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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 India Balanced Fund (formerly Excel India Balanced 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 INDIA BALANCED FUND

(formerly EXCEL INDIA BALANCED 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 India Balanced Fund (the "Fund") is to provide monthly cash distributions and long-term capital appreciation by obtaining exposure to an actively-managed, diversified portfolio comprised primarily of publicly-listed equity securities and investment grade fixed income securities, in each case, issued by entities located in India.

The Fund will invest in these securities through a "fund-of-fund" arrangement by investing in Growth & Income Class of Excel Funds Mauritius Company Ltd. (the "Balanced Underlying Fund"). The Balanced Underlying Fund is a class of shares of the Company, a multi-class collective investment scheme organized under the laws of Mauritius. Sun Life Global Investments (Canada) Inc. (the "portfolio manager") will invest up to 100% of the Fund's net assets in securities of the Balanced Underlying Fund.

In pursuing its investment objective, the Balanced Underlying Fund targets an allocation of 50% to 75% for Indian Equities and 25% to 50% for Indian Bonds.

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.

Results of Operations

During the period, the net asset value of the Fund decreased from \$76.8 million to \$55.8 million due to net redemptions, as well as negative performance during the period.

During the period, the Fund returned -3.8% for Series A units. This result lagged the Fund's benchmark, 65% MSCI India Index & 35% CRISIL Composite Bond Fund Index, which returned 0.8%. 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.

During the period, the Fund's overweight allocation in the Financials sector in companies such as PNB housing finance, PNB Bank and L&T Finance had a negative impact on Fund performance. Overall, the Financial sector was a laggard to broader market performance due to concerns primarily around liquidity in the non-banking financial companies and also increased volatility in private banks. An underweight position in the Energy sector during the reporting period was a missed opportunity, with the outperformance of this sector being driven by companies like ONGC and Reliance Industries, both of which were large underweights in the Fund. An underweight allocation in Technology, one of the top performing sectors for the period, also detracted from performance. IT services continued to outperform aided by a depreciating Indian Rupee ("INR"). In the fixed income component, a marginal underweight in AAA corporate bonds was an opportunity lost as corporate bond spreads contracted against the government securities over the course of the reporting period.

Some of the losses in the Fund were offset by the positive contribution of an overweight in Consumer Discretionary. Specifically, exposure to companies like Page industries & Crompton Greaves contributed positively to the Fund's performance. The Fund's underweight allocation to Telecommunication sector companies prevented further downside during the reporting period. The sector continued to deliver negative returns given a sustained increase in competitive pressures for incumbents from new player Reliance Jio.

The Fund also saw some stock selection gains from companies like Eris Lifesciences, Aurobindo Pharma & Dr. Reddy's Lab in the Healthcare sector during the year ending September 30, 2018.

In the fixed income allocation, the Fund's underweight allocation to Sovereign bonds contributed positively to the Fund's performance as yields in the government securities market increased from 6.66% to 8.02% since the beginning of September 2017. An overweight allocation to AA and AA+ corporate bonds also contributed positively to the returns as the spreads between these bonds and government securities narrowed during the year. Finally, the Fund's underweight in duration versus the benchmark added to the Fund's performance, as the Fund was able to relatively immunize itself from sporadic rise in rates across the segment.

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Recent Developments

After delivering large positive returns in calendar 2017, the Indian equity market continued its upward trend, reaching all-time high levels in January 2018. However, the trade war between the U.S. and China weighed on investment sentiments and dragged global equity markets lower. Emerging markets reacted sharply, and the Indian equity market participated in the pullback in the first three quarters of 2018. Steady rise in global crude prices led to an imbalance in India's macro-economic situation. During the reporting period, inflation in India rose along with an increase in current account deficit from below 1% of Gross Domestic Product ("GDP") to 2.5% to 3% of GDP and the Reserve Bank of India raised interest rate twice (for a total of 50 basis points). The deteriorating macro conditions coupled with the rising Federal Reserve policy rate were the primary reasons for the pullback in the Indian currency during the reporting period.

On the other hand, Indian micro factors have shown signs of improvement, especially over the last nine months. During this period, India has seen a rise in domestic consumption, an increase in investments both from government and private corporations and a rise in the services sector.

Within the Indian fixed income market, different segments of the market were impacted differently by global spillovers and local developments. Overnight money markets remained immune and interest rates traded below the policy repo rate. The Reserve bank of India hiked the Indian policy rate twice in the reporting period, in June and August 2018, bringing the rate to 6.5%.

The exchange rate of the INR came under pressure due to capital outflows by foreign portfolio investors and widening of the trade deficit. Overall, the depreciation of the INR was "middle of the pack" in comparison with other emerging market currency peers.

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 India Balanced Fund (formerly Excel India Balanced 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. There are no changes to the investment risk level of the Fund as a result of the implementation.

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 Aditya Birla Sun Life AMC, Limited to be the portfolio manager of the Balanced Underlying Fund.

The Manager is an indirect wholly owned subsidiary of Sun Life Financial Inc. Birla Sun Life Asset Management Company ("BSLAMC") is an affiliate of the Manager.

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).

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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.

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 India Balanced Fund - Series A

	2018 (\$)	2017 (\$)	2016 (\$)
Net asset value, beginning of period	5.57	5.45	5.00
Increase (decrease) from operations:			
Total revenue	0.01	-	-
Total expenses	(0.13)	(0.14)	(0.05)
Realized gains (losses) for the period	0.32	0.18	-
Unrealized gains (losses) for the period	(0.45)	1.16	0.66
Total increase (decrease) from operations⁽²⁾	(0.25)	1.20	0.61
Distributions:			
From income (excluding dividends)	(0.20)	(0.13)	(0.03)
From dividends	-	-	-
From capital gains	-	-	-
Return of capital	-	(0.07)	(0.06)
Total annual distributions⁽³⁾	(0.20)	(0.20)	(0.09)
Net asset value, end of period	5.18	5.57	5.45

Sun Life Excel India Balanced Fund - Series F

	2018 (\$)	2017 (\$)	2016 (\$)
Net asset value, beginning of period	5.64	5.48	5.00
Increase (decrease) from operations:			
Total revenue	0.01	-	-
Total expenses	(0.06)	(0.08)	(0.02)
Realized gains (losses) for the period	0.31	0.20	-
Unrealized gains (losses) for the period	(0.42)	1.07	0.58
Total increase (decrease) from operations⁽²⁾	(0.16)	1.19	0.56
Distributions:			
From income (excluding dividends)	(0.20)	(0.15)	(0.03)
From dividends	-	-	-
From capital gains	-	-	-
Return of capital	-	(0.07)	(0.06)
Total annual distributions⁽³⁾	(0.20)	(0.22)	(0.09)
Net asset value, end of period	5.30	5.64	5.48

Sun Life Excel India Balanced Fund - Series X

	2018 (\$)	2017 (\$)
Net asset value, beginning of period	4.80	5.00
Increase (decrease) from operations:		
Total revenue	0.01	-
Total expenses	(0.05)	(0.01)
Realized gains (losses) for the period	0.28	0.10
Unrealized gains (losses) for the period	(0.12)	0.64
Total increase (decrease) from operations⁽²⁾	0.12	0.73
Distributions:		
From income (excluding dividends)	(0.20)	(0.01)
From dividends	-	-
From capital gains	-	-
Return of capital	-	(0.04)
Total annual distributions⁽³⁾	(0.20)	(0.05)
Net asset value, end of period	4.49	4.80

⁽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 India Balanced Fund - Series A

	2018	2017	2016
Total net asset value (\$) (000's) ⁽¹⁾	13,849	12,465	2,937
Number of units outstanding (000's) ⁽¹⁾	2,675	2,236	539
Management expense ratio (%) ⁽²⁾	2.74	2.98	2.98
Management expense ratio before waivers or absorption (%) ⁽²⁾	2.74	3.66	7.10
Trading expense ratio (%) ⁽³⁾	0.25	0.37	0.27
Portfolio turnover rate (%) ⁽⁴⁾⁽⁵⁾	62.01	64.42	29.93
Net asset value per unit (\$) ⁽¹⁾	5.18	5.57	5.45

Sun Life Excel India Balanced Fund - Series F

	2018	2017	2016
Total net asset value (\$) (000's) ⁽¹⁾	20,203	19,361	3,335
Number of units outstanding (000's) ⁽¹⁾	3,808	3,431	609
Management expense ratio (%) ⁽²⁾	1.54	1.80	1.68
Management expense ratio before waivers or absorption (%) ⁽²⁾	1.54	2.50	5.78
Trading expense ratio (%) ⁽³⁾	0.25	0.37	0.27
Portfolio turnover rate (%) ⁽⁴⁾⁽⁵⁾	62.01	61.73	29.93
Net asset value per unit (\$) ⁽¹⁾	5.30	5.64	5.48

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Sun Life Excel India Balanced Fund - Series X

	2018	2017
Total net asset value (\$) (000's) ⁽¹⁾	21,726	44,932
Number of units outstanding (000's) ⁽¹⁾	4,839	9,356
Management expense ratio (%) ⁽²⁾	1.56	1.80
Management expense ratio before waivers or absorption (%) ⁽²⁾	1.56	2.50
Trading expense ratio (%) ⁽³⁾	0.25	0.37
Portfolio turnover rate (%) ⁽⁴⁾⁽⁵⁾	62.01	61.73
Net asset value per unit (\$) ⁽¹⁾	4.49	4.80

⁽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 (%) ⁽²⁾	As a Percentage of Management Fees	
		Dealer Compensation (%) ⁽¹⁾	General Administration, Investment Advice and Profit (%)
Series A Units	1.90	57	43
Series F Units	0.90	8	92
Series X Units	0.90	–	100

⁽¹⁾ Includes sales and trailing commissions.

⁽²⁾ The Fund invests in the Growth & Income Class of the Excel Funds Mauritius Company Ltd. (the "Mauritius Company"). The Growth & Income Class of the Mauritius Company pays its own management fees. The management fee rate charged within the Growth & Income Class of the Mauritius Company combined with the net management fee rate charged within the Fund equals the maximum annual management fee rate by series disclosed in the table above.

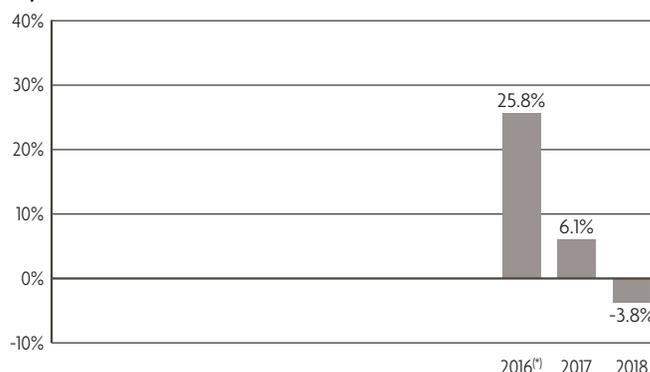
Past Performance

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

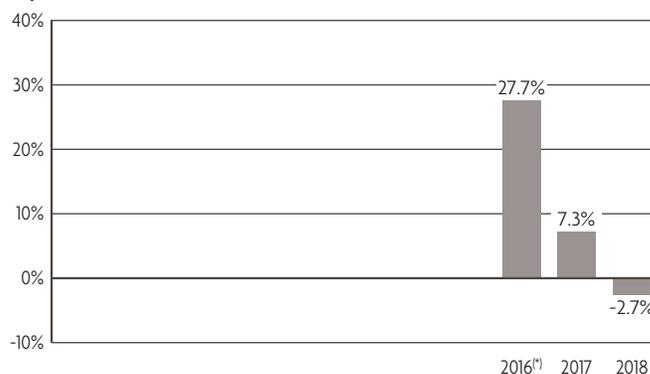
The following bar chart shows the Fund's annual performance for the period shown. The chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year.

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



⁽¹⁾ for the period of April 22, 2016 to September 30, 2016.

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

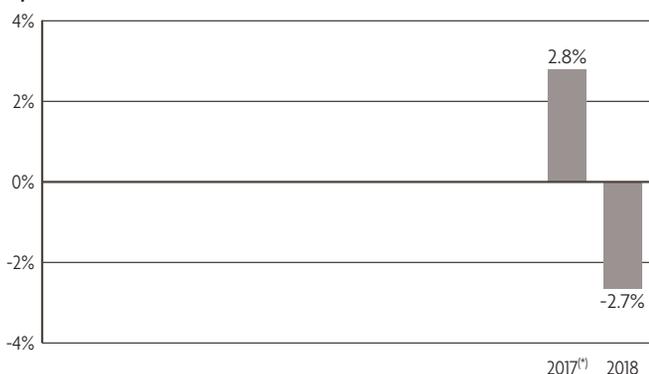


⁽¹⁾ for the period of April 25, 2016 to September 30, 2016.

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



⁽¹⁾ for the period of July 14, 2017 to September 30, 2017.

Annual Compound Returns

The following table compares the historical annual compound total returns of Series A, F, and X units of the Fund with the Fund's broad-based benchmark, 65% MSCI India Index and 35% CRISIL Composite Bond Index. The Fund's benchmark was changed, effective May 1, 2018, to better reflect the strategy's exposure profile. The previous benchmark was 60% Bombay Stock Exchange Sensex Index and 40% CRISIL Composite Bond Fund Index.

The MSCI India Index is a free float-adjusted market capitalization weighted index that is designed to capture large and mid cap representation across 79 different constituents that represent 85% of the Indian equity universe.

The Credit Rating Information Services of India Limited Composite Bond Fund Index is a total return index seeking to track the performance of a debt portfolio that includes government securities and AAA/AA+/AA rated corporate bonds.

The Series A units underperformed the benchmark since inception and over the past year.

	1 Year	3 Year	5 Year	10 Year	Performance Start Date ⁽¹⁾⁽²⁾⁽³⁾
SUN LIFE EXCEL INDIA BALANCED FUND – Series A	-3.8%	N/A	N/A	N/A	5.1%
65% MSCI India Index, 35% CRISIL Composite Bond Index	0.8%	N/A	N/A	N/A	8.0%
MSCI India C\$	4.5%	5.7%	14.8%	8.6%	10.6%
CRISIL Composite Bond Index	-6.1%	2.2%	10.4%	N/A	3.3%
SUN LIFE EXCEL INDIA BALANCED FUND – Series F	-2.7%	N/A	N/A	N/A	6.3%
65% MSCI India Index, 35% CRISIL Composite Bond Index	0.8%	N/A	N/A	N/A	8.3%
MSCI India C\$	4.5%	5.7%	14.8%	8.6%	11.0%

CRISIL Composite Bond Index	-6.1%	2.2%	10.4%	N/A	3.4%
SUN LIFE EXCEL INDIA BALANCED FUND – Series X	-2.7%	N/A	N/A	N/A	-4.6%
65% MSCI India Index, 35% CRISIL Composite Bond Index	0.8%	N/A	N/A	N/A	-1.6%
MSCI India C\$	4.5%	5.7%	14.8%	8.6%	1.0%
CRISIL Composite Bond Index	-6.1%	2.2%	10.4%	N/A	-6.5%

⁽¹⁾ The performance start date for Series A units was April 22, 2016.

⁽²⁾ The performance start date for Series F units was April 25, 2016.

⁽³⁾ The performance start date for Series X units was July 14, 2017.

Summary of Investment Portfolio* as at September 30, 2018

Top 25 Investments[†]

Holding Name	Percentage of Net Asset Value of the Fund (%)
1 Reliance Industries Limited	5.9
2 Shriram Transport Finance Company Limited, 0.00%, Sep 20, 2019	5.7
3 Infosys Limited	4.8
4 National Highways Authority of India, 7.27%, Jun 06, 2022	4.6
5 Shriram Transport Finance Company Limited, 0.00%, Sep 20, 2019	3.8
6 Cash & Cash Equivalents	3.6
7 HDFC Bank Limited	3.4
8 Housing Development Finance Corporation Limited	3.3
9 Indiabulls Housing Finance Limited, 8.75%, Feb 21, 2020	3.2
10 State of Maharashtra, 7.42%, May 11, 2022	3.1
11 Maruti Suzuki India Limited	3.1
12 State of Gujarat, 7.64%, SDL2027	3.0
13 IndusInd Bank Limited	2.4
14 Dabur India Limited	2.2
15 Tata Consultancy Services Limited	2.2
16 ICICI Bank Limited	2.1
17 Britannia Industries Limited	1.8
18 Axis Bank Limited	1.7
19 Bajaj Finance Limited	1.7
20 Vedanta Limited	1.6
21 Tata Steel Limited	1.6
22 Hindustan Unilever Limited	1.6
23 HCL Technologies Limited	1.6
24 State of Maharashtra, 7.84%, Jul 13, 2026	1.5
25 ITC Limited	1.5
	71.0

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Sector Allocation[†]

	Percentage of Net Asset Value of the Fund %
Financials	20.7
Corporate Bonds	14.1
Government Bonds	12.2
Information Technology	10.6
Consumer Staples	8.2
Materials	7.1
Industrials	6.9
Consumer Discretionary	6.1
Energy	5.9
Other Assets (Liabilities)	4.4
Health Care	3.0
Utilities	0.8
	100.0

Portfolio Region Allocation[‡]

	Percentage of Net Asset Value of the Fund %
India	95.6
Other Assets (Liabilities)	4.4
	100.0

([†]) 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.

([‡]) The portfolio allocation, portfolio region allocation and top 25 holdings are based on the Fund's holdings and the holdings of the Balanced Underlying Fund. The Fund directly owns 100% of the outstanding shares of the Balanced Underlying Fund.

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.