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March 25, 2019

VIA SEDAR

Re: Management Report of Fund Performance (“MRFP”) for the financial year ended September 30, 2018 for Sun Life Excel China Fund (formerly Excel China Fund) (the “Fund”)

On behalf of Sun Life Global Investments (Canada) Inc. (the “Manager”), the manager of the Fund, we are filing the attached revised MRFP to replace the original MRFP of the Fund issued for the financial year ended September 30, 2018. The revisions update the “Year-by-Year Returns” bar charts, which contained errors for the year 2018. The correct bar charts are reflected in the attached revised MRFP.

The Manager confirms that there are no other changes to the MRFP of the Fund.

Yours very truly,

BORDEN LADNER GERVAIS LLP

(signed) “Borden Ladner Gervais LLP”

SUN LIFE EXCEL CHINA FUND

(formerly EXCEL CHINA FUND)

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

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

MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objectives and Strategies

The fundamental objective of the Sun Life Excel China Fund (the "Fund") is to seek long-term superior growth of capital by investing in equity securities of companies located in China, Hong Kong, Taiwan and other Far East countries. The Fund may also invest in Canadian equity securities which focus on companies doing business in the China region, debt securities of Canadian issuers, derivatives (futures, options and forward contracts) and cash or cash equivalents.

The Fund's sub-advisor is China Asset Management Company Limited (the "sub-advisor"). The sub-advisor invests a majority of the Fund's assets in equity securities of companies in China, Hong Kong and Taiwan, and, from time to time, other parts of Asia. The Fund may invest in other companies outside this region that are engaged in the economic development and opportunities in China. The sub-advisor also considers factors such as growth factors, risk factors, value factors and market factors to seek to identify what are superior companies to invest in.

Risk

There were no changes in the Fund's investment objective or strategy 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. However, as a result of the implementation of the new Risk Classification Methodology mandated by the Canadian Securities Administrators, the investment risk of the Portfolio changed from *medium* to *high* to *high*, effective March 28, 2018.

Results of Operations

During the period, the net asset value of the Fund decreased from \$47.5 million to \$25.5 million due to net redemptions, as well as negative performance during the period.

During the period, the Fund returned -1.1% for Series A units. This result lagged the Fund's benchmark, the MSCI China Total Return Index C\$, which returned 1.1%. The performance returns for other series of this Fund are similar to those of Series A except for differences in expense structures. Please refer to the 'Past Performance' section of this report for performance of each series.

The Fund's underperformance relative to its benchmark can be primarily attributed to sector allocation, partially offset by security selection. The Fund being overweight in the Consumer Discretionary and Materials sectors and underweight in the Energy, Information Technology, Utilities, and Real Estate sectors also contributed negatively to performance. This was partially offset by an overweight in the Health Care, Consumer Staples and underweight in the Financials, Telecommunication, and Industrials sectors which made positive contributions to performance. Higher cash levels also contributed negatively to the Fund's relative performance. Security selection in the Information Technology, Real Estate, Health Care, Consumer Discretionary, Telecommunication and Utilities sectors contributed positively to performance, but it was somewhat offset by security selection within the Financials, Industrials, Materials, Energy and Consumer Staples sectors.

Recent Developments

During the period, the trade disagreement between China and the United States of America (the "U.S.") escalated. The U.S. have initially proposed a US\$ 50 billion in tariffs but have since ratcheted up and implemented US\$ 250 billion. The trade surplus China has on the U.S. is largely a red herring as a majority of the surplus is derived from the U.S. multinational supply chains. The underlying dispute is in relation to force technology transfer, intellectual property, and innovation leadership.

The 2018 National People's Congress held a vote to amend the Constitution of China and remove the two-term limit on the presidency. This allows President Xi Jinping to continue his pursuit of economic and social reforms. In addition, a charter revision also elevated Xi's contribution on par with Mao Zedong and Deng Xiaoping.

Major index providers have added domestic China equity and bond exposure into their flagship emerging markets indices. This is a sign of growing acceptance of international investors in participating and institutionalizing the domestic China capital market.

The sub-advisor has positioned the Fund to take advantage of the following secular trends: health care, education, and consumption upgrades.

1 Health care - as the population continues to age, healthcare expenditure is expected to grow significantly. Innovative

SUN LIFE EXCEL CHINA FUND

(formerly EXCEL CHINA FUND)

pharmaceutical companies, bio-pharmaceutical companies, and medical device manufacturers are expected to benefit from this trend.

- 2 Education - with the implementation of the two-child policy, the education sector may benefit from a potential increase in birth rate, as the Chinese middle class is very willing to spend on education. The sub-advisor believes education is a defensive sub-sector as pre-school and K12 education can experience strong growth without being impacted by the overall economic cycle.
- 3 Consumption upgrades - as the wealth of Chinese middle class continues to grow, spending power will increase. As a result, consumption patterns are expected to shift from staple goods to discretionary goods, from mass-market goods to premium goods and from basic goods to services to experience-related expenditures. As a result, companies related to e-commerce and international tourism will likely benefit.

Effective January 2, 2018, Sun Life Global Investments (Canada) Inc. ("SLGI") assumed control of Excel Funds Management Inc. and Excel Investment Counsel Inc. (collectively, "Excel") and all existing members of Excel's Independent Review Committee ("Excel IRC") automatically ceased their role. At that time, a new Excel IRC was formed composed of Nancy Church (Chair), Andrew Smith and Pierre-Yves Chatillon. As of July 13, 2018, SLGI was appointed Manager of the Fund. As of that date, the Excel IRC ceased to exist and the Fund came under the purview of the existing SLGI Independent Review Committee, which was comprised of Nancy Church (Chair), Andrew Smith and Pierre-Yves Chatillon. Effective August 20, 2018, Pierre-Yves Chatillon resigned from the SLGI Independent Review Committee and was replaced by Andre Fok Kam. Effective June 18, 2018, the Fund moved to a fixed-rate annual administration fee and was renamed Sun Life Excel China Fund (formerly Excel China Fund). Additionally, effective June 18, 2018, the Fund amended and restated its declaration of trust to adopt the terms and conditions of the declaration of trust for the SLGI mutual funds.

During the period, SLGI implemented the new Risk Classification Methodology for mutual funds recently mandated by the Canadian Securities Administrators. This methodology is used to determine the investment risk level of the Fund. As a result of the implementation, the investment risk of the Fund changed from *medium* to *high* to *high*.

Related Party Transactions

Sun Life Global Investments (Canada) Inc. (the "Manager") is the manager, trustee and portfolio manager of the Fund.

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

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

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

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

Fund Administrative Expenses

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

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

SUN LIFE EXCEL CHINA FUND

(formerly EXCEL CHINA FUND)

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 from the date of inception to September 30, 2018.

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

Sun Life Excel China Fund - Series A

	2018	2017	2016	2015	2014
	(\$)	(\$)	(\$)	(\$)	(\$)
Net asset value, beginning of year	3.92	3.22	2.80	2.54	2.32
Increase (decrease) from operations:					
Total revenue	0.06	0.06	0.06	0.06	0.06
Total expenses	(0.17)	(0.13)	(0.11)	(0.13)	(0.11)
Realized gains (losses) for the year	0.91	0.41	0.17	0.45	0.54
Unrealized gains (losses) for the year	(0.81)	0.33	0.28	(0.02)	(0.23)
Total increase (decrease) from operations⁽²⁾	(0.01)	0.67	0.40	0.36	0.26
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	-	-	-	-	-
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	-	-	-	-	-
Net asset value, end of year	3.87	3.92	3.22	2.80	2.54

Sun Life Excel China Fund - Series F

	2018	2017	2016	2015	2014
	(\$)	(\$)	(\$)	(\$)	(\$)
Net asset value, beginning of year	14.58	11.85	10.16	9.13	8.23
Increase (decrease) from operations:					
Total revenue	0.22	0.24	0.23	0.25	0.20
Total expenses	(0.44)	(0.32)	(0.28)	(0.34)	(0.28)
Realized gains (losses) for the year	3.88	1.41	0.65	1.68	1.92
Unrealized gains (losses) for the year	(3.25)	1.39	1.36	(0.60)	(0.76)
Total increase (decrease) from operations⁽²⁾	0.41	2.72	1.96	0.99	1.08
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	-	-	-	-	-
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	-	-	-	-	-
Net asset value, end of year	14.59	14.58	11.85	10.16	9.13

Sun Life Excel China Fund - Series I

	2018	2017	2016	2015	2014
	(\$)	(\$)	(\$)	(\$)	(\$)
Net asset value, beginning of year	35.03	28.07	23.73	21.05	18.74
Increase (decrease) from operations:					
Total revenue	0.30	0.53	0.45	0.55	0.41
Total expenses	(0.54)	(0.31)	(0.31)	(0.46)	(0.36)
Realized gains (losses) for the year	12.26	3.57	1.54	3.60	4.48
Unrealized gains (losses) for the year	(2.17)	2.94	1.44	(0.90)	(1.63)
Total increase (decrease) from operations⁽²⁾	9.85	6.73	3.12	2.79	2.90
Distributions:					
From income (excluding dividends)	-	-	-	-	-
From dividends	-	-	-	-	-
From capital gains	-	-	-	-	-
Return of capital	-	-	-	-	-
Total annual distributions⁽³⁾	-	-	-	-	-
Net asset value, end of year	35.62	35.03	28.07	23.73	21.05

⁽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 units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period.

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

Ratios and Supplemental Data

Sun Life Excel China Fund - Series A

	2018	2017	2016	2015	2014
Total net asset value (\$) (000's) ⁽¹⁾	23,140	27,369	25,045	25,965	33,329
Number of units outstanding (000's) ⁽¹⁾	5,973	6,985	7,722	9,284	13,114
Management expense ratio (%) ⁽²⁾	3.27	3.62	3.76	3.54	3.51
Management expense ratio before waivers or absorption (%) ⁽²⁾	3.27	3.62	3.76	3.54	3.51
Trading expense ratio (%) ⁽³⁾	0.61	0.49	0.47	0.57	0.68
Portfolio turnover rate (%) ⁽⁴⁾⁽⁵⁾	174.50	123.64	159.94	118.13	133.17
Net asset value per unit (\$) ⁽¹⁾	3.87	3.92	3.22	2.80	2.54

Sun Life Excel China Fund - Series F

	2018	2017	2016	2015	2014
Total net asset value (\$) (000's) ⁽¹⁾	2,381	3,544	1,563	1,175	1,275
Number of units outstanding (000's) ⁽¹⁾	163	243	132	116	140
Management expense ratio (%) ⁽²⁾	2.09	2.48	2.62	2.42	2.39
Management expense ratio before waivers or absorption (%) ⁽²⁾	2.09	2.48	2.62	2.42	2.39
Trading expense ratio (%) ⁽³⁾	0.61	0.49	0.47	0.57	0.68
Portfolio turnover rate (%) ⁽⁴⁾⁽⁵⁾	174.50	123.64	159.94	118.13	133.17
Net asset value per unit (\$) ⁽¹⁾	14.59	14.58	11.85	10.16	9.13

SUN LIFE EXCEL CHINA FUND

(formerly EXCEL CHINA FUND)

Sun Life Excel China Fund - Series I

	2018	2017	2016	2015	2014
Total net asset value (\$) (000's) ⁽¹⁾	8	16,631	15,545	19,984	19,358
Number of units outstanding (000's) ⁽¹⁾	-	475	554	842	920
Management expense ratio (%) ⁽²⁾	0.73	1.02	1.26	1.09	1.07
Management expense ratio before waivers or absorption (%) ⁽²⁾	0.73	1.02	1.26	1.09	1.07
Trading expense ratio (%) ⁽³⁾	0.61	0.49	0.47	0.57	0.68
Portfolio turnover rate (%) ⁽⁴⁾⁽⁵⁾	174.50	123.64	159.94	118.13	133.17
Net asset value per unit (\$) ⁽¹⁾	35.62	35.03	28.07	23.73	21.05

⁽¹⁾ This information is provided as at September 30 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.

⁽⁵⁾ Percentages are annualized.

Management Fees

The annual maximum management fee paid by the Fund is a percentage of the average daily net asset value of each series 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 (%) ⁽¹⁾	General Administration, Investment Advice and Profit (%)
Series A Units	2.50	35	65
Series F Units	1.50	-	100
Series I Units	-	-	100

⁽¹⁾ Includes sales and trailing commissions.

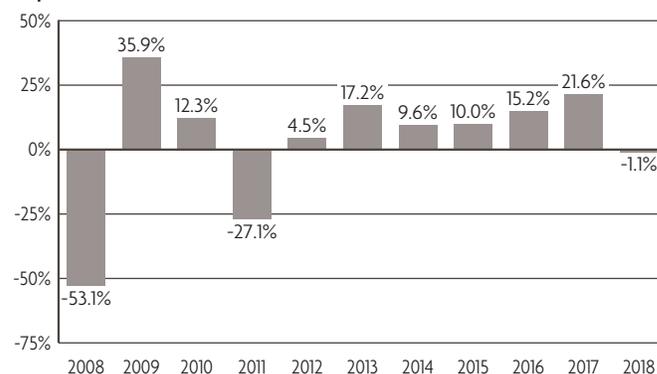
Past Performance

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

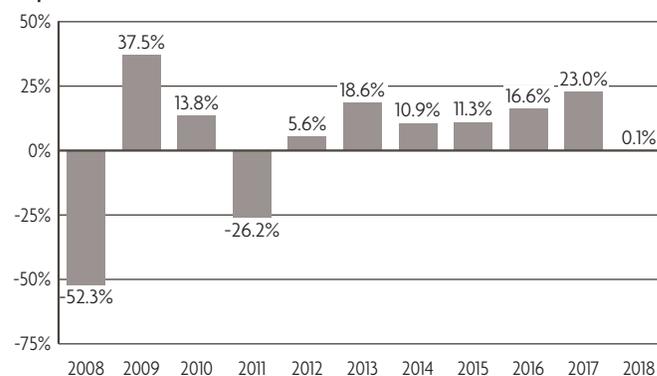
Year-by-Year Returns

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

Series A Units – Annual return for the period ended September 30, 2018



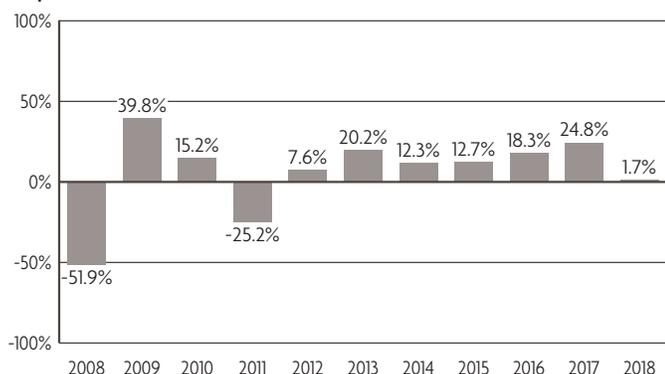
Series F Units – Annual return for the period ended September 30, 2018



SUN LIFE EXCEL CHINA FUND

(formerly EXCEL CHINA FUND)

Series I Units – Annual return for the period ended
September 30, 2018



Annual Compound Returns

The following table compares the historical annual compound total returns of Series A, F, and I units of the Fund with the Fund's broad-based benchmark, the MSCI China Total Return Index.

The MSCI China Total Return Index captures large and mid cap representation across China H shares, B shares, Red chips, P chips and foreign listings (e.g. ADRs). The index covers about 85% of this China equity universe.

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

	1 Year	3 Year	5 Year	10 Year	Performance Start Date ⁽¹⁾⁽²⁾⁽³⁾
SUN LIFE EXCEL CHINA FUND – Series A	-1.1%	11.5%	10.8%	8.6%	-1.0%
MSCI China Index	1.1%	12.3%	12.9%	10.4%	7.1%
SUN LIFE EXCEL CHINA FUND – Series F	0.1%	12.8%	12.1%	9.9%	8.8%
MSCI China Index	1.1%	12.3%	12.9%	10.4%	11.7%
SUN LIFE EXCEL CHINA FUND – Series I	1.7%	14.5%	13.7%	11.5%	10.2%
MSCI China Index	1.1%	12.3%	12.9%	10.4%	11.7%

⁽¹⁾ The performance start date for Series A units was January 28, 2000.

⁽²⁾ The performance start date for Series F units was February 25, 2005.

⁽³⁾ The performance start date for Series I units was December 23, 2004.

Summary of Investment Portfolio*

as at September 30, 2018

Top 25 Investments

Holding Name	Percentage of Net Asset Value of the Fund (%)
1 Tencent Holdings Ltd.	9.4
2 Alibaba Group Holding Ltd.	9.3
3 Cash & Cash Equivalents	8.9
4 China Construction Bank Corp.	5.6
5 Baidu Inc.	4.5
6 China Mobile Ltd.	4.4
7 Ping An Insurance Group Co. of China Ltd.	4.2
8 Industrial & Commercial Bank of China Ltd.	3.7
9 China Yuhua Education Corp., Ltd.	3.4
10 TAL Education Group	3.3
11 New Oriental Education & Technology Group Inc.	3.0
12 New China Life Insurance Co., Ltd.	2.6
13 Visa Inc.	2.5
14 Microsoft Corp.	2.5
15 Agricultural Bank of China Ltd.	2.5
16 CNOOC Ltd.	2.5
17 Travelsky Technology Ltd.	2.2
18 China Resources Beer Holdings Co., Ltd.	2.0
19 CLP Holdings Ltd.	2.0
20 China Petroleum & Chemical Corp.	1.7
21 China Education Group Holdings Ltd.	1.7
22 China Merchants Bank Co., Ltd.	1.3
23 China International Capital Corp., Ltd.	1.3
24 PetroChina Co., Ltd.	1.3
25 China Mengniu Dairy Co., Ltd.	1.2
	87.0

Sector Allocation

	Percentage of Net Asset Value of the Fund %
Information Technology	30.4
Financials	21.7
Consumer Discretionary	12.5
Other Assets (Liabilities)	8.8
Consumer Staples	6.5
Energy	5.5
Telecommunication Services	5.4
Utilities	4.2
Real Estate	1.8
Materials	1.1
Health Care	1.1
Industrials	1.0
	100.0

SUN LIFE EXCEL CHINA FUND

(formerly EXCEL CHINA FUND)

Portfolio Region Allocation

	Percentage of Net Asset Value of the Fund %
China	67.9
Hong Kong	18.3
Other Assets (Liabilities)	8.8
United States	5.0
	100.0

(¹) All information is as at September 30, 2018. The summary of investment portfolio may change due to ongoing portfolio transactions of the Fund. 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 strategy, results of operations, performance and condition. Forward-looking statements include statements that are predictive in nature, or that depend upon or refer to future events or conditions. They are based on current beliefs, expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties and assumptions about the Fund and various economic factors. Many factors could cause the Fund's actual results, performance or achievements to be materially different from any future results, performance or achievements that may be expressed or implied by such forward-looking statements. These factors could include, among other things, general economic, political and market factors, including interest and foreign exchange rates, business competition, technological changes, changes in government regulations or in tax laws. Although the forward-looking statements contained in this report are based upon what management currently believes to be reasonable assumptions, the Manager cannot assure current or prospective investors that actual results, performance or achievements will be consistent with these forward-looking statements. The words "may", "could", "would", "should", "believe", "plan", "anticipate", "expect", "intend", "forecast", "objective", and similar expressions are intended to identify forward-looking statements.