
SLGI ASSET MANAGEMENT INC.

ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE

for the period ended December 31, 2021

Sun Life MFS International Value Fund



Sun Life MFS International Value 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.sedar.com.

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 fundamental investment objectives of the Sun Life MFS International Value Fund (the "Fund") are to seek capital appreciation by investing primarily in equity securities of issuers outside of Canada and the U. S. that are considered to be undervalued compared to their perceived worth.

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"). MFS uses a bottom-up investment approach in selecting investments primarily based on fundamental analysis of issuers and their potential in light of their current financial condition and industry position, as well as market, economic, political and regulatory conditions. MFS also considers factors such as earnings, cash flows, competitive position and management ability of issuers. The Fund may also invest in emerging markets.

Risk

The risk-rating for the Fund has changed from "medium" to "low to medium" effective as of July 14, 2021. This change is the result of a review that was conducted as part of the Manager's ongoing fund review process. The investment objectives and strategies of the Fund remain unchanged. 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 \$2.5 billion to \$3.0 billion due to positive net sales, as well as positive performance.

During the period, the Fund returned 7.2% for Series A securities, this result lagged the Fund's benchmark, MSCI EAFE Index C\$, which returned 10.3%. Please refer to the 'Past Performance' section of this report for performance of each series.

In general, global market sentiment was positive early in the reporting period driven by optimism on coronavirus ("COVID-19") vaccination progress. The continued high level of financial aid from global governments helped with the momentum. However, the financial market turned volatile in the second half of the year. Investors worried about slowing global growth due to rising cases of new COVID-19 variants. The potential higher-than-expected inflation was another major concern. The U.S. Federal Reserve also began to phase out its bond-purchasing program, which weighed on the stock market.

Stock selection in Consumer Staples, Health Care, and Information Technology detracted from performance. An overweight position in Henkel AG & Co., KGaA, a chemical products company, hurt performance. The company suffered from weak sales in its beauty care segment which weighed on growth. Higher raw material costs also hurt its share price. An overweight position in Kobayashi Pharmaceutical Co Ltd. detracted from performance due to disappointing sales. An underweight position in ASML Holding NV hurt performance. The company provides unique semiconductor manufacturing equipment. The equipment is critical to the manufacturing of semiconductor chips. The company saw a strong increase in share price in 2021 due to global chip shortage. The shortage highlighted the indispensable nature of the equipment.

Stock selection in Consumer Discretionary, Industrials, and Materials contributed to performance. An overweight position in Compagnie Financiere Richemont SA, a luxury good company boosted return. After plunging due to the COVID-19 pandemic, the personal luxury goods market returned to pre-pandemic growth in 2021. An overweight position in Schneider Electric SE contributed to performance. The stock price advanced as the company reported better-than-expected organic sales growth driven by strong performance in its energy management segment. An overweight position in Givaudan SA helped performance. The share price rose driven by demand for flavours for foods and drinks consumed at home during the pandemic.

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Recent Developments

Global equity markets went up after the arrival of COVID-19 vaccines in 2021. Billions of dollars of stimulus spending by governments worldwide also helped fuel the stock markets. Central banks around the world lowered or kept their benchmark interest rates low to aid the economic recovery. However, reasons for caution have not gone away. The market turned volatile during the second half of the year. Investors shifted their attention to challenges facing COVID-19. The concerns included the Delta and Omicron variants of COVID-19. The rising cases weighed on the stock markets. The Manager cautioned a slowdown in global growth pending the COVID-19 variant infection rates. Supply chain disruption, rising inflation and the expected tapering of bond purchases in 2022 were also top concerns.

The sub-advisor relies on in-depth research, investment horizon, and risk management to manage the Fund. They integrate Environmental, Social and Governance (ESG) factors, spanning ESG risks and opportunities, into the overall investment process for the Fund. They strive to consider proxy voting policies and actively engage with companies on ESG-oriented issues.

Effective July 14, 2021, the Fund updated its investment strategies to include ESG factors. The Manager believes ESG factors can influence an investment's performance.

Effective July 14, 2021, the Fund's risk rating was lowered from "Medium" to "Low to Medium".

The Manager stopped offering the deferred sales charge ("DSC") and low load sales charge ("LL") purchase options on securities of the Fund. This change took place after the close of business on or about November 26, 2021. After November 26, 2021, all DSC and LL purchase options are closed to purchases, including purchases made through systematic plans such as pre-authorized chequing plans. Securities purchased under the DSC and LL purchase options on or prior to November 26, 2021 may continue to be held in investor accounts. Switching securities between Funds held under the DSC or LL purchase option will continue to be permitted. The Manager is implementing these changes in anticipation of regulatory changes mandated by the Canadian securities regulatory authorities ending the sale of DSC and LL purchase options across all Canadian jurisdictions that takes effect on June 1, 2022. For any impacted systematic plans that invested into DSC or LL purchase options, new instructions were provided on or before November 26, 2021. Without new instructions, these systematic plans would be terminated after November 26, 2021. Effective on or before March 31, 2022, the Manager will no longer pay trailing commissions to dealers that do not make suitability determinations (the "Impacted Dealers"), such as Order Execution Only dealers. The Manager is implementing this change in anticipation of the regulatory requirement mandated by the Canadian securities regulatory authorities to end the payment of trailing commissions to Impacted Dealers that takes effect on June 1, 2022. Effective on or before March 31, 2022, accounts at Impacted Dealers will only be permitted to purchase or hold securities of Series F, Series F5, Series FT5, Series F8, Series FT8, Series FH, Series IS, Series O and Series OH securities of the fund.

On 24 February 2022, Russia launched a large-scale military invasion of Ukraine. Russian markets were subsequently suspended. Various international sanctions have been levied against Russia. The broader impact to the region and around the world is still unfolding. The Manager cautions that the current global uncertainty with respect to this military invasion and its effect on the broader global economy may have a significant impact to the volatility of financial markets. While the precise impacts remain unknown, continued military conflict may have a material adverse effect on global economic activity. This could disrupt global supply chains, operations, and mobility of people. This also could affect interest rates, credit ratings, credit risk, inflation, business, financial conditions, results of operations and other factors relevant to Fund performance.

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.

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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, 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.

This 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 this fund.

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

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

Sun Life Financial Inc. has an indirect majority ownership interest in MFS IMC and MFS.

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 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 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 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.

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, 2021.

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

Sun Life MFS International Value Fund - Series A

	2021 (\$)	2020 (\$)	2019 (\$)	2018 (\$)	2017 (\$)
Net asset value, beginning of period	26.86	23.29	20.00	21.14	18.22
Increase (decrease) from operations:					
Total revenue	0.41	0.42	0.45	0.46	0.44
Total expenses	(0.75)	(0.68)	(0.69)	(0.71)	(0.72)
Realized gains (losses) for the period	0.68	0.85	1.31	0.95	0.78
Unrealized gains (losses) for the period	1.69	3.07	2.33	(1.53)	2.42
Total increase (decrease) from operations⁽²⁾	2.03	3.66	3.40	(0.83)	2.92
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	-	-	-	(0.03)	-
From capital gains	-	-	(0.16)	(0.38)	(0.07)
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	-	-	(0.16)	(0.41)	(0.07)
Net asset value, end of period	28.79	26.86	23.29	20.00	21.14

Sun Life MFS International Value Fund

Sun Life MFS International Value Fund - Series T5

	2021 (\$)	2020 (\$)	2019 (\$)	2018 (\$)	2017 (\$)
Net asset value, beginning of period	26.67	24.30	21.79	24.08	21.67
Increase (decrease) from operations:					
Total revenue	0.40	0.43	0.47	0.50	0.51
Total expenses	(0.73)	(0.69)	(0.74)	(0.79)	(0.84)
Realized gains (losses) for the period	0.65	0.86	1.38	1.07	0.91
Unrealized gains (losses) for the period	1.59	2.99	2.45	(1.79)	2.58
Total increase (decrease) from operations⁽²⁾	1.91	3.59	3.56	(1.01)	3.16
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	(0.01)	(0.01)	(0.79)	(0.93)	-
From capital gains	-	-	(0.16)	(0.42)	-
Return of capital	(1.32)	(1.21)	(0.21)	(0.17)	(1.08)
Total annual distributions⁽³⁾	(1.33)	(1.22)	(1.16)	(1.52)	(1.08)
Net asset value, end of period	27.17	26.67	24.30	21.79	24.08

Sun Life MFS International Value Fund - Series T8

	2021 (\$)	2020 (\$)	2019 (\$)	2018 (\$)	2017 (\$)
Net asset value, beginning of period	20.48	19.25	17.72	20.15	18.67
Increase (decrease) from operations:					
Total revenue	0.30	0.33	0.40	0.44	0.40
Total expenses	(0.56)	(0.54)	(0.60)	(0.65)	(0.71)
Realized gains (losses) for the period	0.51	0.67	1.17	0.87	0.81
Unrealized gains (losses) for the period	1.11	2.43	2.05	(1.20)	2.60
Total increase (decrease) from operations⁽²⁾	1.36	2.89	3.02	(0.54)	3.10
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	(0.01)	(0.01)	(1.02)	(1.24)	-
From capital gains	-	-	(0.13)	(0.34)	-
Return of capital	(1.63)	(1.53)	(0.28)	(0.23)	(1.49)
Total annual distributions⁽³⁾	(1.64)	(1.54)	(1.43)	(1.81)	(1.49)
Net asset value, end of period	20.20	20.48	19.25	17.72	20.15

Sun Life MFS International Value Fund - Series F

	2021 (\$)	2020 (\$)	2019 (\$)	2018 (\$)	2017 (\$)
Net asset value, beginning of period	28.67	24.60	20.98	22.07	18.95
Increase (decrease) from operations:					
Total revenue	0.44	0.43	0.46	0.48	0.45
Total expenses	(0.46)	(0.41)	(0.38)	(0.39)	(0.41)
Realized gains (losses) for the period	0.73	0.90	1.36	0.99	0.85
Unrealized gains (losses) for the period	1.86	3.41	2.38	(1.73)	2.26
Total increase (decrease) from operations⁽²⁾	2.57	4.33	3.82	(0.65)	3.15
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	-	(0.04)	(0.11)	(0.20)	(0.16)
From capital gains	-	-	(0.16)	(0.40)	(0.07)
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	-	(0.04)	(0.27)	(0.60)	(0.23)
Net asset value, end of period	31.09	28.67	24.60	20.98	22.07

Sun Life MFS International Value Fund - Series F5

	2021 (\$)	2020 (\$)	2019 (\$)	2018 (\$)
Net asset value, beginning of period	17.76	15.98	14.15	15.00
Increase (decrease) from operations:				
Total revenue	0.26	0.29	0.23	0.24
Total expenses	(0.27)	(0.25)	(0.25)	(0.23)
Realized gains (losses) for the period	0.51	0.56	0.74	0.70
Unrealized gains (losses) for the period	(0.05)	1.93	1.64	(1.56)
Total increase (decrease) from operations⁽²⁾	0.45	2.53	2.36	(0.85)
Distributions:				
From income (excluding dividends)	-	-	-	-
From dividends	(0.01)	(0.01)	(0.51)	(0.63)
From capital gains	-	-	(0.11)	(0.27)
Return of capital	(0.88)	(0.79)	(0.14)	-
Total annual distributions⁽³⁾	(0.89)	(0.80)	(0.76)	(0.90)
Net asset value, end of period	18.33	17.76	15.98	14.15

Sun Life MFS International Value Fund - Series F8

	2021 (\$)	2020 (\$)	2019 (\$)	2018 (\$)
Net asset value, beginning of period	16.37	15.19	13.80	15.00
Increase (decrease) from operations:				
Total revenue	0.23	0.26	0.31	0.36
Total expenses	(0.25)	(0.25)	(0.23)	(0.23)
Realized gains (losses) for the period	0.37	0.53	0.91	0.81
Unrealized gains (losses) for the period	1.30	2.17	1.61	(0.87)
Total increase (decrease) from operations⁽²⁾	1.65	2.71	2.60	0.07
Distributions:				
From income (excluding dividends)	-	-	-	-
From dividends	(0.01)	(0.01)	(0.79)	(1.00)
From capital gains	-	-	(0.10)	(0.26)
Return of capital	(1.30)	(1.21)	(0.22)	-
Total annual distributions⁽³⁾	(1.31)	(1.22)	(1.11)	(1.26)
Net asset value, end of period	16.35	16.37	15.19	13.80

Sun Life MFS International Value Fund - Series I

	2021 (\$)	2020 (\$)	2019 (\$)	2018 (\$)	2017 (\$)
Net asset value, beginning of period	30.89	26.33	22.34	23.38	20.00
Increase (decrease) from operations:					
Total revenue	0.47	0.47	0.50	0.55	0.50
Total expenses	(0.12)	(0.10)	(0.01)	(0.01)	(0.01)
Realized gains (losses) for the period	0.78	0.95	1.54	1.05	0.85
Unrealized gains (losses) for the period	1.71	2.69	2.95	(1.53)	2.43
Total increase (decrease) from operations⁽²⁾	2.84	4.01	4.98	0.06	3.77
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	(0.07)	(0.22)	(0.31)	(0.39)	(0.39)
From capital gains	-	-	(0.18)	(0.43)	(0.08)
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	(0.07)	(0.22)	(0.49)	(0.82)	(0.47)
Net asset value, end of period	33.83	30.89	26.33	22.34	23.38

Sun Life MFS International Value Fund

Sun Life MFS International Value Fund - Series O

	2021	2020	2019	2018	2017
	(\$)	(\$)	(\$)	(\$)	(\$)
Net asset value, beginning of period	18.99	16.20	13.75	14.41	12.33
Increase (decrease) from operations:					
Total revenue	0.30	0.30	0.32	0.32	0.31
Total expenses	(0.10)	(0.09)	(0.03)	(0.03)	(0.04)
Realized gains (losses) for the period	0.48	0.59	0.92	0.64	0.53
Unrealized gains (losses) for the period	1.18	2.14	1.53	(1.06)	1.55
Total increase (decrease) from operations⁽²⁾	1.86	2.94	2.74	(0.13)	2.35
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	(0.04)	(0.12)	(0.17)	(0.24)	(0.21)
From capital gains	-	-	(0.11)	(0.27)	(0.05)
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	(0.04)	(0.12)	(0.28)	(0.51)	(0.26)
Net asset value, end of period	20.78	18.99	16.20	13.75	14.41

⁽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 International Value Fund - Series A

	2021	2020	2019	2018	2017
Total net asset value (\$000s) ⁽¹⁾	712,397	577,691	409,906	311,520	254,844
Number of securities outstanding (000s) ⁽¹⁾	24,743	21,510	17,602	15,573	12,055
Management expense ratio (%)	2.40	2.44	2.45	2.45	2.46
Management expense ratio before waivers or absorption (%) ⁽²⁾	2.40	2.44	2.45	2.45	2.46
Trading expense ratio (%) ⁽³⁾	0.03	0.06	0.08	0.06	0.08
Portfolio turnover rate (%) ⁽⁴⁾	14.41	24.97	37.69	29.68	23.01
Net asset value per security (\$) ⁽¹⁾	28.79	26.86	23.29	20.00	21.14

Sun Life MFS International Value Fund - Series T5

	2021	2020	2019	2018	2017
Total net asset value (\$000s) ⁽¹⁾	9,724	8,625	7,523	5,551	3,967
Number of securities outstanding (000s) ⁽¹⁾	358	323	310	255	165
Management expense ratio (%)	2.42	2.47	2.47	2.45	2.47
Management expense ratio before waivers or absorption (%) ⁽²⁾	2.42	2.47	2.47	2.45	2.47
Trading expense ratio (%) ⁽³⁾	0.03	0.06	0.08	0.06	0.08
Portfolio turnover rate (%) ⁽⁴⁾	14.41	24.97	37.69	29.68	23.01
Net asset value per security (\$) ⁽¹⁾	27.17	26.67	24.30	21.79	24.08

Sun Life MFS International Value Fund - Series T8

	2021	2020	2019	2018	2017
Total net asset value (\$000s) ⁽¹⁾	3,446	3,164	2,741	2,158	2,124
Number of securities outstanding (000s) ⁽¹⁾	171	155	142	122	105
Management expense ratio (%)	2.45	2.47	2.48	2.43	2.47
Management expense ratio before waivers or absorption (%) ⁽²⁾	2.45	2.47	2.48	2.43	2.47
Trading expense ratio (%) ⁽³⁾	0.03	0.06	0.08	0.06	0.08
Portfolio turnover rate (%) ⁽⁴⁾	14.41	24.97	37.69	29.68	23.01
Net asset value per security (\$) ⁽¹⁾	20.20	20.48	19.25	17.72	20.15

Sun Life MFS International Value Fund - Series F

	2021	2020	2019	2018	2017
Total net asset value (\$000s) ⁽¹⁾	1,327,082	1,004,299	610,227	385,751	286,885
Number of securities outstanding (000s) ⁽¹⁾	42,685	35,036	24,805	18,390	13,001
Management expense ratio (%)	1.23	1.27	1.28	1.28	1.34
Management expense ratio before waivers or absorption (%) ⁽²⁾	1.23	1.27	1.28	1.28	1.34
Trading expense ratio (%) ⁽³⁾	0.03	0.06	0.08	0.06	0.08
Portfolio turnover rate (%) ⁽⁴⁾	14.41	24.97	37.69	29.68	23.01
Net asset value per security (\$) ⁽¹⁾	31.09	28.67	24.60	20.98	22.07

Sun Life MFS International Value Fund - Series F5

	2021	2020	2019	2018
Total net asset value (\$000s) ⁽¹⁾	6,803	12,371	11,743	1,367
Number of securities outstanding (000s) ⁽¹⁾	371	696	735	97
Management expense ratio (%)	1.16	1.22	1.26	1.28
Management expense ratio before waivers or absorption (%) ⁽²⁾	1.16	1.22	1.26	1.28
Trading expense ratio (%) ⁽³⁾	0.03	0.06	0.08	0.06
Portfolio turnover rate (%) ⁽⁴⁾	14.41	24.97	37.69	29.68
Net asset value per security (\$) ⁽¹⁾	18.33	17.76	15.98	14.15

Sun Life MFS International Value Fund - Series F8

	2021	2020	2019	2018
Total net asset value (\$000s) ⁽¹⁾	4,404	1,650	719	179
Number of securities outstanding (000s) ⁽¹⁾	269	101	47	13
Management expense ratio (%)	1.23	1.28	1.22	1.27
Management expense ratio before waivers or absorption (%) ⁽²⁾	1.23	1.28	1.22	1.27
Trading expense ratio (%) ⁽³⁾	0.03	0.06	0.08	0.06
Portfolio turnover rate (%) ⁽⁴⁾	14.41	24.97	37.69	29.68
Net asset value per security (\$) ⁽¹⁾	16.35	16.37	15.19	13.80

Sun Life MFS International Value Fund - Series I

	2021	2020	2019	2018	2017
Total net asset value (\$000s) ⁽¹⁾	951,573	891,169	879,695	757,533	912,822
Number of securities outstanding (000s) ⁽¹⁾	28,127	28,853	33,410	33,908	39,041
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⁾	0.03	0.06	0.08	0.06	0.08
Portfolio turnover rate (%) ⁽⁴⁾	14.41	24.97	37.69	29.68	23.01
Net asset value per security (\$) ⁽¹⁾	33.83	30.89	26.33	22.34	23.38

Sun Life MFS International Value Fund

Sun Life MFS International Value Fund - Series O

	2021	2020	2019	2018	2017
Total net asset value (\$000s) ⁽¹⁾	21,510	19,269	15,260	14,014	14,714
Number of securities outstanding (000s) ⁽¹⁾	1,035	1,014	942	1,019	1,021
Management expense ratio (%)	0.17	0.17	0.17	0.17	0.22
Management expense ratio before waivers or absorption (%) ⁽²⁾	0.17	0.17	0.17	0.17	0.22
Trading expense ratio (%) ⁽³⁾	0.03	0.06	0.08	0.06	0.08
Portfolio turnover rate (%) ⁽⁴⁾	14.41	24.97	37.69	29.68	23.01
Net asset value per security (\$) ⁽¹⁾	20.78	18.99	16.20	13.75	14.41

⁽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	1.95	46	54
Series T5 Securities	1.95	39	61
Series T8 Securities	1.95	45	55
Series F Securities	0.95	-	100
Series F5 Securities	0.95	-	100
Series F8 Securities	0.95	-	100
Series I Securities ^(†)	-	-	100
Series O Securities ^(†)	0.95	-	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.

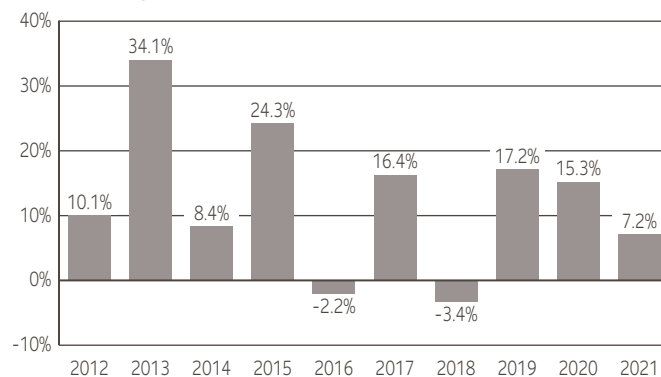
Past Performance

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.

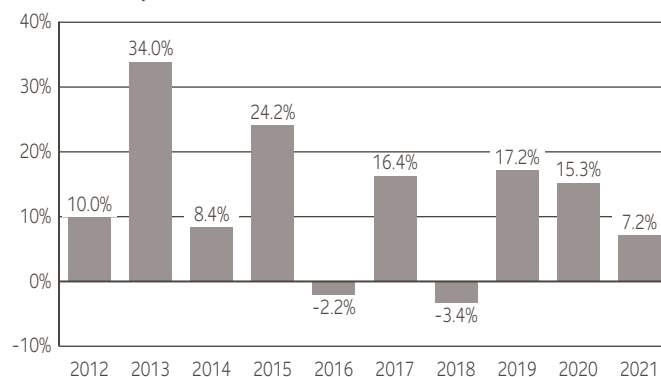
Year-by-Year Returns

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.

Series A Securities – Annual return for the period ended December 31, 2021

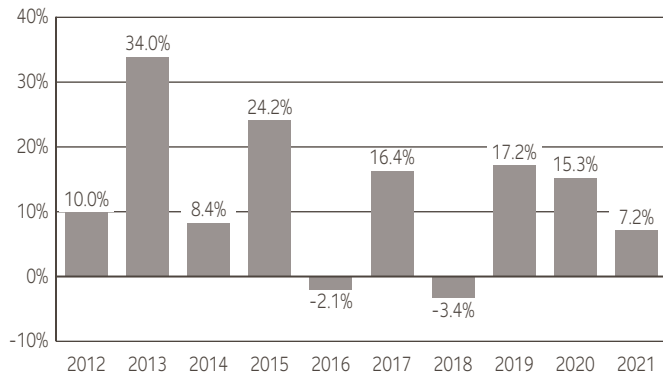


Series T5 Securities – Annual return for the period ended December 31, 2021

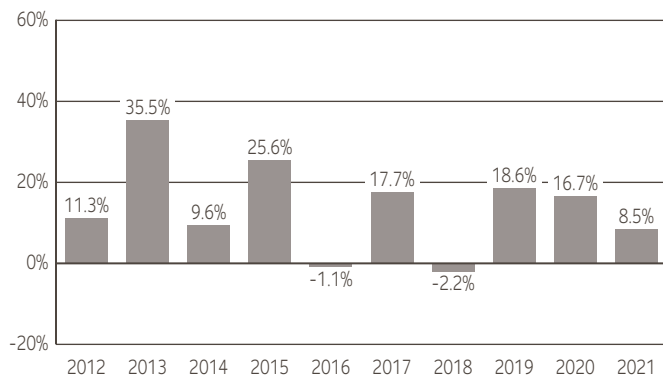


Sun Life MFS International Value Fund

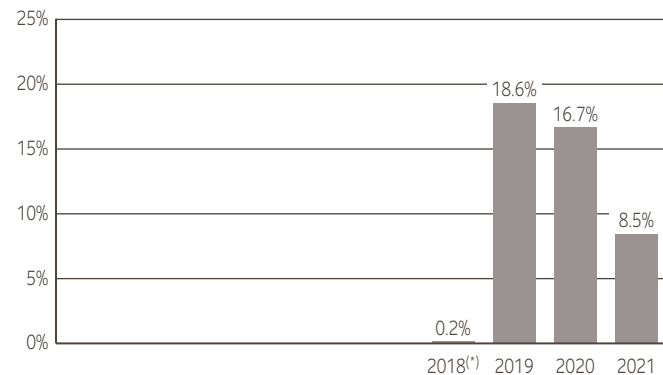
Series T8 Securities – Annual return for the period ended December 31, 2021



Series F Securities – Annual return for the period ended December 31, 2021

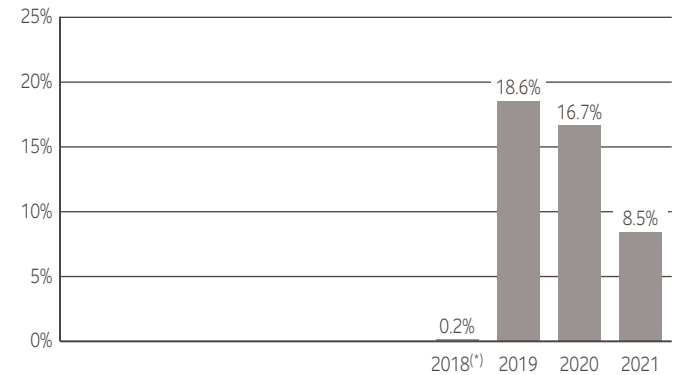


Series F5 Securities – Annual return for the period ended December 31, 2021



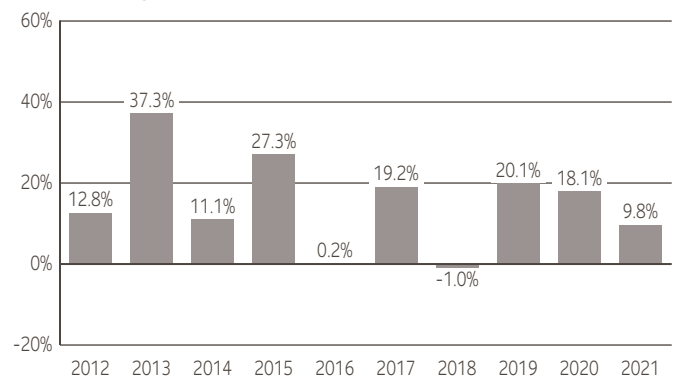
^(*) for the period of February 9, 2018 to December 31, 2018.

Series F8 Securities – Annual return for the period ended December 31, 2021

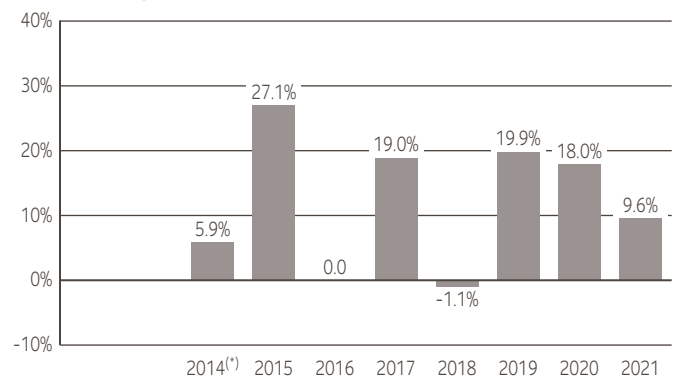


^(*) for the period of February 9, 2018 to December 31, 2018.

Series I Securities – Annual return for the period ended December 31, 2021



Series O Securities – Annual return for the period ended December 31, 2021



^(*) 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, F, F5, F8, I, O, T5 and T8 securities of the Fund with the following benchmark and broad-based index, if applicable:

The benchmark (the "Benchmark") is composed of:
MSCI EAFE Index C\$

Sun Life MFS International Value Fund

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

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 ⁽¹⁾⁽²⁾⁽³⁾⁽⁴⁾⁽⁵⁾⁽⁶⁾ (7)(8)
Series A	7.2%	13.2%	10.3%	12.2%	11.0%
Benchmark	10.3%	10.6%	8.2%	10.4%	8.5%
Series T5	7.2%	13.1%	10.2%	12.2%	11.9%
Series T8	7.2%	13.1%	10.2%	12.2%	11.9%
Benchmark	10.3%	10.6%	8.2%	10.4%	9.7%
Series F	8.5%	14.5%	11.5%	13.5%	12.3%
Benchmark	10.3%	10.6%	8.2%	10.4%	8.5%
Series F5	8.5%	14.5%	N/A	N/A	11.1%
Series F8	8.5%	14.5%	N/A	N/A	11.0%
Benchmark	10.3%	10.6%	8.2%	10.4%	6.6%
Series I	9.8%	15.9%	12.9%	15.0%	13.7%
Benchmark	10.3%	10.6%	8.2%	10.4%	8.5%
Series O	9.6%	15.7%	12.8%	N/A	12.3%
Benchmark	10.3%	10.6%	8.2%	10.4%	7.2%

⁽¹⁾ The performance start date for Series A securities was October 1, 2010.

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

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

⁽⁴⁾ The performance start date for Series F securities was October 1, 2010.

⁽⁵⁾ The performance start date for Series I securities was October 1, 2010.

⁽⁶⁾ The performance start date for Series F5 securities was February 9, 2018.

⁽⁷⁾ The performance start date for Series F8 securities was February 9, 2018.

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

INDEX DESCRIPTION(S)

The MSCI EAFE Index is a free float-adjusted market capitalization weighted index that is designed to measure equity market performance in 21 developed market countries within Europe, Australia and the Far East.

Summary of Investment Portfolio *

as at December 31, 2021

Top 25 Investments

Holding Name	Percentage of Net Asset Value of the Fund (%)
1 Nestle SA	5.4
2 Schneider Electric SE	4.2
3 Givaudan SA	3.9
4 Taiwan Semiconductor Manufacturing Co., Ltd., ADR	3.7
5 L'Oreal SA	3.1
6 Pernod Ricard SA	3.1
7 Cadence Design Systems Inc.	3.0
8 Diageo PLC	2.8
9 Legrand SA	2.6
10 Samsung Electronics Co., Ltd.	2.1
11 Reckitt Benckiser Group PLC	2.0
12 Novozymes A/S	1.8
13 Spirax-Sarco Engineering PLC	1.8
14 SGS SA	1.7
15 Henkel AG & Co., KGaA, Preferred	1.7
16 Experian PLC	1.6
17 Shimadzu Corp.	1.5
18 Hirose Electric Co., Ltd.	1.5
19 IMI PLC	1.4
20 Kao Corp.	1.4
21 Symrise AG	1.3
22 ANSYS Inc.	1.3
23 SMC Corp.	1.3
24 Halma PLC	1.3
25 Dassault Systèmes SE	1.2
	56.7
Total Net Asset Value (000s)	\$ 3,036,939

Sector Allocation

	Percentage of Net Asset Value of the Fund (%)
Consumer Staples	26.2
Information Technology	24.3
Industrials	23.1
Materials	10.9
Consumer Discretionary	4.7
Cash and Cash Equivalents	2.2
Health Care	3.6
Financials	3.0
Real Estate	1.9
Other Assets less Liabilities	0.1
	100.0

Sun Life MFS International Value Fund

Geographic Allocation

	Percentage of Net Asset Value of the Fund (%)
Japan	18.1
Switzerland	17.4
France	17.3
Other	13.8
United Kingdom	11.6
Germany	8.7
United States	7.1
Taiwan	3.7
Cash and Cash Equivalents	2.2
Other Assets less Liabilities	0.1
	100.0

(*) All information is as at December 31, 2021. 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 International Value 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.



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