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# SUN LIFE GLOBAL INVESTMENTS (CANADA) INC.

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## SEMI-ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE

for the period ended June 30, 2017

Sun Life Dynamic American Fund  
(formerly Sun Life Dynamic American Value Fund)



# Sun Life Dynamic American Fund

## (formerly Sun Life Dynamic American Value Fund)

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*This semi-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 semi-annual financial statements by calling 1-877-344-1434, by sending an email to us at [info@sunlifeglobalinvestments.com](mailto:info@sunlifeglobalinvestments.com) or by writing to us at 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](http://www.sunlifeglobalinvestments.com) and on SEDAR at [www.sedar.com](http://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

### Results of Operations

During the period, the net asset value of the Sun Life Dynamic American Fund\* (the "Fund") increased from \$2.6 million to \$3.4 million. The increase in net asset value was due to positive net sales, as well as positive performance during the period.

During the period, the Fund returned 6.6% for Series A units. This result surpassed the Fund's benchmark, the S&P/TSX 500 C\$, which returned 5.9%. 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 outperformed the broad-based benchmark due primarily to underweight exposure to the Energy and Telecommunication Services sectors, and overweight exposure to the Information Technology sector. An underweight allocation to the Consumer Staples sector was a notable detractor from relative Fund performance. Sector weightings result from 1832 Asset Management L.P.'s (the "sub-advisor") bottom-up stock selection process.

In contrast to the Energy and Telecommunications Services sectors, Information Technology contributed the most to the benchmark's return, and thus, the Fund's overweight to the sector for much of the period, was positive for relative performance. Stock selection in the sector was also a positive for relative Fund performance. Information Technology stocks Cognex Corp., KLA Tencor, and MKS Instruments Inc, were among the Fund's top five stock contributors. Cognex and MKS were not owned by the benchmark. The Fund did not hold Qualcomm Inc. or Intel Corp, which were among the key detractors from benchmark performance.

For most of the period, the Fund did not have exposure to Consumer Discretionary stocks but ended the six months with an allocation of approximately 8% in two companies: Amazon.com and McDonald's Corp. Both of these stocks

were key performers for the benchmark, which held them for the full six months. As a result of being purchased for the Fund later in the period, the two stocks detracted from Fund performance. They continue to be held in the Fund as they meet the sub-advisor's investment criteria and the sub-advisor is positive on the outlook for the companies going forward.

Energy posted the worst return of any sector for the benchmark and was the biggest detractor from benchmark performance during the past six months. Telecommunications Services was the benchmark's only other sector to detract from performance. The sub-advisor has been bearish on the Energy sector for some time, and has not been able to find any companies that meet its investment criteria in that sector or the Telecommunications Services Sector. Not owning any companies from these sectors was a positive for relative Fund performance.

### Recent Developments

The U.S. economy entered the period with strong momentum. This was further boosted in the first quarter by a strong showing from S&P 500 companies, which registered the best year-over-year growth rate in corporate earnings since the fourth quarter of 2011. Concurrent with strong domestic earnings were strong international earnings, which was a plus for American multinational companies that depend on overseas markets for the majority of sales and profits. On the political front, U.S. President Trump's attempt to repeal and replace the Affordable Care Act – a key election promise – failed, casting a shadow over the ambitious agenda he had pledged to enact once in office. On the economic front, jobs data remained strong allowing the U.S. Federal Reserve to increase interest rates twice – once in March and again in June. In another vote of confidence for the U.S. economy, the U.S. Federal Reserve maintained its guidance to enact a third rate rise before the year is out, while stating its desire to start unwinding the bank's \$4.5 trillion balance sheet (U.S. dollars) it's amassed since the financial crisis.

\* Dynamic, Dynamic Funds and Dynamic American Fund are registered and proprietary trademarks of The Bank of Nova Scotia, an affiliate of 1832 Asset Management L.P. used under license by the Manager.

# Sun Life Dynamic American Fund

## (formerly Sun Life Dynamic American Value Fund)

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Effective February 5, 2016, all Series E units were re-designated to Series A units, under the Front End Sales Charge option, of the same Fund. Please refer to the Fund's simplified prospectus for more details about the captioned change and for details about the Private Client Program.

### 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 1832 Asset Management L.P. 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 of the 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 semi-annual financial statements (unaudited).

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.

### Series Description

The Fund offers the following series of units: A, T5, T8, F, I and O. The date of creation for all series was February 2, 2015.

Series A, T5 and T8 units are available to all investors.

Series T5 and T8 units are designed to provide investors with a fixed monthly distribution based on a target annualized distribution rate of 5% and 8%, respectively, of the net asset value per unit of the relevant series at the end of the prior year.

Series F units are available to investors who have a fee-based account with their dealer and whose dealer has signed an agreement with the Manager. Instead of paying sales charges, investors buying Series F units pay fees to their dealer for investment advice and other services. The Manager does not pay any commissions to dealers in respect of Series F units, so the Manager can charge a lower management fee.

Series I units are special purpose securities that are currently only available to other mutual funds and eligible institutional investors. Series I units are not sold to the general public. Each Series I investor negotiates its own management and advisory fee that is paid directly to the Manager.

Series O units are available to investors through the Private Client program and must be purchased through a Private Client account. Each Series O investor pays a management fee directly to the Manager and is eligible for management fee reductions, if any, based on the value of Series O units held in the investor's Private Client account. Series O management fees are paid, after subtracting any management fee reductions, by a redemption of Series O units in the investor's account.

### 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 June 30, 2017.

# Sun Life Dynamic American Fund

(formerly Sun Life Dynamic American Value Fund)

## The Fund's Net Asset Value per Unit (\$) <sup>(1)</sup>

### Sun Life Dynamic American Fund (formerly Sun Life Dynamic American Value Fund) – Series A

	2017	2016	2015
	(\$)	(\$)	(\$)
Net asset value, beginning of period	10.30	9.85	10.00
<b>Increase (decrease) from operations:</b>			
Total revenue	–	–	(0.01)
Total expenses	(0.13)	(0.23)	(0.24)
Realized gains (losses) for the period	0.14	(0.02)	2.67
Unrealized gains (losses) for the period	0.77	1.05	(1.17)
<b>Total increase (decrease) from operations<sup>(2)</sup></b>	<b>0.78</b>	<b>0.80</b>	<b>1.25</b>
<b>Distributions:</b>			
From income (excluding dividends)	–	–	–
From dividends	–	–	–
From capital gains	–	–	(1.33)
Return of capital	–	–	–
<b>Total annual distributions<sup>(3)</sup></b>	<b>–</b>	<b>–</b>	<b>(1.33)</b>
<b>Net asset value, end of period</b>	<b>10.98</b>	<b>10.30</b>	<b>9.85</b>

### Sun Life Dynamic American Fund (formerly Sun Life Dynamic American Value Fund) – Series T5

	2017	2016	2015
	(\$)	(\$)	(\$)
Net asset value, beginning of period	15.29	15.43	15.00
<b>Increase (decrease) from operations:</b>			
Total revenue	–	–	0.06
Total expenses	(0.20)	–	(0.35)
Realized gains (losses) for the period	0.21	–	2.11
Unrealized gains (losses) for the period	1.07	0.71	(0.11)
<b>Total increase (decrease) from operations<sup>(2)</sup></b>	<b>1.08</b>	<b>0.71</b>	<b>1.71</b>
<b>Distributions:</b>			
From income (excluding dividends)	(0.38)	(0.77)	(0.67)
From dividends	–	–	–
From capital gains	–	–	(0.62)
Return of capital	–	–	–
<b>Total annual distributions<sup>(3)</sup></b>	<b>(0.38)</b>	<b>(0.77)</b>	<b>(1.29)</b>
<b>Net asset value, end of period</b>	<b>15.90</b>	<b>15.29</b>	<b>15.43</b>

## Sun Life Dynamic American Fund (formerly Sun Life Dynamic American Value Fund) – Series T8

	2017	2016	2015
	(\$)	(\$)	(\$)
Net asset value, beginning of period	14.85	15.49	15.00
<b>Increase (decrease) from operations:</b>			
Total revenue	–	–	0.01
Total expenses	(0.19)	–	(0.35)
Realized gains (losses) for the period	0.20	–	2.46
Unrealized gains (losses) for the period	1.05	0.75	(0.46)
<b>Total increase (decrease) from operations<sup>(2)</sup></b>	<b>1.06</b>	<b>0.75</b>	<b>1.66</b>
<b>Distributions:</b>			
From income (excluding dividends)	(0.59)	(1.24)	–
From dividends	–	–	–
From capital gains	–	–	(0.22)
Return of capital	–	–	(0.97)
<b>Total annual distributions<sup>(3)</sup></b>	<b>(0.59)</b>	<b>(1.24)</b>	<b>(1.19)</b>
<b>Net asset value, end of period</b>	<b>15.23</b>	<b>14.85</b>	<b>15.49</b>

## Sun Life Dynamic American Fund (formerly Sun Life Dynamic American Value Fund) – Series F

	2017	2016	2015
	(\$)	(\$)	(\$)
Net asset value, beginning of period	10.51	9.95	10.00
<b>Increase (decrease) from operations:</b>			
Total revenue	–	–	0.05
Total expenses	(0.07)	(0.13)	(0.13)
Realized gains (losses) for the period	0.15	(0.02)	1.49
Unrealized gains (losses) for the period	0.69	0.41	(0.26)
<b>Total increase (decrease) from operations<sup>(2)</sup></b>	<b>0.77</b>	<b>0.26</b>	<b>1.15</b>
<b>Distributions:</b>			
From income (excluding dividends)	–	–	–
From dividends	–	–	–
From capital gains	–	–	(1.35)
Return of capital	–	–	–
<b>Total annual distributions<sup>(3)</sup></b>	<b>–</b>	<b>–</b>	<b>(1.35)</b>
<b>Net asset value, end of period</b>	<b>11.26</b>	<b>10.51</b>	<b>9.95</b>

# Sun Life Dynamic American Fund

(formerly Sun Life Dynamic American Value Fund)

## Sun Life Dynamic American Fund (formerly Sun Life Dynamic American Value Fund) – Series I

	2017	2016	2015
	(\$)	(\$)	(\$)
Net asset value, beginning of period	10.75	10.04	10.00
<b>Increase (decrease) from operations:</b>			
Total revenue	–	–	(0.01)
Total expenses	–	(0.01)	(0.01)
Realized gains (losses) for the period	0.16	(0.02)	1.90
Unrealized gains (losses) for the period	0.59	1.25	(0.37)
<b>Total increase (decrease) from operations<sup>(2)</sup></b>	<b>0.75</b>	<b>1.22</b>	<b>1.51</b>
<b>Distributions:</b>			
From income (excluding dividends)	–	–	–
From dividends	–	–	–
From capital gains	–	–	(1.39)
Return of capital	–	–	–
<b>Total annual distributions<sup>(3)</sup></b>	<b>–</b>	<b>–</b>	<b>(1.39)</b>
<b>Net asset value, end of period</b>	<b>11.59</b>	<b>10.75</b>	<b>10.04</b>

## Sun Life Dynamic American Fund (formerly Sun Life Dynamic American Value Fund) – Series O

	2017	2016	2015
	(\$)	(\$)	(\$)
Net asset value, beginning of period	10.72	10.03	10.00
<b>Increase (decrease) from operations:</b>			
Total revenue	–	–	0.05
Total expenses	(0.01)	(0.02)	(0.02)
Realized gains (losses) for the period	0.17	(0.02)	1.61
Unrealized gains (losses) for the period	0.45	1.04	(0.33)
<b>Total increase (decrease) from operations<sup>(2)</sup></b>	<b>0.61</b>	<b>1.00</b>	<b>1.31</b>
<b>Distributions:</b>			
From income (excluding dividends)	–	–	–
From dividends	–	–	–
From capital gains	–	–	(1.38)
Return of capital	–	–	–
<b>Total annual distributions<sup>(3)</sup></b>	<b>–</b>	<b>–</b>	<b>(1.38)</b>
<b>Net asset value, end of period</b>	<b>11.55</b>	<b>10.72</b>	<b>10.03</b>

<sup>(1)</sup> This information is derived from the Fund's audited annual financial statements and from the semi-annual unaudited financial statements for the current period ended June 30, 2017.

<sup>(2)</sup> 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.

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

## Ratios and Supplemental Data

### Sun Life Dynamic American Fund (formerly Sun Life Dynamic American Value Fund) – Series A

	2017	2016	2015
Total net asset value (\$) <sup>(1)</sup>	1,043,372	996,098	996,098
Number of units outstanding <sup>(1)</sup>	95,037	96,674	54,256
Management expense ratio (%) <sup>(2)</sup>	2.47	2.49	2.51
Management expense ratio before waivers or absorption (%) <sup>(2)</sup>	2.47	2.49	2.51
Trading expense ratio (%) <sup>(3)</sup>	0.17	0.18	0.21
Portfolio turnover rate (%) <sup>(4)(5)</sup>	9.92	9.44	2.98
Net asset value per unit (\$) <sup>(1)</sup>	10.98	10.30	9.85

### Sun Life Dynamic American Fund (formerly Sun Life Dynamic American Value Fund) – Series T5

	2017	2016	2015
Total net asset value (\$) <sup>(1)</sup>	12,482	11,702	11,168
Number of units outstanding <sup>(1)</sup>	785	765	724
Management expense ratio (%) <sup>(2)</sup>	2.54	2.55	2.55
Management expense ratio before waivers or absorption (%) <sup>(2)</sup>	2.54	2.55	2.55
Trading expense ratio (%) <sup>(3)</sup>	0.17	0.18	0.21
Portfolio turnover rate (%) <sup>(4)(5)</sup>	9.92	9.44	2.98
Net asset value per unit (\$) <sup>(1)</sup>	15.90	15.29	15.43

### Sun Life Dynamic American Fund (formerly Sun Life Dynamic American Value Fund) – Series T8

	2017	2016	2015
Total net asset value (\$) <sup>(1)</sup>	16,918	16,375	15,754
Number of units outstanding <sup>(1)</sup>	1,111	1,102	1,017
Management expense ratio (%) <sup>(2)</sup>	2.53	2.53	2.54
Management expense ratio before waivers or absorption (%) <sup>(2)</sup>	2.53	2.53	2.54
Trading expense ratio (%) <sup>(3)</sup>	0.17	0.18	0.21
Portfolio turnover rate (%) <sup>(4)(5)</sup>	9.92	9.44	2.98
Net asset value per unit (\$) <sup>(1)</sup>	15.23	14.85	15.49

### Sun Life Dynamic American Fund (formerly Sun Life Dynamic American Value Fund) – Series F

	2017	2016	2015
Total net asset value (\$) <sup>(1)</sup>	12,826	11,956	16,803
Number of units outstanding <sup>(1)</sup>	1,139	1,138	1,689
Management expense ratio (%) <sup>(2)</sup>	1.41	1.42	1.41
Management expense ratio before waivers or absorption (%) <sup>(2)</sup>	1.41	1.42	1.41
Trading expense ratio (%) <sup>(3)</sup>	0.17	0.18	0.21
Portfolio turnover rate (%) <sup>(4)(5)</sup>	9.92	9.44	2.98
Net asset value per unit (\$) <sup>(1)</sup>	11.26	10.51	9.95

# Sun Life Dynamic American Fund

## (formerly Sun Life Dynamic American Value Fund)

### Sun Life Dynamic American Fund (formerly Sun Life Dynamic American Value Fund) – Series I

	2017	2016	2015
Total net asset value (\$) <sup>(1)</sup>	2,190,227	1,417,694	605,036
Number of units outstanding <sup>(1)</sup>	188,926	131,840	60,251
Management expense ratio (%) <sup>(2)</sup>	0.11	0.11	0.11
Management expense ratio before waivers or absorption (%) <sup>(2)</sup>	0.11	0.11	0.11
Trading expense ratio (%) <sup>(3)</sup>	0.17	0.18	0.21
Portfolio turnover rate (%) <sup>(4)(5)</sup>	9.92	9.44	2.98
Net asset value per unit (\$) <sup>(1)</sup>	11.59	10.75	10.04

### Sun Life Dynamic American Fund (formerly Sun Life Dynamic American Value Fund) – Series O

	2017	2016	2015
Total net asset value (\$) <sup>(1)</sup>	147,861	96,839	16,044
Number of units outstanding <sup>(1)</sup>	12,800	9,030	1,599
Management expense ratio (%) <sup>(2)</sup>	0.28	0.28	0.28
Management expense ratio before waivers or absorption (%) <sup>(2)</sup>	0.28	0.28	0.28
Trading expense ratio (%) <sup>(3)</sup>	0.17	0.18	0.21
Portfolio turnover rate (%) <sup>(4)(5)</sup>	9.92	9.44	2.98
Net asset value per unit (\$) <sup>(1)</sup>	11.55	10.72	10.03

<sup>(1)</sup> This information is provided as at December 31 of the period shown, except for the most recent semi-annual period, which is at June 30, 2017.

<sup>(2)</sup> Management expense ratio is based on total expenses (excluding broker commissions and other portfolio transaction costs) including the Fund's allocated percentage of Fund-on-Funds' expenses for the stated period and is expressed as an annualized percentage of daily average Net Asset Value during the period.

<sup>(3)</sup> The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average Net Asset Value during the period.

<sup>(4)</sup> The Fund's portfolio turnover ratio indicates how actively the Fund's portfolio manager manages its portfolio investments. A portfolio turnover ratio of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a Fund's portfolio turnover ratio in a year, the greater the trading costs payable by the Fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high portfolio turnover rate and the performance of the Fund.

<sup>(5)</sup> 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 (%) <sup>1</sup>	General Administration, Investment Advice and Profit (%)
Series A Units	2.00	40	60
Series T5 Units	2.00	44	56
Series T8 Units	2.00	44	56
Series F Units	1.00	–	100
Series I Units	–	–	–
Series O Units <sup>2</sup>	1.00	–	100

<sup>1</sup> Includes sales and trailing commissions.

<sup>2</sup> Series O management fees are not paid by the Fund. Series O investors pay management fees directly to the manager.

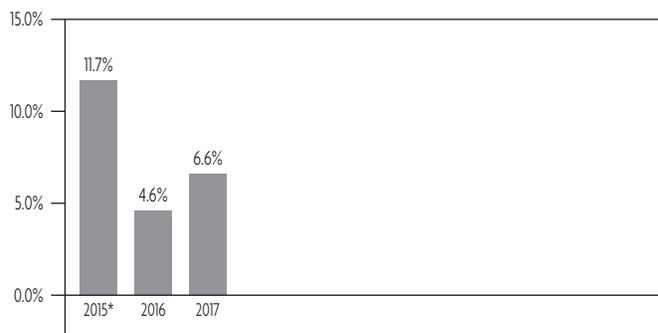
## PAST PERFORMANCE

The indicated rates of return are the historical annualized and annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns. Mutual funds are not guaranteed. How a fund 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 period.

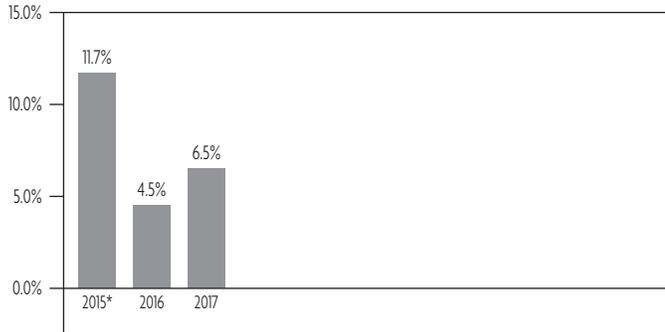
Series A Units – Annual return for the period ended December 31 and the six month period ended June 30, 2017



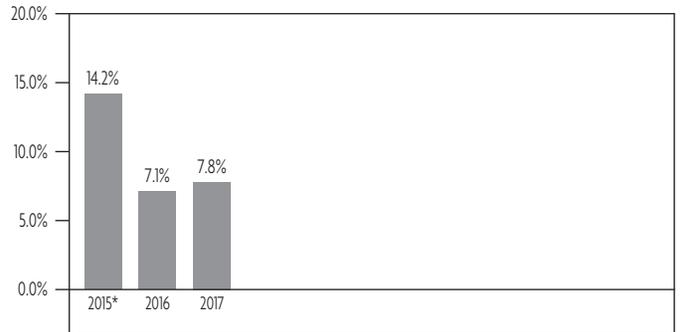
# Sun Life Dynamic American Fund

(formerly Sun Life Dynamic American Value Fund)

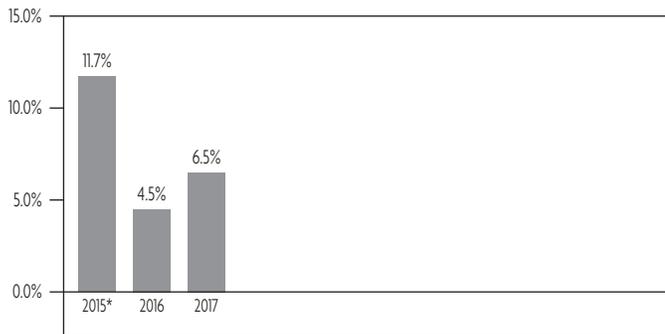
**Series T5 Units – Annual return for the period ended December 31 and the six month period ended June 30, 2017**



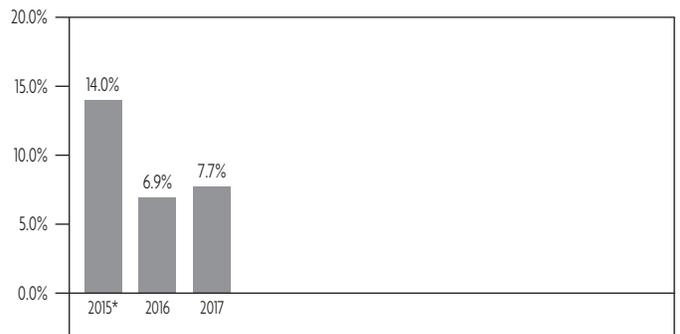
**Series I Units – Annual return for the period ended December 31 and the six month period ended June 30, 2017**



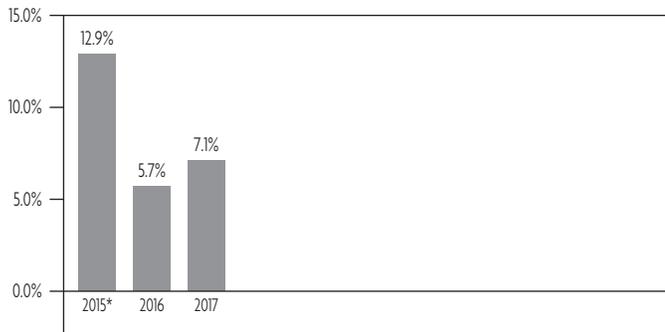
**Series T8 Units – Annual return for the period ended December 31 and the six month period ended June 30, 2017**



**Series O Units – Annual return for the period ended December 31 and the six month period ended June 30, 2017**



**Series F Units – Annual return for the period ended December 31 and the six month period ended June 30, 2017**



\* for the period February 2, 2015 to December 31, 2015

# Sun Life Dynamic American Fund

(formerly Sun Life Dynamic American Value Fund)

## SUMMARY OF INVESTMENT PORTFOLIO<sup>(1)</sup>

as at June 30, 2017 (unaudited)

### Top 25 Investments<sup>(2)</sup>

Holdings	Percentage of Net Asset Value of the Fund (%)
1 Raytheon Company	5.9
2 Northrop Grumman	5.8
3 Keysight Technologies, Inc.	5.7
4 UnitedHealth Group	5.6
5 Rollins, Inc.	5.4
6 First Republic Bank	5.1
7 Mastercard Inc.	5.1
8 Allstate Group	5.1
9 JPMorgan Chase & Co.	5.0
10 MSA Safety Inc	4.8
11 West Pharmaceutical Services	4.3
12 Sensient Technologies	4.3
13 Facebook Inc.	4.2
14 GCP Applied Technologies	4.2
15 Hostess Brands Inc.	4.1
16 Amazon.com Inc.	4.0
17 McDonald's Corporation	4.0
18 MKS Instruments, Inc.	3.9
19 Cognex	3.8
20 Zoetis, Inc.	3.1
21 Danaher Corporation	3.1
22 Celgene Corporation	3.1
23 Cash and Cash Equivalents <sup>(3)</sup>	0.4
	<b>100.0</b>
<b>Total Net Asset Value (000's)</b>	<b>\$ 3,424</b>

### Sector Allocation<sup>(2)</sup>

	Percentage of Net Asset Value of the Fund (%)
Industrials	24.8
Information Technology	22.8
Health Care	16.1
Financials	15.3
Materials	8.5
Consumer Discretionary	8.0
Consumer Staples	4.1
Cash and Cash Equivalents <sup>(3)</sup>	0.4
	<b>100.0</b>

<sup>(1)</sup> All information is as at June 30, 2017. 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](http://www.sunlifeglobalinvestments.com) or by sending an email to us at [info@sunlifeglobalinvestments.com](mailto:info@sunlifeglobalinvestments.com).

<sup>(2)</sup> The Fund invests substantially all of its assets directly in the Dynamic American Value Fund, Series O. The summary of investment portfolio for the Fund presents the investments as a percentage of the net asset value of the Dynamic American Value Fund, Series O.

<sup>(3)</sup> Cash and Cash Equivalents, for the purpose of this chart, includes other assets less liabilities.

## 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.*

## SEMI-ANNUAL MANAGEMENT REPORT OF FUND PERFORMANCE

### Sun Life Dynamic American Fund (formerly Sun Life Dynamic American Value Fund)

You can find more information about each Fund in our Annual Information Form, and each Fund's management report of fund performance and financial statements, once available. These documents are incorporated by reference into this document, which means that they legally form part of this document just as if they were printed as part of it.

For a free copy of these documents, call us toll-free at **1-877-344-1434** or ask your advisor. These documents and other information about the Funds, such as information circulars and material contracts, are also available at [www.sunlifeglobalinvestments.com](http://www.sunlifeglobalinvestments.com) or [www.sedar.com](http://www.sedar.com).

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