2)</sup></b>	<b>1.89</b>	<b>1.01</b>	<b>0.86</b>	<b>2.82</b>	<b>(0.86)</b>
<b>Distributions:</b>					
From income (excluding dividends)	(0.44)	(0.70)	(0.26)	-	-
From dividends	(0.05)	(0.09)	(0.14)	(0.27)	(0.31)
From capital gains	(0.32)	-	(0.30)	-	-
Return of capital	-	(0.02)	-	-	-
<b>Total annual distributions<sup>(3)</sup></b>	<b>(0.81)</b>	<b>(0.81)</b>	<b>(0.70)</b>	<b>(0.27)</b>	<b>(0.31)</b>
<b>Net asset value, end of period</b>	<b>16.33</b>	<b>15.23</b>	<b>15.05</b>	<b>15.60</b>	<b>13.01</b>

# Sun Life MFS Diversified Income Fund

## Sun Life MFS Diversified Income Fund - Series F

	2024 (\$)	2023 (\$)	2022 (\$)	2021 (\$)	2020 (\$)
Net asset value, beginning of period	15.35	15.05	15.60	13.01	14.04
Increase (decrease) from operations:					
Total revenue	0.73	0.69	0.65	0.56	0.52
Total expenses	(0.18)	(0.17)	(0.17)	(0.14)	(0.13)
Realized gains (losses) for the period	0.56	0.40	0.74	0.80	(0.76)
Unrealized gains (losses) for the period	0.87	0.33	(0.50)	1.72	0.05
<b>Total increase (decrease) from operations<sup>(2)</sup></b>	<b>1.98</b>	<b>1.25</b>	<b>0.72</b>	<b>2.94</b>	<b>(0.32)</b>
<b>Distributions:</b>					
From income (excluding dividends)	(0.53)	(0.57)	(0.35)	-	-
From dividends	(0.07)	(0.07)	(0.19)	(0.38)	(0.40)
From capital gains	(0.35)	(0.15)	(0.29)	-	-
Return of capital	-	(0.02)	-	-	-
<b>Total annual distributions<sup>(3)</sup></b>	<b>(0.95)</b>	<b>(0.81)</b>	<b>(0.83)</b>	<b>(0.38)</b>	<b>(0.40)</b>
<b>Net asset value, end of period</b>	<b>16.43</b>	<b>15.35</b>	<b>15.05</b>	<b>15.60</b>	<b>13.01</b>

## Sun Life MFS Diversified Income Fund - Series I

	2024 (\$)	2023 (\$)	2022 (\$)	2021 (\$)	2020 (\$)
Net asset value, beginning of period	15.86	15.32	15.63	13.03	14.07
Increase (decrease) from operations:					
Total revenue	0.75	0.70	0.66	0.55	0.52
Total expenses	(0.05)	(0.04)	(0.05)	(0.02)	(0.03)
Realized gains (losses) for the period	0.57	0.48	0.59	0.78	(0.69)
Unrealized gains (losses) for the period	0.94	0.15	(0.04)	1.76	(0.57)
<b>Total increase (decrease) from operations<sup>(2)</sup></b>	<b>2.21</b>	<b>1.29</b>	<b>1.16</b>	<b>3.07</b>	<b>(0.77)</b>
<b>Distributions:</b>					
From income (excluding dividends)	(0.76)	(0.64)	(0.28)	-	-
From dividends	(0.09)	(0.08)	(0.15)	(0.51)	(0.52)
From capital gains	(0.21)	-	(0.30)	-	-
Return of capital	-	-	-	-	-
<b>Total annual distributions<sup>(3)</sup></b>	<b>(1.06)</b>	<b>(0.72)</b>	<b>(0.73)</b>	<b>(0.51)</b>	<b>(0.52)</b>
<b>Net asset value, end of period</b>	<b>17.05</b>	<b>15.86</b>	<b>15.32</b>	<b>15.63</b>	<b>13.03</b>

## Sun Life MFS Diversified Income Fund - Series O

	2024 (\$)	2023 (\$)	2022 (\$)	2021 (\$)	2020 (\$)
Net asset value, beginning of period	12.60	12.39	12.83	10.70	11.54
Increase (decrease) from operations:					
Total revenue	0.60	0.57	0.52	0.45	0.43
Total expenses	(0.05)	(0.05)	(0.05)	(0.03)	(0.04)
Realized gains (losses) for the period	0.45	0.33	0.74	0.63	(0.61)
Unrealized gains (losses) for the period	0.74	0.19	(0.93)	1.52	(0.01)
<b>Total increase (decrease) from operations<sup>(2)</sup></b>	<b>1.74</b>	<b>1.04</b>	<b>0.28</b>	<b>2.57</b>	<b>(0.23)</b>
<b>Distributions:</b>					
From income (excluding dividends)	(0.45)	(0.69)	(0.33)	-	-
From dividends	(0.06)	(0.08)	(0.18)	(0.40)	(0.41)
From capital gains	(0.28)	-	(0.24)	-	-
Return of capital	-	(0.02)	-	-	-
<b>Total annual distributions<sup>(3)</sup></b>	<b>(0.79)</b>	<b>(0.79)</b>	<b>(0.75)</b>	<b>(0.40)</b>	<b>(0.41)</b>
<b>Net asset value, end of period</b>	<b>13.57</b>	<b>12.60</b>	<b>12.39</b>	<b>12.83</b>	<b>10.70</b>

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

<sup>(2)</sup> 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.

<sup>(3)</sup> Distributions were paid in cash, reinvested in additional securities of the Fund, or both.

## Ratios and Supplemental Data

### Sun Life MFS Diversified Income Fund - Series A

	2024	2023	2022	2021	2020
Total net asset value (\$000s) <sup>(1)</sup>	87,811	58,679	34,310	18,174	15,420
Number of securities outstanding (000s) <sup>(1)</sup>	5,423	3,898	2,321	1,184	1,204
Management expense ratio (%)	2.06	2.06	2.06	2.06	2.11
Management expense ratio before waivers or absorption (%) <sup>(2)</sup>	2.06	2.06	2.06	2.06	2.11
Trading expense ratio (%) <sup>(3)</sup>	0.03	0.03	0.08	0.03	0.04
Portfolio turnover rate (%) <sup>(4)</sup>	41.99	72.51	73.17	44.53	41.25
Net asset value per security (\$) <sup>(1)</sup>	16.19	15.06	14.78	15.35	12.81

### Sun Life MFS Diversified Income Fund - Series D

	2024	2023	2022	2021	2020
Total net asset value (\$000s) <sup>(1)</sup>	632	586	592	1,260	1,156
Number of securities outstanding (000s) <sup>(1)</sup>	39	38	39	81	89
Management expense ratio (%)	1.63	1.63	1.62	1.63	1.63
Management expense ratio before waivers or absorption (%) <sup>(2)</sup>	1.63	1.63	1.62	1.63	1.63
Trading expense ratio (%) <sup>(3)</sup>	0.03	0.03	0.08	0.03	0.04
Portfolio turnover rate (%) <sup>(4)</sup>	41.99	72.51	73.17	44.53	41.25
Net asset value per security (\$) <sup>(1)</sup>	16.33	15.23	15.05	15.60	13.01

# Sun Life MFS Diversified Income Fund

## Sun Life MFS Diversified Income Fund - Series F

	2024	2023	2022	2021	2020
Total net asset value (\$000s) <sup>(1)</sup>	74,120	36,907	12,657	3,081	2,108
Number of securities outstanding (000s) <sup>(1)</sup>	4,510	2,405	841	197	162
Management expense ratio (%)	0.89	0.89	0.90	0.89	0.94
Management expense ratio before waivers or absorption (%) <sup>(2)</sup>	0.89	0.89	0.90	0.89	0.94
Trading expense ratio (%) <sup>(3)</sup>	0.03	0.03	0.08	0.03	0.04
Portfolio turnover rate (%) <sup>(4)</sup>	41.99	72.51	73.17	44.53	41.25
Net asset value per security (\$) <sup>(1)</sup>	16.43	15.35	15.05	15.60	13.01

## Sun Life MFS Diversified Income Fund - Series I

	2024	2023	2022	2021	2020
Total net asset value (\$000s) <sup>(1)</sup>	156,765	101,155	160,351	32,779	24,756
Number of securities outstanding (000s) <sup>(1)</sup>	9,193	6,377	10,467	2,097	1,899
Management expense ratio (%)	0.06	0.06	0.06	0.06	0.06
Management expense ratio before waivers or absorption (%) <sup>(2)</sup>	0.06	0.06	0.06	0.06	0.06
Trading expense ratio (%) <sup>(3)</sup>	0.03	0.03	0.08	0.03	0.04
Portfolio turnover rate (%) <sup>(4)</sup>	41.99	72.51	73.17	44.53	41.25
Net asset value per security (\$) <sup>(1)</sup>	17.05	15.86	15.32	15.63	13.03

## Sun Life MFS Diversified Income Fund - Series O

	2024	2023	2022	2021	2020
Total net asset value (\$000s) <sup>(1)</sup>	9,167	8,285	3,909	3,106	2,612
Number of securities outstanding (000s) <sup>(1)</sup>	675	658	315	242	244
Management expense ratio (%)	0.16	0.17	0.17	0.17	0.17
Management expense ratio before waivers or absorption (%) <sup>(2)</sup>	0.16	0.17	0.17	0.17	0.17
Trading expense ratio (%) <sup>(3)</sup>	0.03	0.03	0.08	0.03	0.04
Portfolio turnover rate (%) <sup>(4)</sup>	41.99	72.51	73.17	44.53	41.25
Net asset value per security (\$) <sup>(1)</sup>	13.57	12.60	12.39	12.83	10.70

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

<sup>(2)</sup> 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.

<sup>(3)</sup> 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.

<sup>(4)</sup> 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 (%) <sup>(*)</sup>	General Administration, Investment Advice and Profit (%)
Series A Securities	1.65	53	47
Series D Securities	1.25	17	83
Series F Securities	0.65	-	100
Series I Securities <sup>(†)</sup>	-	-	100
Series O Securities <sup>(†)</sup>	0.65	-	100

<sup>(\*)</sup> Includes sales and trailing commissions.

<sup>(†)</sup> Series O management fees are not paid by the Fund. Series O investors pay management fees directly to the Manager.

<sup>(‡)</sup> Series I management fees are not paid by the Fund. Series I investors negotiate management fees and pay directly to the Manager.

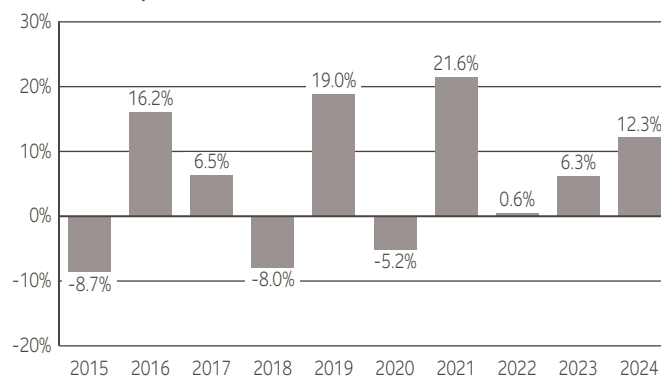
## Past Performance

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.

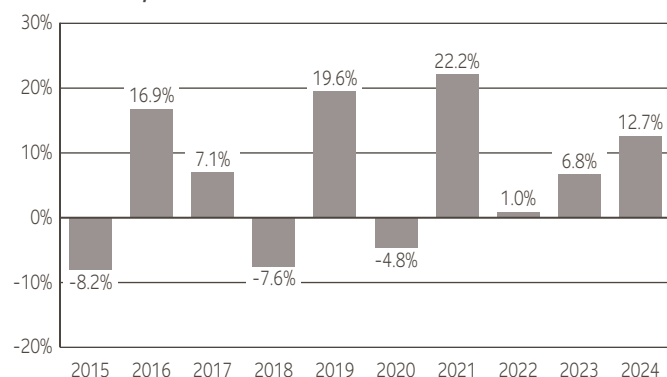
Series A Securities – Annual return for the period ended December 31, 2024



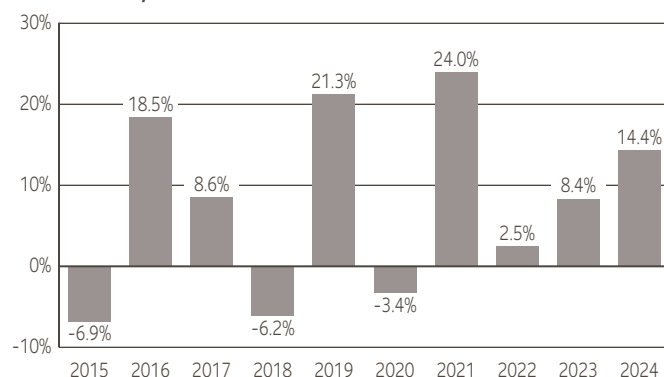


# Sun Life MFS Diversified Income Fund

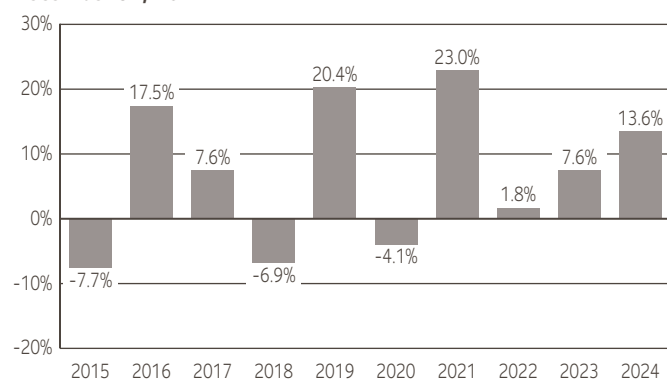
**Series D Securities – Annual return for the period ended December 31, 2024**



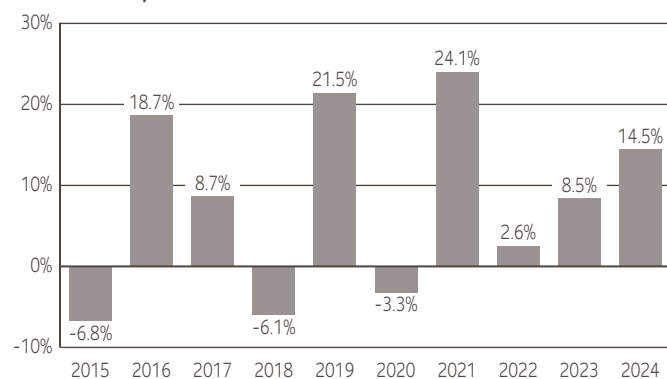
**Series O Securities – Annual return for the period ended December 31, 2024**



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



**Series I 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, I and O securities of the Fund with the following benchmark and broad-based index, if applicable:

The benchmark (the "Benchmark") is composed of:  
 30.0% MSCI ACWI High Dividend Yield Index C\$  
 10.0% S&P/TSX Capped Composite Index  
 15.0% FTSE EPRA/NAREIT Developed Index C\$  
 17.5% FTSE Canada All Corporate Bond Index  
 17.5% Bloomberg U.S. High Yield 2% Issuer Capped Index C\$  
 10.0% JPMorgan EMBI Global Diversified Index C\$

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

The following are the broad-based index or indices:  
 Broad-based index 1 - MSCI World Index C\$  
 Broad-based index 2 - Bloomberg Barclays Global Aggregate Bond Index C\$



# Sun Life MFS Diversified Income 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 <sup>(*)</sup>
Series A	12.3%	6.3%	6.7%	5.5%	-
Benchmark	14.8%	4.8%	5.3%	6.6%	-
Broad-based index 1	29.4%	11.0%	13.5%	12.4%	-
Broad-based index 2	7.2%	(0.3)%	0.1%	2.3%	-
Series D	12.7%	6.7%	7.2%	6.0%	-
Benchmark	14.8%	4.8%	5.3%	6.6%	-
Broad-based index 1	29.4%	11.0%	13.5%	12.4%	-
Broad-based index 2	7.2%	(0.3)%	0.1%	2.3%	-
Series F	13.6%	7.5%	8.0%	6.7%	-
Benchmark	14.8%	4.8%	5.3%	6.6%	-
Broad-based index 1	29.4%	11.0%	13.5%	12.4%	-
Broad-based index 2	7.2%	(0.3)%	0.1%	2.3%	-
Series I	14.5%	8.4%	8.9%	7.7%	-
Benchmark	14.8%	4.8%	5.3%	6.6%	-
Broad-based index 1	29.4%	11.0%	13.5%	12.4%	-
Broad-based index 2	7.2%	(0.3)%	0.1%	2.3%	-
Series O	14.4%	8.3%	8.8%	7.6%	-
Benchmark	14.8%	4.8%	5.3%	6.6%	-
Broad-based index 1	29.4%	11.0%	13.5%	12.4%	-
Broad-based index 2	7.2%	(0.3)%	0.1%	2.3%	-

<sup>(\*)</sup> The performance since inceptions are not provided for series that have been in existence for more than 10 years.

## INDEX DESCRIPTION(S)

The MSCI ACWI High Dividend Yield Index C\$ is based on MSCI ACWI, its parent index, and includes large and mid cap stocks across 23 Developed Markets (DM) and 24 Emerging Markets (EM) countries. The index is designed to reflect the performance of equities in the parent index (excluding REITs) with higher dividend income and quality characteristics than average dividend yields that are both sustainable and persistent.

The S&P/TSX Capped Composite Index imposes capped weights of 10% on all of the constituents included in the S&P/TSX Composite Index. The S&P/TSX Composite Index 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 FTSE EPRA/NAREIT Developed Index C\$ is designed to track the performance of listed real estate companies and REITs worldwide.

The FTSE Canada All Corporate Bond Index is a market capitalization-weighted index representing the performance of Canadian large, mid and small cap stock in Canada and denominated in Canadian dollars.

The Bloomberg U.S. High Yield 2% Issuer Capped Index C\$ is a rules-based, market-value-weighted (provided the total allocation to an individual issuer does not exceed 2%) index engineered to measure publicly issued non-investment grade USD fixed-rate, taxable and corporate bonds. To be included in the index, a security must have a minimum par amount of \$250 million and have a minimum maturity of 1 year at rebalancing. Emerging market debt is excluded.

The JPMorgan EMBI Global Diversified Index C\$ is a uniquely weighted, total-return index tracking US Dollar emerging market fixed and floating-rate debt instruments issued by sovereign and quasi-sovereign entities. The diversified index limits the exposure of some of the larger countries.

## Summary of Investment Portfolio<sup>\*</sup>

as at December 31, 2024

## Top 25 Investments

Holding Name	Percentage of Net Asset Value of the Fund (%)
1 Cash and Cash Equivalents	3.4
2 Manulife Financial Corp.	1.1
3 Prologis Inc.	0.9
4 Abbvie Inc.	0.9
5 Colgate-Palmolive Co.	0.8
6 KDDI Corp.	0.8
7 Kimberly-Clark Corp.	0.8
8 Roche Holding AG	0.8
9 General Mills Inc.	0.7
10 Equinix Inc.	0.7
11 The Bank of Nova Scotia, 2.95%, Mar 08, 2027	0.7
12 DBS Group Holdings Ltd.	0.7
13 Royal Bank of Canada	0.6
14 Hydro One Inc., 2.23%, Sep 17, 2031	0.6
15 Suncor Energy Inc.	0.6
16 Tesco PLC	0.6
17 Canadian Government Bond, 2.75%, Dec 01, 2055	0.6
18 Phillips 66	0.6
19 Edison International	0.6
20 Hon Hai Precision Industry Co., Ltd.	0.6
21 China Construction Bank Corp.	0.6
22 Enbridge Inc., 3.10%, Sep 21, 2033	0.6
23 Cie Generale des Etablissements Michelin SCA	0.5
24 Cie de Saint-Gobain SA	0.5
25 Pembina Pipeline Corp., 4.67%, May 28, 2050	0.5
	<b>19.8</b>
<b>Total Net Asset Value (000s)</b>	<b>\$ 328,495</b>

# Sun Life MFS Diversified Income Fund

## Sector Allocation

	Percentage of Net Asset Value of the Fund (%)
Canadian Corporate Bond	22.5
U.S. Corporate Bond	11.9
Real Estate	11.8
Financials	8.3
International Corporate Bond	6.9
Consumer Staples	5.4
International Government Bond	4.8
Energy	4.1
Health Care	3.9
Cash and Cash Equivalents	3.4
Industrials	3.0
Consumer Discretionary	2.8
Materials	2.5
Information Technology	2.4
Communication Services	2.2
Utilities	1.9
Canadian Federal Government Bond	0.9
Other Assets less Liabilities	0.8
U.S. Government Bond	0.4
Derivatives - Long	0.1
Derivatives - Short	-
	<b>100.0</b>

## Asset Allocation

	Percentage of Net Asset Value of the Fund (%)
Canadian Fixed Income	23.4
U.S. Equities	21.5
International Equities	16.7
U.S. Fixed Income	12.3
International Fixed Income	11.7
Canadian Equities	10.1
Cash and Cash Equivalents	3.4
Other Assets less Liabilities	0.8
Derivatives - Long	0.1
Derivatives - Short	-
	<b>100.0</b>

(\*) 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](http://www.sunlifeglobalinvestments.com) or by sending an email to us at [info@sunlifeglobalinvestments.com](mailto: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 Diversified Income Fund

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SLGI Asset Management Inc. is the investment manager of the Sun Life Mutual Funds, Sun Life Granite Managed Solutions and Sun Life Private Investment Pools.

