

# Sun Life MFS Global Value Fund

## FUND REVIEW Q1, 2017

All currency references are in C\$ unless otherwise indicated; opinions and data as of March 31, 2017 unless otherwise indicated.

### CATEGORY<sup>1</sup>

Global equity

### INVESTMENT OBJECTIVE

The fund's investment objective is to seek capital appreciation by investing primarily in equity securities of issuers located anywhere in the world that are considered to be undervalued compared to their perceived worth.

### MANAGEMENT COMPANY

Sun Life Global Investments (Canada) Inc.

### SUB-ADVISOR

MFS Institutional Advisors, Inc.  
(MFS Investment Management)  
Boston, Massachusetts

### INCEPTION DATE

October 1, 2010

### TOTAL ASSETS

\$258,366,012.00

### BENCHMARK

MSCI World

## PERFORMANCE SUMMARY

Opinions and data for "PERFORMANCE SUMMARY" provided by MFS Institutional Advisors

Sun Life MFS Global Value Fund (Series A) returned 4.6% in the first quarter, underperforming its benchmark by roughly 1.2 percentage points.

Exposure at the sector level changed modestly from the end of the year and the turnover rate is hovering just above 10% for the last twelve months. The largest changes were an increased weighting in the consumer staples sector and commensurate decreases in the financial services and energy sectors.

The reduced exposure to financial services and energy can be explained primarily by poor performance during the quarter.

The managers expect a more muted absolute return environment, given the strength of returns experienced over the last several years. However, the managers remain confident that buying high quality companies trading at reasonable prices will add value for clients over time.

### Key contributors

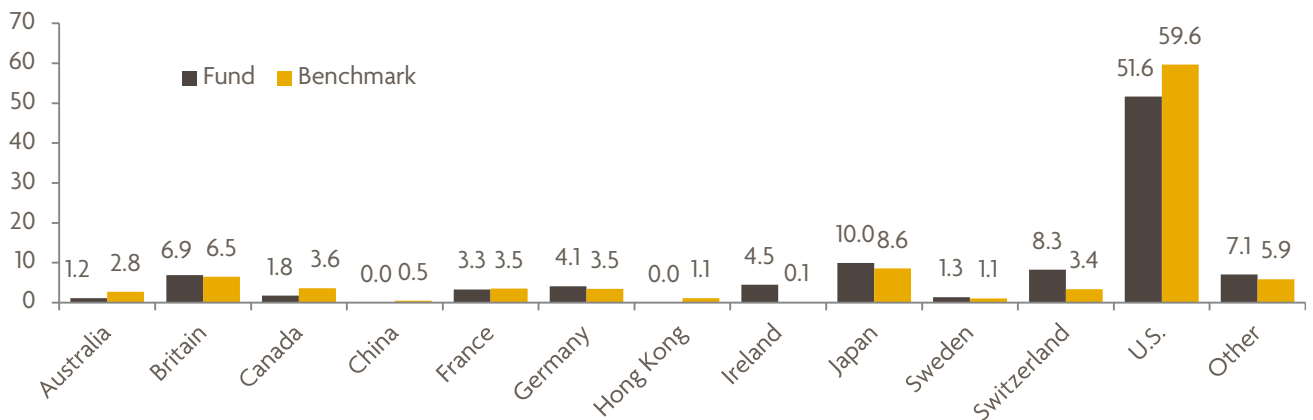
- U.S. tobacco company Philip Morris International
  - Shares rose on strong pricing trends and growth in smokeless cigarettes
- U.S. technology company Cadence Design Systems
  - Shares rose on strong product momentum and a new share repurchase program

### Key detractors

- Australia-based Brambles
  - Shares fell after sales and growth were below expectation
- Canadian firm Fairfax Financial Holdings
  - Shares fell on weaker than expected Q4 results

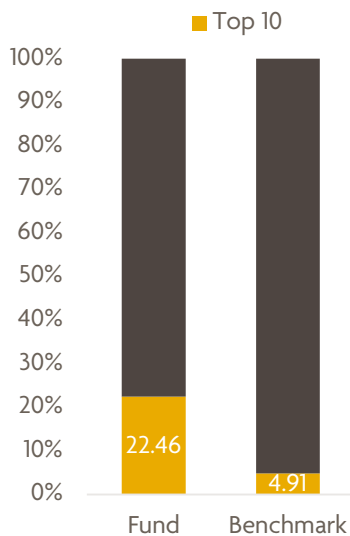
<sup>1</sup> Mutual fund categories are maintained by the Canadian Investment Funds Standards Committee (CIFSC).

## GEOGRAPHIC ALLOCATION %



Source: MFS.

## HOLDINGS ANALYSIS



Top 10 Holdings	Fund %	Benchmark %	+ / -
NESTLE	2.70	0.67	2.03
JOHNSON & JOHNSON	2.63	0.95	1.68
PHILIP MORRIS INTERNATIONAL	2.52	0.49	2.03
J.P. MORGAN CHASE	2.51	0.88	1.63
3M	2.44	0.32	2.12
TEXAS INSTRUMENTS	2.16	0.23	1.93
ACCENTURE	2.02	0.21	1.81
WELLS FARGO	1.97	0.75	1.22
RECKITT BENCKISER	1.76	0.16	1.60
HONEYWELL	1.74	0.25	1.49
<b>Top 10 holdings % of net assets</b>	<b>22.46</b>	<b>4.91</b>	
<b>Total # fund holdings</b>	<b>119</b>		

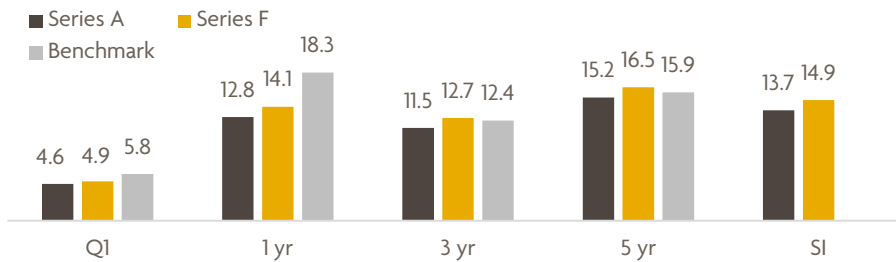
Holdings may change at any time without notice. Source: MFS and Morningstar.

## CAPTURE RATIOS

Fund	Upside	Downside
Series A	88.7	79.6
Series F	92.3	74.8

Upside and downside capture ratios are for the five-year period ending March 31, 2017. Source: Morningstar.

## PERFORMANCE %



When comparing the fund's performance with its benchmark, note the fund is a value-oriented fund, whereas the benchmark has no style bias. Series A and Series F have the same reference portfolio, but the management fees are different. Performance is expected to differ between series.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Commissions and trailing commissions are not payable on Series F units of the fund but management fees and expenses may be associated with these investments. Investors may pay a fee-based account fee that is negotiated and payable by them to their registered dealer. Investors should read the prospectus before investing. The indicated rates of return are the historical annual compounded total returns including changes in security value and reinvestment of all distributions and do not take into account sales, redemption, distribution or other optional charges or income taxes payable by any securityholder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated.

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